

**BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF MISSOURI**

In the Matter of Application of Canyon Treatment)
Facility, LLC for Permission, Approval and a)
Certificate of Convenience and Necessity)
Authorizing it to Acquire, Construct, Install, Own,)
Operate, Control, Manage, and/or Maintain a Sewer)
System for the Public Located in Stone County,)
Missouri.)

Case No. SA-2010-0219

**STATUS REPORT AND
MOTION TO FILE STATUS REPORTS IN LIEU OF RECOMMENDATION**

COME NOW the Staff of the Missouri Public Service Commission (Staff), Canyon Treatment Facility, LLC, (Canyon Treatment or Company), VPG Partners VI, LLC, (VPG), and Royal Vista, LLC, (Royal Vista), known collectively herein as the “Parties,” and by and through the undersigned counsel respectfully state the following to the Missouri Public Service Commission (Commission):

1. On August 9, 2010, the Staff filed a *Motion For Extension Of Time* in which the Staff advised that while it had completed the preliminary audit results, the Staff requested an extension of time to continue its discussions with the Parties, and if possible, develop a stipulation and agreement for the Commission’s approval.

2. On August 24, 2010, the Commission issued an *Order Granting Motion For Extension Of Time* that allowed the Staff until September 8, 2010, to file a recommendation.

3. The Staff has involved itself in a series of discussions with the Parties. The Parties are working on a settlement of all the issues in the case, but are aware that such could take several months to complete. Any potential settlement involves revising plans for expansion of the treatment plant for additional capacity and submission of the plans to the Missouri Department of Natural Resources for approval.

4. While a definite time frame for a stipulation and agreement is uncertain, the Parties request that the Commission stay the filing of a recommendation in this case, and allow the filing of this status report and further joint status reports every sixty (60) days in lieu of a recommendation.

5. Should the Staff become aware that the parties cannot reach an agreement, the undersigned will notify the Commission of such and will work with the Parties to develop a procedural schedule for an evidentiary hearing.

6. The Office of the Public Counsel does not object to this pleading.

WHEREFORE the Parties request that the Commission stay the filing of a recommendation in this case, and allow the filing of this status report and further joint status reports every sixty (60) days in lieu of a recommendation, with the next report due November 8, 2010.

Respectfully submitted,

/s/Jennifer Hernandez

Jennifer Hernandez
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Missouri Public Service Commission
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CERTIFICATE OF SERVICE

I hereby certify that I have provided a true and correct copy of the above pleading via electronic mail to W.R. England III and Brian T. McCartney, attorneys for Canyon Treatment Facility, LLC, at trip@brydonlaw.com and bmccartney@brydonlaw.com; David Woodsmall, attorney for VPG Partners, VI, LLC, at dwoodsmall@fcplaw.com; Kenneth N. Hall, attorney for Royal Vista, LLC, at khall@rmpllp.com; and the Office of the Public Counsel at opcservice@ded.mo.gov this 8th day of September 2010.

/s/ Jennifer Hernandez