UNITED STATES
ENVIRONMENTAL PROTECTION
AGENCY-REGION 7

2012 DEC - 6 AM 8: 46

## U. S. ENVIRONMENTAL PROTECTION AGENCY REGION 7

# 11201 RENNER BOULEVARD LENEXA, KANSAS 66219 BEFORE THE ADMINISTRATOR

	)	
In the Matter of	)	Docket No. TSCA-07-2012-0021
	)	
Obed Oas	)	
Bellevue, Nebraska	)	
	)	
Respondent	)	

### CONSENT AGREEMENT AND FINAL ORDER

The U.S. Environmental Protection Agency (EPA), Region 7 and Obed Oas (Respondent) have agreed to a settlement of this action before filing of a Complaint, and thus this action is simultaneously commenced and concluded pursuant to Rules 22.13(b) and 22.18(b)(2) of the Consolidated Rules of Practice Governing the Administrative Assessment of Civil Penalties, Issuance of Compliance or Corrective Action Orders, and the Renovation, Termination or Suspension of Permits (Consolidated Rules), 40 C.F.R. §§ 22.13(b) and 22.18(b)(2).

#### Section I

## **Jurisdiction**

- 1. This proceeding is an administrative action for the assessment of civil penalties instituted pursuant to Section 16(a) of the Toxic Substances Control Act (TSCA), 15 U.S.C. § 2615(a).
- 2. This Consent Agreement and Final Order serves as notice that EPA has reason to believe that Respondent has violated Section 409 of TSCA, 15 U.S.C. § 2689, by failing to comply with the regulatory requirements of 40 C.F.R. Part 745, Subpart F, *Disclosure of Known Lead-Based Paint and/or Lead-Based Paint Hazards Upon Sale or Lease of Residential*

Property, promulgated pursuant to Section 1018 of the Residential Lead-Based Paint Hazard Reduction Act of 1992, 42 U.S.C. § 4852d.

#### Section II

#### **Parties**

- 3. The Complainant, by delegation from the Administrator of EPA and the Regional Administrator, EPA, Region 7, is the Chief, Toxics and Pesticides Branch, EPA, Region 7.
- 4. The Respondent is Oas Obed, a residential housing lessor located in Bellevue, Nebraska.

#### Section III

## Statutory and Regulatory Background

(the Act), 42 U.S.C. §§ 4851 to 4856, to address the need to control exposure to lead-based paint hazards. The Act amended TSCA by adding Sections 401 to 412, 15 U.S.C. §§ 2681 to 2692. Section 1018 of the Act required EPA and the Department of Housing and Urban Development (HUD) to jointly issue regulations requiring the disclosure of known lead-based paint and/or lead-based paint hazards by persons selling or leasing housing constructed before the phaseout of residential lead-based paint use in 1978. The regulations, issued March 6, 1996, and codified at 40 C.F.R. Part 745 Subpart F, require that sellers and lessors of most residential housing built before 1978: a) disclose the presence of known lead-based paint and/or lead-based paint hazards in the target housing; b) provide purchasers and lessees with any available records or reports pertaining to the presence of lead-based paint and/or lead-based paint hazards; c) provide purchasers and lessees with a federally approved lead hazard information pamphlet; d) provide purchasers with a 10-day opportunity to conduct a risk assessment or inspection for the presence

of lead-based paint and/or lead-based paint hazards before the purchaser is obligated under any purchase contract; and e) include certain disclosure and acknowledgment language in the sales or leasing contract. The failure or refusal to comply with the regulations is a violation of Section 1018 of the Act and Section 409 of TSCA.

#### **Section IV**

# **General Factual Allegations**

- 6. Respondent is, and at all times referred to herein was, a "person" within the meaning of TSCA.
- 7. Respondent is the "lessor" as defined by 40 C.F.R. § 745.103, for the lease of 2604 Camden Avenue, Omaha, Nebraska (the Property).
  - 8. The Property was constructed before 1978.
  - 9. The Property is "target housing" as defined by 40 C.F.R. § 745.103.

#### **Violations**

10. The Complainant hereby states and alleges that Respondent has violated TSCA and federal regulations promulgated thereunder, as follows:

#### Count 1

- 11. The facts stated in Paragraphs 6 through 9 above are herein incorporated.
- 12. On October 4, 2006, the Douglas County Health Department issued a Lead Hazard Risk Assessment for the Property. The Hazard Risk Assessment documented the presence of lead-based paint in the dining room, kitchen, west bedroom and front porch. Window sills exhibited the highest levels of lead.
- 13. A copy of the Hazard Risk Assessment was sent to Respondent on or about October 16, 2006.

- 14. Respondent entered into a contract to lease the target housing unit located at 2604 Camden Avenue on or about March 1, 2011. Respondent failed to disclose on the disclosure form the presence of any known lead-based paint and/or lead-based paint hazards in the Property to the lessee prior to obligation.
- 15. Respondent initialed the portion of the disclosure form which stated "Lessor has no knowledge of lead-based paint and/or lead-based paint hazards in the housing."
- 16. Respondent's failure to perform the acts indicated in Paragraph 14 is a violation of 40 C.F.R. § 745.107, and in accordance with 40 C.F.R. § 745.118(e), violations of Section 1018 of the Act, 42 U.S.C. § 4852d, and Section 409 of TSCA, 15 U.S.C. § 2689, and thus Respondent is subject to civil penalties under Section 16 of TSCA, 15 U.S.C. § 2615.

#### Section V

# **Consent Agreement**

- 17. For purposes of this proceeding, Respondent admits the jurisdictional allegations set forth above.
  - 18. Respondent neither admits nor denies the factual allegations set forth above.
- 19. Respondent waives its right to contest any issue of fact or law set forth above and its right to appeal the Final Order accompanying this Consent Agreement.
- 20. Respondent and EPA agree to conciliate this matter without the necessity of a formal hearing and to bear their respective costs and attorney's fees.
- 21. Respondent certifies by the signing of this Consent Agreement and Final Order that it is presently in compliance with all requirements of 40 C.F.R. Part 745, Subpart F.

- 22. The effect of settlement described in Paragraph 23 below is conditioned upon the accuracy of Respondent's representations to EPA, as memorialized in Paragraph 21 above of this Consent Agreement and Final Order.
- 23. Respondent consents to the issuance of the Final Order hereinafter recited and consents to the payment of the mitigated civil penalty of One Thousand Nine Hundred Eighty-Eight Dollars (\$1,988) for the violations alleged in this Consent Agreement and Final Order. Payment of this civil penalty in full shall resolve all civil and administrative claims for all violations of Section 409 of TSCA, 15 U.S.C. 2689 and 40 C.F.R. Subpart F alleged in this document.
- 24. Respondent understands that its failure to timely pay any portion of the civil penalty described in Paragraph 1 of the Final Order below may result in the commencement of a civil action in Federal District Court to recover the full remaining balance, along with penalties and accumulated interest. In such case, interest shall accrue thereon at the applicable statutory rate on the unpaid balance until such civil or stipulated penalty and any accrued interest are paid in full. A late payment handling charge of \$15 will be imposed after thirty (30) days and an additional \$15 will be charge for each subsequent thirty (30) day period. Additionally, as provided by 31 U.S.C. § 3717(e)(2), a six percent (6%) per annum penalty (late charge) may be assessed on any amount not paid within ninety (90) days of the due date.

#### Section VI

#### Final Order

Pursuant to the provisions of the Toxic Substances Control Act (TSCA), 15 U.S.C. §§ 2601-2692, and based upon the information set forth in the Consent Agreement accompanying this Final Order, IT IS HEREBY ORDERED THAT: 1. Respondent shall pay a civil penalty of One Thousand Nine Hundred Eighty-Eight Dollars (\$1,988.00) within thirty (30) days of the effective date of this Final Order. Such payment shall identify Respondent by name and docket number and shall be by certified or cashier's check made payable to the "United States Treasury" and sent to:

US Environmental Protection Agency Fines and Penalties Cincinnati Finance Center PO Box 979077 St. Louis, Missouri 63197-9000.

Wire transfers should be directed to the Federal Reserve Bank of New York:

Federal Reserve Bank of New York

ABA = 021030004

Account = 68010727

SWIFT address = FRNYUS33

33 Liberty Street

New York, NY 10045

Field Tag 4200 of the Fedwire message should read
"D 68010727 Environmental Protection Agency"

2. A copy of the check or other information confirming payment shall simultaneously be sent to the following:

Regional Hearing Clerk
U.S. Environmental Protection Agency, Region 7
11201 Renner Boulevard
Lenexa, Kansas 66219; and

Kelley Catlin, Attorney Office of Regional Counsel U.S. Environmental Protection Agency, Region 7 11201 Renner Boulevard Lenexa, Kansas 66219.

3. Respondent and Complainant shall each bear their own costs and attorneys' fees incurred as a result of this matter.

# RESPONDENT Obed Oas

Date: 11-27-12	Ву:	By: Class		
	Print Name:	OBEO	OAS	
	Title:	OWHER		

# COMPLAINANT U. S. ENVIRONMENTAL PROTECTION AGENCY

Date: 12/3/12

Jamie Green, Chief

Toxics and Pesticides Branch

Water, Wetlands, and Pesticides Division

Date: 11/29/12

Kelley **E**atlin

Office of Regional Counsel

IT IS SO ORDERED. This Order shall become effective immediately.

Date: 12/6/12

KARINA BORROMEO

Regional Judicial Officer

U.S. Environmental Protection Agency, Region 7

# IN THE MATTER OF Obed Oas, Respondent Docket No. TSCA-07-2012-0021

### CERTIFICATE OF SERVICE

I certify that a true and correct copy of the foregoing Order was sent this day in the following manner to the addressees:

Copy hand delivered to Attorney for Complainant:

Kelley Catlin Assistant Regional Counsel Region 7 United States Environmental Protection Agency 11201 Renner Blvd. Lenexa, Kansas 66219

Copy by First Class Mail to:

Obed Oas 3110 Annabelle Drive Bellevue, NE 68123

Dated:

Kathy Robinson

Hearing Clerk, Region 7