UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

BEFORE THE ADMINISTRATOR

In the Matter of:

CFMOTO POWERSPORTS, INC., and CFMOTO AMERICA, INC.,

Docket No. CAA-HQ-2013-8038

Respondents.

JOINT STATUS REPORT ON SETTLMENT PROGRESS

Complainant, the United States Environmental Protection Agency ("EPA"), hereby submits this joint status report on behalf of EPA and Respondents (jointly, "the Parties") regarding the progression of settlement efforts in the above captioned case. The Parties have finalized a Consent Agreement and proposed Final Order (CAFO). The EPA has received a .pdf scan of Respondent's signature page to the CAFO and the CAFO has been signed by Phillip A. Brooks, Director of the Air Enforcement Division, Office of Civil Enforcement. The CAFO and transmittal memo have also been approved by Susan Shinkman, Director of the Office of Civil Enforcement. EPA anticipates transmitting the CAFO to the Environmental Appeals Board by January 6, 2013, pending receipt by the EPA of the Respondents' hardcopy original executed signature page.

The Parties note that the ADR process resulted in a "global" settlement that is broader in scope than the original filed action. The proposed settlement, memorialized in the CAFO, encompasses additional violations than those identified in the original complaint, and also includes two additional Chinese entities as parties to the settlement. Thus, the CAFO will be

2014 JAN - 2 PN 3: 22 RECEIVED BY 0ALJ filed with a unique docket number (Docket No. CAA-HQ-2013-8062) but will resolve the complaint filed in this matter under Docket No. CAA-HQ-2013-8038.

The Parties do not anticipate filing any additional status reports in this case, given the imminent transmittal of the CAFO to the EAB.

Respectfully Submitted,

1/2/14 Date

70

Meetu Kaul, Attorney Advisor U.S. Environmental Protection Agency Air Enforcement Division 1200 Pennsylvania Ave., NW WJC Building South, Mailcode 2242A Washington, DC 20460 kaul.meetu@epa.gov In the Matter of CFMOTO Powersports Inc., et al. Docket No. CAA-HQ-8038

CERTIFICATE OF SERVICE

I certify that the foregoing **Joint Status Report**, dated January 2, 2014, was sent this day in the following manner to the addresses listed below.

Original and Two Copies via Hand Delivery to:

Sybil Anderson Headquarters Hearing Clerk Office of Administrative Law Judges Ronald Reagan Building Room M1200 1300 Pennsylvania Avenue, NW Washington, DC 20004

Copy by E-Mail to:

Boris Parker, Esquire Parker & Wenner, P.A. 100 South 5th Street 2100 Fifth Street Towers Minneapolis, MN 55402 boris@parkerwenner.com

Hon. Barbara A. Gunning Administrative Law Judge C/O Mary Angeles Lead Legal Staff Assistant Office of Administrative Law Judges Ronald Reagan Building Room M1200 1300 Pennsylvania Avenue, NW Washington, DC 20004 angeles.mary@epa.gov

1/2/14

Meetu Kaul, Attorney Advisor U.S. Environmental Protection Agency Air Enforcement Division 1200 Pennsylvania Ave., NW WJC Building South, Mailcode 2242A Washington, DC 20460 kaul.meetu@epa.gov