UNITED STATES ENVIRONMENTAL PROTECTION AGENCY REGION 2

IN THE MATTER OF:

Palmas Lakes, Inc. PO Box 191334 San Juan, Puerto Rico 00919

and

F&R Contractors Corp. PO Box 9932 San Juan, Puerto Rico 00908

Harbour Lakes Residencial Development

RESPONDENTS

PH 2: 35
HEARING
TO DOCKET NUMBER CWA-02-2007-3410

PROCEEDING PURSUANT TO SECTION 309(G)
OF THE CLEAN WATER ACT, 33 U.S.C. § 1319(),
TO ASSESS CLASS II CIVIL PENALTY

STATUS REPORT

To the Honorable Court:

Comes now the Complainant to the instant action and very respectfully avers and prays as follows:

- 1. The Complainant to this action was granted until May 23, 2008 to file a status report.
- 2. On this same date the undersigned held a conference call with Mr.
 Rafael Toro, who had appeared on behalf of both Respondents and Ms. Hilda
 Quiñones Rivera who had appeared on behalf of Respondent F&R
 Contractors Corporation in response to an Administrative Compliance Order.

CWA-02-2007-3072. This Administrative Compliance Order stems from the same factual basis than the penalty order before this Court.

- During this conference call Attorney Rafael Toro advised that he is going to withdraw as counsel of record for both Respondents and Ms.
 Quiñones- Rivera advised that she is going to represent F&R Contractors only.
- 4. Palmas Lakes, Inc., needs to state if it is going to proceed without attorney or if a new attorney is going to appear on its behalf.
- 5. As soon as Palmas Lakes identifies who is going to represent it in this proceeding, the undersigned will propose a meeting in which the possibility of settlement will be explored.

WHEREFORE it is respectfully requested that the Court take notice of the status of the instant case.

Respectfully submitted, In San Juan, Puerto Rico on this

day of

May.

Silvia Carrend

∕Associate Règional Counsel

Caribbean Programs

Office of Regional Counsel

U.S. Environmental Protection Agency, Region 2

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CERTIFICATE OF SERVICE

I hereby certify that the foregoing Status Report was sent in the following manner to the addresses listed below:

Copy by Overnight and

Facsimile:

Barbara A. Gunning

Administrative Law Judge

Office of Administrative Law Judges U.S. Environmental Protection Agency

Mail Code 1900L

1200 Pennsylvania Ave., NW Washington, D.C. 20460-2001

Original and

Copy by Overnight:

Karen Maples

Regional Hearing Clerk

U.S. Environmental Protection Agency,

Region II

290 Broadway, 17th Floor New York, NY 10007-1866

Copy by facsimile and regular mail:

Rafael A. Toro-Ramírez, Esq.

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Hilda Quiñones-RIvera Adsuar Muñiz & Goyco

P. O. Box 70294

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aller Sandy

5/22/08