FILED

BEFORE THE ENVIRONMENTAL QUALITY COUNCIL STATE OF WYOMING

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IN THE MATTER OF THE APPEAL OF THE REVOCATION OF PERMIT NO. CT-1352B TWO ELK POWER PLANT Terri A. Lorenzon, Director Environmental Quality Council Docket No. 07-2601

JOINT MOTION FOR DISMISSAL OF APPEAL, APPROVAL OF SETTLEMENT STIPULATION, AND REQUEST FOR SETTING OF HEARING

Respondent Wyoming Department of Environmental Quality, Air Quality Division ("DEQ/AQD") by and through the Office of Attorney General, and Petitioner Two Elk Generation Partners, Limited Partnership ("TEGP"), pursuant to WYO. STAT. ANN. § 16-3-107(n) and Chapter 1, § 11 of the DEQ Rules of Practice and Procedure, hereby stipulate and jointly move as follows:

1. WYO. STAT. ANN. § 16-3-107(n) and Chapter 1, § 11 of the DEQ Rules of Practice and Procedure provide for disposition of contested cases by stipulation of the parties upon approval by the Environmental Quality Council ("EQC").

2. On August 22, 2007, the DEQ/AQD Administrator, Mr. David A. Finley issued TEGP a letter ("August 22 Letter") concluding: "Because construction has been discontinued for a period of 24 months or more, DEQ/AQD Construction Permit No. CT-1352B has become invalid by operation of permit condition No. 4 and Chapter 6 Section 2(h) of the WAQSR." TEGP disagreed with the DEQ/AQD's conclusion and provided additional confidential business information and documentation for DEQ/AQD's review and consideration.

3. On October 22, 2007, TEGP filed its Petition for Review and Request for Immediate Stay with the EQC contesting the DEQ/AQD action and requesting an immediate stay of the effectiveness of the August 22 Letter.

4. The DEQ/AQD and TEGP (hereinafter DEQ/AQD and TEGP are referred to collectively as "Parties") have conferred regarding the issues involved in this appeal and have reached agreement for withdrawal of TEGP's appeal.

5. A copy of the Parties' agreement is attached hereto as Exhibit A.

WHEREFORE, the Parties jointly request the EQC approve the Parties' agreement and dismiss TEGP's appeal on November 28, 2007 during the scheduled Stay hearing.

RESPECTFULLY SUBMITTED this 21^{21} day of November, 2007.

ATTORNEY FOR RESPONDENT DEQ:

Nancy E. Vehr Sr. Asst. Attorney General 123 Capitol Building Cheyenne, WY 82002 PH: 307-777-7580 FAX: 307-777-3542 ATTORNEY FOR PETITIONER TEGP:

Rebecca W. Watson Dennis L. Arfmann Hogan & Hartson, LLP 1200 Seventeenth Street, Suite 1500 Denver, CO 80202 PH: 303-454-2450 FAX: 303-899-7333

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