

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY REGION 8 1595 WYNKOOP STREET DENVER, CO 80202-1129 Phone 800-227-8917 http://www.epa.gov/region08

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)) July 22, 2020 1:58 PM

DOCKET NO.: TSCA-08-2020-0004

Received by EPA Region VIII

Hearing Clerk

IN THE MATTER OF:

STERLING STEEL, LLC

FINAL ORDER

RESPONDENT

Pursuant to 40 C.F.R. § 22.13(b) and §§ 22.18(b)(2) and (3) of EPA's Consolidated Rules of Practice, the Expedited Settlement Agreement resolving this matter is hereby approved and incorporated by reference into this Final Order.

The Respondent is hereby **ORDERED** to comply with all of the terms of the Expedited Settlement Agreement, effective immediately upon filing this Expedited Settlement Agreement and Final Order.

SO ORDERED THIS ^{22nd} **DAY OF** ^{July} , 2020.

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Digitally signed by ELYANA SUTIN Date: 2020.07.22 13:57:12 -06'00'

Elyana Sutin Acting Regional Judicial Officer

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY REGION 8

Docket No.: TSCA-08-2020-0004

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EPA Region VIII

Hearing Clerk

IN THE MATTER OF:

Sterling Steel, LLC 7770 Newton Street Westminster, Colorado 80030

Respondent.

EXPEDITED SETTLEMENT AGREEMENT

Complainant, the authorized representative of the United States Environmental Protection Agency (EPA), and Respondent, Sterling Steel, LLC, hereby consent and agree as follows:

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I. AUTHORITY

- This Expedited Settlement Agreement (the Agreement) is being entered into by the EPA, by its duly delegated officials, and by Respondent for the purpose of simultaneously commencing and concluding this matter, as authorized by 40 C.F.R. § 22.13(b), and pursuant to 40 C.F.R. § 22.18(b)(2) and (3).
- The EPA has jurisdiction over this matter pursuant to sections 16 and 409 of the Toxic Substances Control Act (TSCA), 15 U.S.C. §§ 2615, 2689, and the regulations promulgated under TSCA Subchapter IV, as set forth at 40 C.F.R. part 745.

II. STATUTORY AND REGULATORY BACKGROUND

- 3. As directed by section 402(c) of TSCA, the EPA promulgated the Renovation, Repair, and Painting (RRP) Rule, codified at 40 C.F.R. part 745, subpart E, with the purpose of protecting the public from lead-based paint hazards associated with renovation, repair, and painting activities.
- 4. The RRP Rule requires that individuals performing renovations for compensation in target housing are properly trained, renovators and firms that perform renovations are certified, and the work practice standards at 40 C.F.R. § 745.85 are followed during renovations.
- 5. "Target housing" means any housing constructed prior to 1978, except for housing for the elderly or persons with disabilities (unless any child who is less than 6 years of age resides or is expected to reside in such housing) or any zero-bedroom dwelling. 15 U.S.C. § 2681(17).
- 6. "Renovation" means the modification of any existing structure, or portion thereof, that results in the disturbance of painted surfaces, unless that activity is performed as part of an abatement as defined at 40 C.F.R. § 745.223. 40 C.F.R. § 745.83.

7. Failure to comply with any provision of the RRP Rule, 40 C.F.R. part 745, subpart E, constitutes a violation of section 409 of TSCA, 15 U.S.C. § 2689. Section 16 of TSCA, 15 U.S.C. § 2615, as modified by 40 C.F.R. part 19, authorizes the EPA to assess a civil penalty of up to \$40,576 for each violation of section 409. 85 Fed. Reg. 1754 (Jan. 13, 2020).

III. <u>RESPONDENT</u>

- 8. Respondent is a "person" for purposes of sections 16 and 409 of TSCA, 15 U.S.C. §§ 2615, 2689.
- 9. Respondent is a "firm" as that term is defined in 40 C.F.R. § 745.83.

IV. ALLEGED VIOLATIONS

- 10. On April 30, 2019, an authorized representative of the EPA inspected Respondent's jobsite at 1186 South Elizabeth Street, Denver, Colorado (Jobsite), to determine compliance with the RRP Rule, 40 C.F.R. part 745, subpart E.
- 11. The Jobsite is a residential property constructed prior to 1978 and is "target housing" as that term is defined in section 401 of TSCA, 15 U.S.C. § 2681.
- 12. Respondent conducted a "renovation" as that term is defined at 40 C.F.R. § 745.83, by conducting remodeling activities including the removal of walls, trim and various painted surfaces throughout the Jobsite.
- 13. Firms performing renovations on target housing must apply to the EPA for certification pursuant to 40 C.F.R. § 745.89(a).
- 14. Respondent failed to obtain initial certification from the EPA prior to performing a renovation on target housing, as required by 40 C.F.R. § 745.89(a).
- 15. Respondent's failure to obtain initial certification constitutes a violation of 40 C.F.R. § 745.81(a)(2)(ii) and section 409 of TSCA, 15 U.S.C. § 2689.
- 16. Firms performing renovations on target housing must retain all records necessary to demonstrate compliance with the RRP Rule for a period of three (3) years following the completion of the renovation activities, as required by 40 C.F.R. § 745.86(a).
- 17. The EPA found that Respondent was unable to provide records documenting compliance with the RRP Rule for work at the Jobsite, as required by 40 C.F.R. § 745.86(a).
- 18. Respondent's failure to keep records demonstrating compliance with the RRP Rule constitutes a violation of 40 C.F.R. § 745.86(a) and sections 15 and 409 of TSCA, 15 U.S.C. §§ 2614, 2689.

V. SETTLEMENT

19. The EPA and Respondent agree that settlement of this matter is in the public interest, and the EPA and Respondent agree that execution of this Agreement and issuance of a final order without further

litigation and without adjudication of any issue of fact or law, is the most appropriate means of resolving this matter.

- 20. Pursuant to section 16 of TSCA, 15 U.S.C. § 2615, and based in part on the size of Respondent's business, the nature, circumstances, extent and gravity of the violations alleged, and other relevant factors, the EPA agrees that an appropriate civil penalty to settle this matter is two thousand dollars (\$2,000).
- 21. By signing this Agreement, Respondent certifies that: (1) the alleged violations listed in the Agreement have been corrected, and Respondent has submitted true and accurate documentation of such correction; (2) Respondent has provided payment of the civil penalty; and (3) Respondent releases that penalty to the EPA upon incorporation of the Agreement into a final order.

Within thirty (30) days of the date of issuance of the final order, Respondent must make payment in this amount by any of the methods provided on the website https://www.epa.gov/financial/makepayment. Within 24 hours of payment, the Respondent shall also send proof of payment to each of the following:

Britta Copt (8ENF-AT-P) U.S. EPA Region 8 copt.britta@epa.gov

and

Melissa Haniewicz, Regional Hearing Clerk U.S. EPA Region 8 haniewicz.melissa@epa.gov

The following Payment Number for this Agreement must be included on the payment: ESA-R8-TSCA

- 22. Respondent agrees that the penalty specified in this Agreement and any interest paid shall not be deductible for purposes of local, state, or federal taxes.
- 23. This settlement is subject to the following terms and conditions with respect to the violations alleged:
 - a. Respondent, by signing below, admits the jurisdictional allegations of the Agreement, neither admits nor denies the specific factual allegations contained in the Agreement and consents to the assessment of the penalty as stated above.
 - b. Each party to this action shall bear its own costs and attorney fees, if any.
 - c. Payment by Respondent shall constitute a waiver of any and all available rights to judicial or administrative review or other remedies that the Respondent may have, with respect to any issue of fact or law or any terms and conditions set forth in this Agreement, including any right to appeal the final order.

- 24. This Agreement, upon incorporation into a final order by the Regional Judicial Officer and full satisfaction by the parties, shall only resolve Respondent's liability for Federal civil penalties for the violations and facts alleged in this Agreement.
- 25. This Agreement does not pertain to any matters other than those expressly specified herein. The EPA reserves, and this Agreement is without prejudice to, all rights against Respondent with respect to all other matters, including but not limited to, the following:
 - a. Claims based on a failure by Respondent to meet a requirement of this Agreement, including any claims for costs which are caused by Respondent's failure to comply with this Agreement;
 - b. Claims based on criminal liability; and,
 - c. Claims based on any other violations of TSCA or federal or state law.
- 26. If the signed original Agreement with an attached copy of the check is not returned to the EPA at the above address in correct form by Respondent within thirty (30) days of the date of Respondent's receipt of this Agreement, the Agreement may be withdrawn without prejudice to the EPA's ability to file an enforcement action for the violations alleged in the Agreement.
- 27. This Agreement, upon incorporation into a final order, applies to and is binding upon the EPA and upon Respondent and Respondent's successors or assigns. Any change in ownership or corporate status of Respondent, including, but not limited to, any transfer of assets or real or personal property, shall not alter Respondent's responsibilities under this Agreement. This Agreement contains all terms of the settlement agreed to by the Parties.
- 28. The undersigned representative of Respondent certifies that he/she is fully authorized to enter into the terms and conditions of the Agreement and to bind Respondent to the terms and conditions of this Agreement.
- 29. Nothing in this Agreement shall relieve Respondent of the duty to comply with TSCA and its implementing regulations.
- 30. The Parties agree to submit this Agreement to the Regional Judicial Officer with a request that it be incorporated into a final order.
- 31. The parties consent to service of this Agreement and any final order approving it by e-mail at the following valid e-mail addresses: copt.britta@epa.gov (for Complainant), and <u>st-erling@</u> (for Respondent).

The foregoing Expedited Settlement Agreement In the Matter of Sterling Steel, LLC, is hereby stipulated, agreed, and approved for entry.

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY REGION 8,

DAVID By: COBB

Digitally signed by DAVID COBB Date: 2020.07.07 14:09:49 -06'00'

David Cobb, Supervisor Toxics and Pesticides Enforcement Section Enforcement and Compliance Assurance Division For the Complainant

Sterling Steel, LLC

Respondent

By:_____ Printed Name: Sterling Dyer

Date: _____

Date: <u>7-4-20</u>

CERTIFICATE OF SERVICE

The undersigned certifies that the attached **EXPEDITED SETTLEMENT AGREEMENT** and the **FINAL ORDER** in the matter of **STERLING STEEL**, **LLC**; **DOCKET NO.: TSCA-08-2020-0004** was filed with the Regional Hearing Clerk on July 22, 2020.

Further, the undersigned certifies that a true and correct copy of the documents were emailed to, Shaula Eakins, Enforcement Attorney, and sent via certified receipt email on July 22, 2020, to:

Respondent

Sterling Dyer Sterling Steel, LLC sterling@sterlingsteel.com

EPA Financial Center

Jessica Chalifoux U. S. Environmental Protection Agency Cincinnati Finance Center Chalifoux.Jessica@epa.gov

July 22, 2020

MELISSA Digitally signed by MELISSA HANIEWICZ HANIEWICZ Date: 2020.07.22 14:32:32 -06'00'

Melissa Haniewicz Regional Hearing Clerk