UNITED STATES ENVIRONMENTAL PROTECTION AGENCY REGION 8

2010 JUL 13 AM 10: 24

| IN THE MATTER OF: |) |
|--------------------------------------------------------------------------------------------|-------|
| Bill and Hayli Thompson, Owner/Operators The Ranch House of Dupuyer Dupuyer, Montana |))))) |
| Respondents. |)))) |

Proceeding under Section 1414 ILED of the Safe Drinking WaterActEGION VIII 42 U.S.C. § 300g-3 HEARING CLERK

Docket No. SDWA-08-2009-0036

NOTICE AND ORDER FOR INITIAL CONFERENCE

PLEASE TAKE NOTICE that the above action under Section 1414(g)(3) of the Safe Drinking Water Act ("SDWA"), 42 U.S.C. § 300g-3(g)(3), is docketed and the undersigned designated the Presiding Officer to conduct these proceedings. This action is subject to Subpart I of the Consolidated Rules of Practice Governing the Administrative Assessment of Civil Penalties, Issuance of Compliance or Corrective Action Orders, and the Revocation or Suspension of Permits ("Consolidated Rules" or "CROP"), 40 C.F.R. Part 22. The Regional Hearing Clerk previously advised the parties of my designation. Correspondence with, or service upon, the undersigned shall be directed to:

> Elyana R. Sutin Regional Judicial Officer U.S. Environmental Protection Agency, Region 8 (8RC) 1595 Wynkoop Street Denver, CO 80202-1129 Telephone: 303.312.6765 Fax: 303.312.6859

On July 2, 2010, Counsel for Complainant filed a Settlement Status Report and Request for Pre-hearing Teleconference. Accordingly, a teleconference has been scheduled for **July 20, 2010 at 9:00 am MST**. If the parties are not able to make this date and time please call the Regional Hearing Clerk, Tina Artemis, immediately. Ms. Artemis can be reached at 303.312.6765.

The purpose of the telephone conference is to establish a schedule for proceeding forward in this matter. Unless there are compelling reasons for a face-to-face conference, to minimize the costs in this proceeding, I plan to conduct all such conferences by telephone.

Each party shall advise me, prior to the conference, of the telephone number at which they and others on their side participating in the conference call, wish to be contacted. For convenience, Complainant will normally participate on a conference phone located in the office of the Presiding Officer. This is not considered an ex parte issue, since Respondent will be on the call at the same time. The parties shall have their calendars available for the telephone conference to schedule further proceedings in this matter.

Agency policy encourages settlement. 40 C.F.R. § 22.18(b). The benefits of a negotiated settlement often outweigh the uncertainty, time and expense associated with litigating the matter. The July 2, 2010, Status Report indicates that settlement discussions have ensued yet there has been no progress in the recent months. Therefore, the Court would like to hear from both parties on the advisability of further settlement discussions; and if settlement is not possible, settling a schedule for a hearing in this matter.

The parties shall take precautions in any settlement negotiations to insulate and shield the Presiding Officer and the Regional Hearing Clerk from any knowledge regarding the details of the settlement including monetary amounts discussed. This can be best accomplished by being certain that the Presiding Officer does not receive a copy of any communications reflecting settlement amounts.

The Regional Hearing Clerk maintains the administrative record for this proceeding under 40 C.F.R. §22.5 of the Consolidated Rules. Please make sure that the originals and one copy of all documents you wish included in the record are properly filed with the Regional Hearing Clerk. A copy of each document also needs to be provided to the opposing party and the Presiding Officer.

Dated: 7/13/10

Elyana R. Sutin Regional Judicial Officer

CERTIFICATE OF SERVICE

The undersigned certifies that the original of the attached NOTICE AND ORDER FOR INITIAL CONFERENCT in the matter of BILL AND HAYLI THOMPSON, OWNER/OPERATORS; THE RANCH HOUSE OF DUPUYER; DOCKET NO.: SDWA-08-2009-0036 was filed with the Regional Hearing Clerk on July 13, 2010.

Further, the undersigned certifies that a true and correct copy of the documents were delivered Amy Swanson, Senior Enforcement Attorney, U. S. EPA – Region 8, 1595 Wynkoop Street, Denver, CO 80202-1129. True and correct copies of the aforementioned documents were placed in the United States mail certified/return receipt requested on July 13, 2010, to:

Bill and Hayli Thompson, Owners/OperatorsThe Ranch House of DupuyerP. O. Box 142Dupuyer, MT 59432

E-mailed to:

Honorable Elyana R. Sutin Regional Judicial Officer U. S. Environmental Protection Agency – Region 8 1595 Wynkoop Street (8RC) Denver, CO 80202-1129

July 13, 2010

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Tina Artemis Paralegal/Regional Hearing Clerk

