In re: Colorado Sun Oil Processing LLC

IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF COLORADO

Civil Action No. 10-cv-2755-AP

IN RE COLORADO SUN OIL PROCESS LLC,

EIN: 26-217087,

Debtor.

ROYAL ELECTRICAL SERVICES, INC.,

Appellant,

v.

HARVEY SENDER, Chapter 11 trustee, and SUNRICH LLC,

Appellees.

ORDER DENYING LEAVE FOR INTERLOCUTORY APPEAL

KANE, J.

This matter is before me on creditor Royal Electrical Services' Motion for Leave to pursue an interlocutory appeal of an order of the Bankruptcy Court issued on October 26, 2010. Royal precipitated the underlying bankruptcy proceeding by filing an involuntary bankruptcy petition against Debtor, and seeks now to challenge the Bankruptcy Court's October 26, 2010 entry of an Order granting a Stipulation between the Debtor's Chapter 11 Trustee and one of Debtor's co-owners, Sunrich. *See* Order Granting Stip. to Resolve Conditional Obj. to Debtor's Mot. for Entry of Order for Relief (Bankruptcy Docket No. 119). Royal's expressed concern is not with the Order itself, but

with the Bankruptcy Court's having approved the Stipulation without also denying as moot Sunrich's Motion to Dismiss Royal's involuntary petition. Royal contends the continued pendency of the Motion sets it up for an expected sanctions motion if the case

is later dismissed on its merits.

Royal's concern is not an appropriate basis for interlocutory appeal. Royal does

not indicate whether it has asked the Bankruptcy Court to declare the pending Motion to

Dismiss moot or that it has expressed its concerns that Sunrich is leveraging the Motion

to seek sanctions against Royal to the Bankruptcy Court. If and when the Bankruptcy

Court issues a final order on the Motion to Dismiss or on the feared sanctions, then an

appeal on the merits of such an order may be appropriate.

Exercising my discretion under 28 U.S.C. § 158(a)(3), I decline to allow Royal to

proceed on an interlocutory basis to appeal an eventuality that may never occur. The

Motion by Appellant Royal Electrical Services, Inc. for Leave to Appeal Pursuant to

Bankruptcy Rule 8003 (Doc. 1), is DENIED, and this Civil Action is DISMISSED.

Dated December 2, 2010.

s/John L. Kane

SENIOR U.S. DISTRICT JUDGE

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