UNITED STATES ENVIRONMENTAL PROTECTION AGENCY REGION 8

1595 Wynkoop Street DENVER, CO 80202-1129 Phone 800-227-8917 http://www.epa.gov/region08

Ref: 8ENF-UFO

MAY 0 8 2008

CERTIFIED MAIL.
RETURN RECEIPT REQUESTED

Jack A. Schuler
Registered Agent and President
Auto Pros & Avenger Four Wheel Drive. Inc.
Registered Agent
JEG Properties, LLC
220 Palm Springs Drive
Colorado Springs, CO 80921

Re: Proposed Compliance Order, Penalty Complaint,

And Notice Of Opportunity For Hearing

Docket No. SDWA-08-2008-0049

Dear Mr. Schuler:

Enclosed is a Proposed Compliance Order. Penalty Complaint, And Notice Of Opportunity For Hearing (complaint) issued by the Environmental Protection Agency (EPA) under the authority of the Safe Drinking Water Act (SDWA), 42 U.S.C. § 300h-2. The document describes how Auto Pros & Avenger Four Wheel Drive, Inc. (Avenger) and JEG Properties, LLC (JEG) have violated the SDWA and proposes both compliance requirements and the assessment of a civil penalty.

However, if Avenger and JEG fully comply with the compliance order requirements in a timely manner as set out in the complaint, EPA will settle this case without the assessment of a civil penalty. Please note that there are deadlines in the complaint that must be followed. The complaint is effective upon the receipt date and you have thirty (30) calendar days to file an answer to dispute the contents of the complaint.

If you have any technical questions, contact Britta Copt at the above address (with the mail code 8ENF-UFO) or by phone at (303) 312-6229. For legal questions, the attorney assigned to this matter is Jim Eppers, who can be reached at the above address (with the mailcode 8ENF-L) or by phone at (303) 312-6893.

We urge your prompt attention to this matter.

Sincerely.

Muchael T. Bigner Andrew M. Gaydosh

Assistant Regional Administrator Office of Enforcement, Compliance

and Environmental Justice

Enclosures:

Proposed Compliance Order, Penalty Complaint, and Notice of Opportunity for Hearing Part 22 Rules of Practice Public Notice U.S. EPA Small Business Resources Fact Sheet

bee: Britta Copt, 8ENF-UFO Jim Eppers, 8ENF-L

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY REGION 8



Docket No. SDWA-08-2008-0049

In the Matter of:	>	
Auto Pros & Avenger Four	3	PROPOSED COMPLIANCE ORDER,
Wheel Drive, Inc.)	PENALTY COMPLAINT, AND NOTICE OF
a Colorado corporation and)	OPPORTUNITY FOR HEARING
JEG Properties, LLC)	
a Colorado domestic limited)	
liability company;)	
Respondents.)	

INTRODUCTION

- 1. This Proposed Compliance Order, Penalty Complaint and Notice of Opportunity for Hearing (complaint) is authorized by Congress in section 1423 of the Public Health Service Act, commonly known as the Safe Drinking Water Act (the Act). 42 U.S.C. § 300h-2. The Environmental Protection Agency (EPA) regulations authorized by the statute are set out in part 144 of title 40 of the Code of Federal Regulations (C.F.R.), and violations of the statute, permits or EPA regulations constitute violations of the Act. The rules for this proceeding are the "Consolidated Rules of Practice Governing the Administrative Assessment of Civil Penalties, Issuance of Compliance or Corrective Action Orders and the Revocation, Termination or Suspension of Permits ("Rules of Practice")," 40 C.F.R. Part 22, a copy of which is enclosed.
- The undersigned EPA official has been properly delegated the authority to issue this complaint.
- EPA alleges that Auto Pros & Avenger Four Wheel Drive, Inc. and JEG Properties, LLC ("Respondents") have violated the regulations and therefore the Act, as more fully explained below.

NOTICE OF OPPORTUNITY FOR A HEARING

4. Respondents have the right to a public hearing before a presiding officer within the Agency to (1) disagree with any fact alleged by EPA in the complaint, (2) state the grounds for any legal defense or (3) disagree with the appropriateness of the proposed penalty.

5. To disagree with the complaint and assert Respondents' right to a hearing, Respondents must file a written answer (and one copy) with the Regional Hearing Clerk (1595 Wynkoop Street (8RC)); Denver, Colorado 80202) within thirty (30) calendar days of receiving this complaint. The answer must clearly admit, deny or explain the factual allegations of the complaint, the grounds for any defense, the facts Respondents may dispute, and Respondents' specific request for a public hearing. Please see section 22.15 of the Rules of Practice for a complete description of what must be in the answer. FAILURE TO FILE AN ANSWER AND REQUEST A HEARING WITHIN THIRTY (30) CALENDAR DAYS MAY WAIVE RESPONDENTS' RIGHT TO DISAGREE WITH THE ALLEGATIONS OR PROPOSED PENALTY, AND RESULT IN A DEFAULT JUDGMENT AND ASSESSMENT OF PENALTY UP TO THE MAXIMUM AUTHORIZED BY THE ACT.

SETTLEMENT NEGOTIATIONS

6. EPA encourages discussing whether cases can be settled through informal settlement conferences. If Respondents want to pursue the possibility of settling this matter, or has any other questions, contact the attorney listed at the end of this complaint. Please note that calling the attorney or requesting a settlement conference does NOT delay the running of the thirty (30) day period for filing an answer and requesting a hearing.

GENERAL ALLEGATIONS

The following general allegations apply to all times relevant to this action, and to each violation alleged in this complaint:

- Respondent, Auto Pros & Avenger Four Wheel Drive, Inc. (Avenger) is a corporation, incorporated in the State of Colorado and doing business in the State of Colorado.
- Respondent, JEG Properties, LLC (JEG) is a domestic limited liability company.
 incorporated in the state of Colorado and doing business in the State of Colorado.
- Respondents are "persons" as defined in the Act, and therefore subject to the requirements of the statute and/or regulations. 42 U.S.C. § 300f (11).
- Respondent Avenger operates the facility located at 4712 Austin Bluffs Parkway, Colorado Springs, Colorado ("facility").
- Respondent JEG owns the facility located at 4712 Austin Bluffs Parkway, Colorado Springs, Colorado.
- On August 30, 2002, EPA Region 8 received a completed Shallow Injection Well Inventory Request Form for the facility, prepared by Jack Schuler, President, representing Respondent Avenger dated August 27, 2002 (Inventory Form).

- 13. The Inventory Form indicated the existence of one septic system that receives wastes from both a sanitary system and a floor drain in the motor vehicle maintenance shop.
- 14. On June 20, 2007, authorized EPA employees entered the facility with consent to inspect it for compliance with the law.
- As of June 20, 2007, it was verified that Respondents owned and were operating a Class V Motor Vehicle Waste Disposal Well.
- 16. Respondents' disposal system, as identified in the inspection above, is classified as a "Class V Injection Well" as defined by 40 C.F.R. §§144.6 and 146.5. Respondents are subject to applicable requirements of 40 C.F.R. §§124, 144 and 146.
- 17. Lying underneath the disposal well are underground sources of drinking water (USDWs), including but not limited to unconsolidated sand and gravel aquifers approximately 100 feet below land surface.
 - 18. Respondents are in violation of:
 - (a) 40 C.F.R. §§ 144.12(a) and 144.82(a)(1) by owning, operating or maintaining a Class V disposal well which, through injection activity, allows the movement of fluid containing any contaminant into underground sources of drinking water, if the presence of that contaminant may cause a violation of any primary drinking water regulation or may otherwise adversely affect the health of persons; and
 - (b) 40 C.F.R. § 144.88(b) for operating a motor vehicle waste disposal well after the January 1, 2007 ban of all motor vehicle waste disposal wells.

Respondents' operation of the well in violation of the EPA regulations is therefore in violation of the Act, 42 U.S.C. § 3000h-2 (c)(1).

PROPOSED COMPLIANCE ORDER

Respondents shall:

(a) within thirty (30) calendar days of Respondents' receipt of this complaint, submit to EPA, in writing, a schedule for permanently closing the disposal well, and a plan for alternative disposal of the waste. If the closure includes the use of a holding tank, the plan must address the specific type, specifications and size of tank to be installed. EPA will promptly review the proposed plan and either approve it or provide Respondents with written comments;

- (b) within sixty (60) calendar days of the receipt of this complaint, permanently close the disposal well; and
- (c) within thirty (30) calendar days of completing this work, provide EPA with subsequent documentation of the closure.
 - 20. Respondents shall submit all documentation to:

Britta Campbell Copt (Mail Code 8ENF-UFO) U.S. EPA Region 8 1595 Wynkoop Street Denver, Colorado 80202

PROPOSED CIVIL PENALTY

- 21. If or an administrative proceeding, the Act authorizes the assessment of a civil penalty of up to \$11,000 per day, for each violation of the Act, up to a maximum of \$157,500. 42 U.S.C. § 3000h-2 (c)(1). The Act requires EPA to take into account appropriate factors in assessing a civil penalty, including the seriousness of the violations, the economic benefit resulting from the violations, any history of such violations, and good-faith efforts to comply with the requirements, the economic impact on the violators, and such other matters as justice may require.
- 22. As required by the Act, prior to the assessment of a civil penalty, EPA will provide public notice of the proposed penalty, and reasonable opportunity for the people to comment on the matter, and present evidence in the event a hearing is held 42 U.S.C. § 300h-2 (c)(3)(B).
- 23. To discuss settlement or ask any questions you may have about this case or process, please contact Jim Eppers, Enforcement Attorney, at 303-312-6893, or the address below.

United States Environmental Protection Agency Region 8, Office of Enforcement, Compliance and Environmental Justice 1595 Wynkoop Street (ENF-L)

Denver, CO 80202

Date: 5/7/08

By: Michael T. Bisner
Andrew M. Gaydosh

Assistant Regional Administrator Office of Enforcement, Compliance

And Environmental Justice

Auto Pros & Avenger Four Wheel Drive, Inc. JEG Properties, LLC

CERTIFICATE OF SERVICE

I hereby certify that the original and one true copy of this Proposed Compliance Order, Penalty Complaint and Notice of Opportunity for Hearing were hand carried to the Regional Hearing Clerk, EPA Region 8, 1595 Wynkoop Street, Denver, Colorado, and that a true copy was sent via Certified Mail: Return Receipt Requested to the following address:

Jack A. Schuler, Registered Agent and President Auto Pros & Avenger Four Wheel Drive, Inc. Registered Agent JEG Properties, LLC 220 Palm Springs Drive Colorado Springs, CO 80921

Dated:

Rv.

Sugan McDawa

U.S. ENVIRONMENTAL PROTECTION AGENCY PUBLIC NOTICE OPPORTUNITY FOR PUBLIC COMMENT ON PROPOSED COMPLIANCE ORDER, PENALTY COMPLAINT, AND

NOTICE OF OPPORTUNITY FOR HEARING AGAINST

AUTO PROS & AVENGER FOUR WHEEL DRIVE, INC. AND JEG PROPERTIES, LIC FOR FAILURE TO COMPLY WITH UNDERGROUND INJECTION CONTROL REGULATIONS

PURPOSE OF PUBLIC NOTICE

The purpose of this notice is to solicit written comments on a Proposed Compliance Order, Penalty Complaint, and Notice of Opportunity for Hearing (complaint) [Docket No. SDWA-08-2008-0049] that Region 8 of the United States Environmental Protection Agency (EPA) proposes to issue to Auto Pros & Avenger Four Wheel Drive, Inc. and JEG Properties, LLC for alleged violations at their automotive repair facility located in Colorado Springs, Colorado. The complaint alleges violations of the Safe Drinking Water Act (SDWA) and the regulations detailing the requirements of the SDWA's Underground Injection Control (UIC) program. These regulations govern the injection of fluids that may endanger an underground source of drinking water (USDW). The complaint proposes compliance requirements and monetary penalties for the alleged violations.

The EPA desires to receive written comments from any interested party having knowledge of the alleged violations or who can provide any information useful to ensure that the complaint is appropriate, EPA will review and consider all comments received, and will thereafter determine whether to modify or withdraw the complaint.

BACKGROUND

Part C of the SDWA (40 U.S.C. §300h et seq) requires the EPA to regulate underground injection of fluid through wells to assure that underground sources of drinking water (USDWs) are not endangered. Section 1421 of the SDWA (40 U.S.C. §300h) requires EPA to administer UIC programs in States that do not have approved State UIC programs. Regulation of the UIC Class V Program has not been delegated to the State of Colorado; therefore, EPA administers the program in accordance with title 40 of the Code of Federal Regulations (40 C.F.R.) parts 124, 144, 146, 147, and 148.

The Class V motor vehicle waste disposal well which is the subject of this complaint, is located at 4712 Austin Bluffs Parkway, Colorado Springs, Colorado. A Class V injection well, pursuant to 40 C.F.R. §§ 144.6 and 146.5, is a shallow injection well that injects fluids into or above a USDW.

The complaint alleges that Auto Pros & Avenger Four Wheel Drive, Inc. as operator of the facility, and JEG Properties, LLC, as owner of the facility, are in violation of UIC regulations and are

subject to appropriate penalties for failing to prevent movement of fluids into a USDW that may cause a violation of a primary drinking water regulation under 40 C.F.R. part 142 or otherwise adversely affect the health of persons. The complaint cites that EPA may assess an administrative civil penalty of up to \$11,000 per day, for each violation of the Act, up to a maximum of \$157,500 and proposes certain compliance measures, including the permanent closure of the well.

PUBLIC COMMENTS

Written comments on the complaint are encouraged and will be accepted at the address listed below for a period of thirty (30) calendar days after the publication of this notice. Written comments submitted by the public as well as information submitted by Auto Pros & Avenger Four Wheel Drive, Inc. and JEG Properties, LLC, will be available for public review as part of the Administrative Record, subject to the provisions of law restricting the disclosure of confidential information. Auto Pros & Avenger Four Wheel Drive, Inc. and JEG Properties, LLC may request a hearing. Any person submitting written comments will be notified of and has a right to participate in such a hearing. The complaint and the Administrative Record are available for review between 9:00 a.m. and 4:00 p.m. at the address listed below. It is recommended that those wishing to view the Administrative Record call Jim Eppers, Enforcement Attorney, Legal Enforcement Program, EPA Region 8, at (303) 312-6893 before visiting the EPA Region 8 offices. Please submit written comments to:

Tina Artemis (8RC) Regional Hearing Clerk U.S. EPA, Region 8 1595 Wynkoop Street Denver, Colorado 80202

Any person interested in receiving their own copy of this or any future public notice of a UIC administrative action can call Britta Copt in the UIC program. EPA Region 8, at (303) 312-6229.

THE DECISION

EPA will review and consider all public comments received on the public notice and will thereafter determine whether to modify or withdraw the complaint. If the complaint is revised, copies shall be provided to all parties and to all members of the public who have commented.

> Mark A.R. Chalfant, Director Technical Enforcement Program Office of Enforcement, Compliance and Environmental Justice U.S. EPA, Region 8

U.S. EPA, Region 8 1595 Wynkoop Street Denver, CO 80202