

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

REGION VII 901 NORTH 5TH STREET KANSAS CITY, KANSAS 66101

VIA CERTIFIED MAIL <u>RETURN RECEIPT REQUESTED</u> Article No.: 7004 2510 0006 9721 3760

William F. Ford Lathrop & Gage 2345 Grand Boulevard Suite 2800 Kansas City, MO 64108-2684

Re: Stouse Inc., Docket No. EPCRA-07-2007-0001

Dear Bill:

Please find enclosed a Consent Agreement and Final Order ("CAFO") memorializing the terms and conditions of the settlement agreed to by the parties in the referenced matter. Please sign page 8 of the CAFO and return the entire document within 30 days of receipt to:

Demetra O. Salisbury U.S. Environmental Protection Agency 901 North 5th Street Kansas City, Kansas 66101

After the CAFO has been returned it will then be executed by the Regional Judicial Officer, disposing of this proceeding. The Regional Hearing Clerk will then send you a copy of the executed final order.

As stated in the Final Order, the payment is due thirty calendar days from the effective date of the executed order. Payment should be made by certified or cashier's check made payable to the "United States Treasury" and sent to:

Mellon Bank EPA - Region 7 Regional Hearing Clerk P.O. Box 371099M Pittsburgh, Pennsylvania 15251

Copies of the payment check shall be forwarded to me and to the Regional Hearing Clerk at 901



North 5th Street, Kansas City, Kansas 66101.

If there are any questions pertaining to this case, please telephone me at (913) 551-7369. Thank you for your cooperation in resolving this matter.

Sincerely, Demetra O. Salisbury Attorney

Office of Regional Counsel

Enclosure: Consent Agreement Final Order

CC: Ms. Kathy Robinson Regional Hearing Clerk

> Ms. Christine Hoard ARTD/CRIB

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY REGION VII 901 N. 5TH STREET KANSAS CITY, KANSAS 66101

IN THE MATTER OF	
Stouse, Inc.	
300 New Century Parkway,	
New Century, Kansas 66031	

Respondent

Docket No. EPCRA-07-2007-0001

CONSENT AGREEMENT AND FINAL ORDER

CONSENT AGREEMENT AND FINAL ORDER

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The United States Environmental Protection Agency ("EPA" or "Complainant") and Stouse, Inc. (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), 22.18(b)(2), and 22.18(b)(3) of the Consolidated Rules of Practice Governing the Administrative Assessment of Civil Penalties and the Revocation, Termination or Suspension of Permits (Consolidated Rules), 40 C.F.R. §§ 22.13(b), 22.18(b)(2), and 22.18(b)(3).

I. PRELIMINARY STATEMENT

A. This is an administrative action for the assessment of civil penalties instituted pursuant to Section 325 of the Emergency Planning and Community Right-to-Know Act of 1986 (EPCRA), 42 U.S.C. § 11045, and 40 C.F.R. Part 22.

B. This Consent Agreement and Final Order (CAFO) serves as notice that EPA has reason to believe that Respondent violated EPCRA Section 313, 42 U.S.C. § 11023, and the regulations promulgated thereunder and codified at 40 C.F.R. Part 372, governing the submission of toxic chemical release forms (Form R) by owners and operators of covered facilities.

C. Respondent agrees that EPA has jurisdiction over the subject matter of this CAFO, and Respondent waives any jurisdictional defenses it may have with respect to execution or enforcement of this CAFO.

D. Respondent hereby waives its right to a judicial or administrative hearing, to otherwise contest any issue of law or fact set forth in this CAFO, and its right to appeal the Final Order.

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II. EPA FINDINGS OF FACT

A. Respondent is a corporation doing business in the State of Kansas.

B. Respondent is/was the owner or operator of the following facility at the time of the violations alleged herein:

STOUSE INC. 300 NEW CENTURY PARKWAY NEW CENTURY, KANSAS 66031

C. At the time of the violations alleged herein, Respondent had 10 or more full-time employees at the above facility.

D. At the time of the violations alleged herein, Respondent's facility was properly and primarily classified in Standard Industrial Classification (SIC) Code 2672, which is a covered SIC Code as specified at 40 C.F.R. § 372.22(b).

E. Respondent manufactured, processed, or otherwise used the following chemicals, at the following facility, in the reporting years specified below:

FACILITY	CHEMICAL	REPORTING YEARS
Stouse, Inc.	Glycol Ethers	2003, 2004, 2005
300 New Century Parkway,		
New Century, KS 66031		

F. The chemicals identified above, in Paragraph II.E., are listed at 40 C.F.R. § 372.65 and are therefore subject to EPCRA Section 313.

G. The chemicals identified above, in Paragraph II.E., were manufactured, processed, or otherwise used in excess of the threshold amounts specified at 40 C.F.R. § 372.25, and/or 40 C.F.R. § 372.28.

H. Respondent failed to timely submit a Form R for the chemicals and years specified in Paragraph II.E. to the Administrator of EPA by July 1 of the applicable years.

III. EPA CONCLUSIONS OF LAW

A. EPCRA Section 313 and 40 C.F.R. §§ 372.22 and 372.30, require the owner or operator of a facility to complete and submit a toxic chemical release inventory form (Form R or Form A) to the Administrator of the EPA and/or his designee and to the State in which the subject facility is located by July 1 for the preceding calendar year for each toxic chemical manufactured, processed, or otherwise used in quantities exceeding the established threshold during that preceding calendar year provided the following elements are satisfied:

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1. The facility has 10 or more full-time employees; and

2. The facility is in a SIC code, which is defined as follows: major group 10 (except 1011, 1081, 1094); 12 (except 1241); 20-39; 4911, 4931, 4939 (limited to facilities that combust coal and/or oil for the purpose of generating power for distribution in commerce); 4953 (limited to facilities regulated under the Resource Conservation and Recovery Act, Subtitle C, 42 U.S.C. § 6921 et seq.); 5169; 5171; and 7389 (limited to facilities primarily engaged in solvent recovery services on a contract or fee basis); and

3. The facility manufactured, processed, or otherwise used a toxic chemical listed under EPCRA Section 313(c) and 40 C.F.R. § 372.65, in excess of the threshold quantity established under EPCRA Section 313(f) and 40 C.F.R. § 372.25, and/or 40 C.F.R. § 372.28, during the calendar year.

B. As set forth at EPCRA Section 313(f) and 40 C.F.R. § 372.25, the reporting threshold amount for a toxic chemical manufactured or processed at a facility is 25,000 pounds, and the reporting threshold for a toxic chemical otherwise used at a facility is 10,000 pounds.

C. Respondent is, and was at all times relevant to the CAFO, a person as defined in Section 329(7) of EPCRA, 42 U.S.C. § 11049(7).

D. At the time of the violations alleged herein, Respondent was the owner or operator of the facility identified in Paragraph II.E. as defined by Section 329(4) of EPCRA, 42 U.S.C. § 11049(4).

E. At the time of the violations alleged herein, Respondent had 10 or more full-time employees at the facility identified in Paragraph II.E., as defined by 40 C.F.R. \S 372.3.

F. At the time of the violations alleged herein, Respondent's facility identified in Paragraph II.E. was classified in a covered SIC Code as described at 40 C.F.R. § 372.22.

G. Respondent's facility identified above in Paragraph II.E., otherwise used a chemical listed under EPCRA Section 313(c) and 40 C.F.R. § 372.65, in excess of the applicable threshold quantity established under EPCRA Section 313(f) and 40 C.F.R. § 372.25, and/or 40 C.F.R. § 372.28, during the calendar years specified.

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H. Respondent's failure to timely submit complete and accurate Form Rs for the chemicals, reporting years, and facility specified above in Paragraph II.E., by July 1 of the applicable reporting years, is a violation of EPCRA Section 313, and of the requirements of 40 C.F.R. Part 372.

IV. PENALTIES AND FEES

A. Respondent agrees to pay a civil administrative penalty of \$ 10,625 for the violations alleged in Paragraphs II and III in accordance with the terms of this CAFO.

B. Respondent is encouraged to disclose any additional violations of any media not identified in this CAFO through the EPA's Incentives for Self Policing: Discovery, Disclosure, Correction and Prevention of Violations" (Audit Policy), or the EPA's Small Business Compliance Policy (Small Business Policy). Both policies are available on the Internet at:

http://www.epa.gov/compliance/incentives/auditing/index.html and http://www.epa.gov/compliance/incentives/smallbusiness/index.html, respectively. Initiating audits in response to this CAFO will not disqualify Respondent under the Audit Policy's requirement for "voluntary Discovery," or "Discovery and Disclosure Independent of Government or Third-Party Plaintiff." However, any future instances of late reporting to the TRI in the next three years will not qualify for penalty relief under either the Audit or Small Business Policies.

V. TERMS OF SETTLEMENT

A. For purposes of this proceeding, Respondent admits that Complainant has jurisdiction over the subject matter of this CAFO.

B. Respondent neither admits nor denies EPA's findings of fact and conclusions of law set forth in this CAFO.

C. The terms of this CAFO constitute a full settlement of this proceeding with respect to the administrative claims alleged in Paragraphs II and III. However, nothing in this CAFO is intended, nor shall it be construed, to operate in any way to resolve any criminal liability of Respondent or its employees or to limit the authority of the United States to undertake any action against Respondent in response to conditions which may present an imminent and substantial endangerment to the public health, welfare, or the environment.

D. Respondent has read the CAFO and consents to the issuance of the Final Order hereinafter recited, and consents to the payment of the civil penalty as set forth in the Final Order and Paragraph IV of this CAFO.

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VI. OTHER MATTERS

A. Nothing in this CAFO shall relieve the Respondent from complying with any provision of EPCRA or any other applicable provisions of federal, state, or local law, except as stated herein.

B. Respondent and Complainant agree to bear their own respective costs and attorney's fees.

C. The provisions of the CAFO shall be binding upon Respondent, its officers, directors, agents, servants, employees, and successors or assigns.

D. Respondent certifies by signing this CAFO that, to the best of its knowledge, it is presently in compliance with EPCRA, 42 U.S.C. § 11001 et. seq. and all regulations promulgated thereunder.

E. By his or her signature below, each signatory of this CAFO certifies that he or she is fully authorized by the parties represented to execute this Consent Agreement and to legally bind the parties represented to the terms and conditions of the Consent Agreement and accompanying Final Order.

F. The effect of the settlement described in Paragraph V.D. above is condition upon the accuracy of the Respondent's representations to EPA, as memorialized in Paragraph VI.D. above.

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FINAL ORDER

Pursuant to the provisions of the Emergency Planning and Community Right-to-Know Act (EPCRA), 42 U.S.C. § 11045, and according to the terms of the Consent Agreement set forth above, IT IS HEREBY ORDERED THAT:

1. Respondent, in settlement of this matter, shall pay a civil penalty of \$10,625 on or before thirty (30) days of the effective date of this Order. Payment shall be by cashier's or certified check made payable to the "United States Treasury" and shall be remitted to:

Regional Hearing Clerk United States Environmental Protection Agency Region VII, c/o Mellon Bank P.O. Box 371099M, Pittsburgh, Pennsylvania 15251.

2. The payment shall reference Docket Number, EPCRA 07-2007-0001 and <u>In</u> <u>the Matter of Stouse, Inc.</u> Copies of the check shall be forwarded to:

> Demetra O. Salisbury Office of Regional Counsel United States Environmental Protection Agency Region VII 901 North 5th Street Kansas City, Kansas 66101

and

Kathy Robinson Regional Hearing Clerk Office of Regional Counsel United States Environmental Protection Agency Region VII 901 North 5th Street Kansas City, Kansas 66101

3. Respondent's failure to pay any portion of the civil penalty assessed herein in accordance with the provisions of this Order may result in commencement of a civil action in Federal District Court to recover the total penalty, together with interest thereon at the applicable statutory rate.

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4. The terms of the foregoing Consent Agreement are hereby ratified and incorporated by reference into this Final Order. Respondent is hereby ordered to comply with the foregoing terms of settlement.

5. No portion of the civil penalty or interest paid by Respondent pursuant to the requirements of this Consent Agreement and Final Order shall be claimed by Respondent as a deduction for federal, state, or local income tax purposes.

6. The effective date of this Order shall be the date on which it is signed by the Regional Judicial Officer.

7. This executed Consent Agreement and Final Order shall be filed with the Regional Hearing Clerk, U.S. Environmental Protection Agency, Region VII, 901 North 5th Street, Kansas City, Kansas, 66101.

COMPLAINANT:

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

By:

Demetra O. Salisbury Attorney Office of Regional Counsel

Date: _____

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RESPONDENT:

Stouse, Inc.

By:	 	
Title:		

Date: _____

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

ROBERT L. PATRICK Regional Judicial Officer U.S. Environmental Protection Agency Region VII

Date
