RECEIVED

19 AUG 13 AM 11: 33

HEARINGS CLERK

BEFORE THE UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

In the Matter of:) DOCKET NO. FIFRA-10-2019-0065
WOOD TEC, INC., d/b/a WOOD CARE SYSTEMS,) CONSENT AGREEMENT
Kirkland, Washington,))
Respondent.	j

I. <u>STATUTORY AUTHORITY</u>

- 1.1. This Consent Agreement is issued under the authority vested in the Administrator of the U.S. Environmental Protection Agency ("EPA") by Section 14(a) of the Federal Insecticide, Fungicide, and Rodenticide Act ("FIFRA"), 7 U.S.C. § 136*l*(a).
- 1.2. Pursuant to Section 14(a) of FIFRA, 7 U.S.C. § 136*l*(a), and in accordance with the "Consolidated Rules of Practice Governing the Administrative Assessment of Civil Penalties," 40 C.F.R. Part 22, EPA issues, and Wood Tec, Inc., d/b/a Wood Care Systems ("Respondent") agrees to issuance of, the Final Order attached to this Consent Agreement ("Final Order").

In the Matter of: WOOD TEC, INC., d/b/a WOOD CARE

SYSTEMS

Docket Number: FIFRA-10-2019-0065

Consent Agreement

Page 1 of 10

II. PRELIMINARY STATEMENT

2.1. In accordance with 40 C.F.R. §§ 22.13(b) and 22.18(b), issuance of this Consent Agreement commences this proceeding, which will conclude when the Final Order becomes

effective.

2.2. The Director of the Enforcement and Compliance Assurance Division, EPA Region 10 ("Complainant") has been delegated the authority pursuant to Section 14(a) of FIFRA, 7 U.S.C. § 136*l*(a), to sign consent agreements between EPA and the party against whom an administrative penalty for violations of FIFRA is proposed to be assessed.

2.3. Part III of this Consent Agreement contains a concise statement of the factual and legal basis for the alleged violations of FIFRA together with the specific provisions of FIFRA and the implementing regulations that Respondent is alleged to have violated.

III. <u>ALLEGATIONS</u>

- 3.1. Section 2(s) of FIFRA, 7 U.S.C. § 136(s), defines a "person" as "any individual, partnership, association, corporation, or any organized group of persons whether incorporated or not."
- 3.2. Respondent is incorporated in the State of Washington. Therefore, Respondent is a "person" as that term is defined in Section 2(s) of FIFRA, 7 U.S.C. § 136(s).
- 3.3. Section 2(u) of FIFRA, 7 U.S.C. § 136(u), defines a "pesticide," in part, as "any substance or mixture of substances intended for preventing, destroying, repelling, or mitigating any pest."
- 3.4. The regulation at 40 C.F.R. § 152.15 states that "a substance is considered to be intended for a pesticidal purpose, and thus to be a pesticide requiring registration, if: (a) the

In the Matter of: WOOD TEC, INC., d/b/a WOOD CARE

SYSTEMS

Docket Number: FIFRA-10-2019-0065

Consent Agreement Page 2 of 10

person who distributes or sells the substance claims, states, or implies (by labeling or otherwise)

that the substance can or should be used as a pesticide; . . . (b) the substance consists of or

contains one or more active ingredients and has no significant commercially valuable use as

distributed or sold other than use for pesticidal purpose (by itself or in combination with any

other substances), [or] use for manufacture of a pesticide; ... or (c) the person who distributes or

sells the substance has actual or constructive knowledge that the substance will be used, or is

intended to be used, for a pesticidal purpose."

Respondent's product "Bor-8-Rods" (EPA Reg. No. 70114-1) is a pesticide as 3.5.

defined by Section 2(u) of FIFRA, 7 U.S.C. § 136(u).

Distribution or Sale of a Misbranded Pesticide

Section 2(gg) of FIFRA, 7 U.S.C § 136(gg), defines "to distribute or sell" as "to 3.6.

distribute, sell, offer for sale, hold for distribution, hold for sale, hold for shipment, ship, deliver

for shipment, release for shipment, or receive and (having so received) deliver or offer to

deliver."

The regulation at 40 C.F.R. § 152.3 further defines "distribute or sell" as "the acts 3.7.

of distributing, selling, offering for sale, holding for sale, shipping, holding for shipment,

delivering for shipment, or receiving and (having so received) delivering or offering to deliver,

or releasing for shipment to any person in any State."

Section 2(p) of FIFRA, 7 U.S.C. § 136(p), defines "label" as "the written, printed, 3.8.

or graphic matter on, or attached to, the pesticide or device or any of its containers or wrappers."

This section also defines "labeling" as "all labels and all other written, printed, or graphic matter

In the Matter of: WOOD TEC, INC., d/b/a WOOD CARE

U.S. Environmental Protection Agency 1200 Sixth Avenue, Suite 155, 11-C07 Seattle, Washington 98101

(206) 553-1037

- (A) accompanying the pesticide or device at any time; or (B) to which reference is made on the label or in literature accompanying the pesticide or device."
- 3.9. Under Section 2(q)(1)(D) of FIFRA, 7 U.S.C. § 136(q)(1)(D), a pesticide is misbranded if, "its label does not bear the registration number assigned under section 7 to each establishment in which it was produced."
- 3.10. Under Section 2(q)(1)(E) of FIFRA, 7 U.S.C. § 136(q)(1)(E), a pesticide is misbranded if, "any word, statement, or other information required by or under authority of [FIFRA] to appear on the label or labeling is not prominently placed thereon with such conspicuousness (as compared with other words, statements, designs, or graphic matter in the labeling) and in such terms as to render it likely to be read and understood by the ordinary individual under customary conditions of purchase and use."
- 3.11. Under Section 2(q)(1)(F) of FIFRA, 7 U.S.C. § 136(q)(1)(F), a pesticide is misbranded if, "the labeling accompanying it does not contain directions for use which are necessary for effecting the purpose for which the product is intended and if complied with, together with any requirements imposed under section [3(d) of FIFRA], is adequate to protect health and the environment."
- 3.12. Under Section 2(q)(1)(G) of FIFRA, 7 U.S.C. § 136(q)(1)(G), a pesticide is misbranded if, "the label does not contain a warning or caution statement which may be necessary and if complied with, together with any requirements imposed under section [3(d) of FIFRA], are adequate to protect health and the environment."
- 3.13. Under Section 2(q)(2)(A) of FIFRA, 7 U.S.C. § 136(q)(2)(A), a pesticide is misbranded if, "the label does not bear an ingredient statement on that part of the immediate

In the Matter of: WOOD TEC, INC., d/b/a WOOD CARE

SYSTEMS

Docket Number: FIFRA-10-2019-0065

Consent Agreement

Page 4 of 10

container (and on the outside container or wrapper of the retail package, if there be one, through which the ingredient statement on the immediate container cannot be clearly read) which is presented or displayed under customary conditions of purchase."

- 3.14. Under Section 2(q)(2)(C)(iv) of FIFRA, 7 U.S.C. § 136(q)(2)(C)(iv), a pesticide is misbranded if, "there is not affixed to its container, and to the outside container or wrapper of the retail package, if there be one, through which the required information on the immediate container cannot be clearly read, a label bearing, when required by regulation of the Administrator to effectuate the purposes of [FIFRA], the registration number assigned to the pesticide under [FIFRA], and the use classification."
- 3.15. The regulations at 40 C.F.R. Part 156 require, among other things, that every pesticide product label bear a product registration number, a producer establishment number, an ingredient statement, hazard and precautionary statements, directions for use, and container labeling statements.
- 3.16. In accordance with Section 12(a)(1)(E) of FIFRA, 7 U.S.C. § 136j(a)(1)(E), it shall be unlawful for any person in any State to distribute or sell to any person any pesticide which is adulterated or misbranded.

Failure to File Reports Required by FIFRA

- 3.17. The importation of pesticides into the United States is governed by Section 17(c) and (e) of FIFRA, 7 U.S.C. § 136o(c) and (e), and the regulations found at 19 C.F.R. Part 12.
- 3.18. 19 C.F.R. § 12.111 states in part that certain imported pesticides are required to be registered under the provisions of Section 3 of FIFRA, 7 U.S.C. § 136a, and under the regulations at 40 C.F.R. Part 152 before being permitted entry into the United States.

In the Matter of: WOOD TEC, INC., d/b/a WOOD CARE

SYSTEMS

Docket Number: FIFRA-10-2019-0065

Consent Agreement

Page 5 of 10

3.19. 19 C.F.R. § 12.112 states in part that an importer desiring to import pesticides into

the United States shall submit to the Administrator, prior to the arrival of the shipment in the

United States, a Notice of Arrival of Pesticides and Devices (EPA Form 3540-1 or NOA).

3.20. Section 12(a)(2)(N) of FIFRA, 7 U.S.C. § 136j(a)(2)(N), states that it shall be

unlawful for any person who is a registrant, wholesaler, dealer, retailer or other distributor to fail

to file reports required by FIFRA.

COUNT 1

3.21. On or about August 31, 2017, Respondent "imported" and "distributed or sold"

the pesticide product "Bor-8-Rods," EPA Reg. No. 70114-1, as defined in Section 2(gg) of

FIFRA, 7 U.S.C. § 136(gg).

3.22. The Bor-8-Rods labeling was missing information required under Section 2 of

FIFRA, 7 U.S.C. § 136, and 40 C.F.R. Part 156, including its EPA Registration Number, its EPA

Establishment Number, an ingredient statement, hazard and precautionary statements, directions

for use, and container labeling.

3.23. Respondent violated Section 12(a)(1)(E) of FIFRA, 7 U.S.C. § 136j(a)(1)(E), by

distributing or selling a pesticide that was misbranded.

COUNT 2

3.24. On or about August 31, 2017, Respondent failed to file an NOA for the pesticide

"Bor-8-Rods," prior to its arrival in the United States.

3.25. Respondent is a registrant, wholesaler, dealer, retailer, or other distributor subject

to Section 12(a)(2)(N) of FIFRA, 7 U.S.C. § 136j(a)(2)(N).

In the Matter of: WOOD TEC, INC., d/b/a WOOD CARE

SYSTEMS

Docket Number: FIFRA-10-2019-0065

U.S. Environmental Protection Agency 1200 Sixth Avenue, Suite 155, 11-C07 Seattle, Washington 98101

(206) 553-1037

3.26. Respondent violated Section 12(a)(2)(N) of FIFRA, 7 U.S.C. § 136j(a)(2)(N), by

failing to file an NOA, a report required by FIFRA.

ENFORCEMENT AUTHORITY

3.27. Pursuant to Section 14(a)(1) of FIFRA, 7 U.S.C. § 136l(a)(1), and 40 C.F.R.

Part 19, EPA may assess a civil penalty of not more than \$19,936 for each offense.

IV. TERMS OF SETTLEMENT

4.1. Respondent admits the jurisdictional allegations of this Consent Agreement.

4.2. Respondent neither admits nor denies the specific factual allegations contained in

this Consent Agreement.

4.3. In determining the amount of penalty to be assessed, EPA has taken into account

the factors specified in Section 14(a)(4) of FIFRA, 7 U.S.C. § 136l(a)(4). After considering all

of these factors, EPA has determined and Respondent agrees that an appropriate penalty to settle

this action is \$4,163 (the "Assessed Penalty").

Respondent agrees to pay the Assessed Penalty within 30 days of the effective 4.4.

date of the Final Order.

4.5. Payments under this Consent Agreement and the Final Order may be paid by

check (mail or overnight delivery), wire transfer, ACH, or online payment. Payment instructions

are available at: http://www2.epa.gov/financial/makepayment. Payments made by a cashier's

check or certified check must be payable to the order of "Treasurer, United States of America"

and delivered to the following address:

In the Matter of: WOOD TEC, INC., d/b/a WOOD CARE

U.S. Environmental Protection Agency Fines and Penalties Cincinnati Finance Center P.O. Box 979077 St. Louis, Missouri 63197-9000

Respondent must note on the check the title and docket number of this action.

4.6. Concurrently with payment, Respondent must serve photocopies of the check, or proof of other payment method, described in Paragraph 4.5 on the Regional Hearing Clerk and EPA Region 10 at the following addresses:

Regional Hearing Clerk
U.S. Environmental Protection Agency
Region 10, 11-C07
1200 Sixth Avenue, Suite 155
Seattle, Washington 98101
young.teresa@epa.gov

Andrew Landry
U.S. Environmental Protection Agency
Region 10, 20-C04
1200 Sixth Avenue, Suite 155
Seattle, Washington 98101
landry.andrew@epa.gov

- 4.7. If Respondent fails to pay any portion of the Assessed Penalty in full by its due date, the entire unpaid balance of the Assessed Penalty and accrued interest shall become immediately due and owing. If such a failure to pay occurs, Respondent may be subject to a civil action under Section 14(a)(5) of FIFRA, 7 U.S.C. § 136l(a)(5), to collect any unpaid penalties, together with interest, handling charges, and nonpayment penalties, as set forth below.
- 4.8. If Respondent fails to pay any portion of the Assessed Penalty in full by its due date, Respondent shall also be responsible for payment of the following amounts:
 - a. Interest. Pursuant to 31 U.S.C. § 3717(a)(1), any unpaid portion of the Assessed Penalty shall bear interest at the rate established by the Secretary of the Treasury from the effective date of the Final Order contained herein, provided, however, that no interest shall be payable on any portion of the Assessed Penalty that is paid within 30 days of the effective date of the Final Order contained herein.

In the Matter of: WOOD TEC, INC., d/b/a WOOD CARE

SYSTEMS

Docket Number: FIFRA-10-2019-0065

Consent Agreement Page 8 of 10

b. Handling Charge. Pursuant to 31 U.S.C. § 3717(e)(1), a monthly handling

charge of \$15 shall be paid if any portion of the Assessed Penalty is more than 30 days

past due.

c. Nonpayment Penalty. Pursuant to 31 U.S.C. § 3717(e)(2), a nonpayment

penalty of 6% per annum shall be paid on any portion of the Assessed Penalty that is

more than 90 days past due, which nonpayment shall be calculated as of the date the

underlying penalty first becomes past due.

4.9. The Assessed Penalty, including any additional costs incurred under

Paragraph 4.8, represents an administrative civil penalty assessed by EPA and shall not be

deductible for purposes of federal taxes.

4.10. The undersigned representative of Respondent certifies that he or she is

authorized to enter into the terms and conditions of this Consent Agreement and to bind

Respondent to this document.

4.11. Except as described in Paragraph 4.8, each party shall bear its own costs and

attorneys' fees in bringing or defending this action.

4.12. For the purposes of this proceeding, Respondent expressly waives any affirmative

defenses and the right to contest the allegations contained in the Consent Agreement and to

appeal the Final Order.

4.13. The provisions of this Consent Agreement and the Final Order shall bind

Respondent and its agents, servants, employees, successors, and assigns.

- 4.14. Respondent consents to the issuance of any specified compliance or corrective action order, to any conditions specified in this consent agreement, and to any stated permit action.
- 4.15. The above provisions in Part IV are STIPULATED AND AGREED upon by Respondent and EPA Region 10.

T			_	-	
11	Δ		Н.	ı١	
IJ	Γ	4.	100	J	

7/31/19

FOR RESPONDENT:

JIM RENFROE, President

Wood Tec, Inc., d/b/a Wood Care Systems

DATED:

8/6/2019

FOR COMPLAINANT:

EDWARD J. KOWALSKI, Director

Enforcement and Compliance Assurance Division

EPA Region 10

BEFORE THE UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

In the Matter of:	DOCKET NO. FIFRA-10-2019-0065
WOOD TEC, INC., d/b/a WOOD CARE SYSTEMS,) FINAL ORDER
Kirkland, Washington,))
Respondent.	

- 1.1. The Administrator has delegated the authority to issue this Final Order to the Regional Administrator of EPA Region 10, who has redelegated this authority to the Regional Judicial Officer in EPA Region 10.
- 1.2. The terms of the foregoing Consent Agreement are ratified and incorporated by reference into this Final Order. Respondent is ordered to comply with the terms of settlement.
- 1.3. The Consent Agreement and this Final Order constitute a settlement by EPA of all claims for civil penalties under FIFRA for the violations alleged in Part III of the Consent Agreement. In accordance with 40 C.F.R. § 22.31(a), nothing in this Final Order shall affect the right of EPA or the United States to pursue appropriate injunctive or other equitable relief or criminal sanctions for any violations of law. This Final Order does not waive, extinguish, or otherwise affect Respondent's obligations to comply with all applicable provisions of FIFRA and regulations promulgated or permits issued thereunder.

In the Matter of: WOOD TEC, INC., d/b/a WOOD CARE

SYSTEMS

Docket Number: FIFRA-10-2019-0065

Final Order Page 1 of 2

1.4. This Final Order shall become effective upon filing with the Regional Hearing Clerk.

SO ORDERED this \34h day of August, 2019.

RICHARD MEDNICK
Regional Judicial Officer

EPA Region 10

In the Matter of: WOOD TEC, INC., d/b/a WOOD CARE

SYSTEMS

Docket Number: FIFRA-10-2019-0065

Final Order Page 2 of 2

Certificate of Service

The undersigned certifies that the original of the attached CONSENT AGREEMENT AND FINAL ORDER, In the Matter of: Wood Tec, Inc., d/b/a Wood Care Systems, Docket No.: FIFRA-10-2019-0065, was filed with the Regional Hearing Clerk and served on the addressees in the following manner on the date specified below:

The undersigned certifies that a true and correct copy of the document was delivered to:

Danielle Meinhardt U.S. Environmental Protection Agency Region 10, 11-C07 1200 Sixth Avenue, Suite 155 Seattle, Washington 98101

Further, the undersigned certifies that a true and correct copy of the aforementioned document was placed in the United States mail certified/return receipt to:

Jim Renfroe President Wood Tec, Inc., d/b/a Wood Care Systems 719 Kirkland Avenue Kirkland, Washington 98083

DATED this 13 day of Angust, 2019.

TERESA YOUNG

Regional Hearing Clerk

EPA Region 10