

# March 14, 2025 3:05 pm USEPA – Region II Regional Hearing Clerk

# **EXPEDITED SETTLEMENT AGREEMENT**

**DOCKET NO:** CAA-02-2025-1201

This ESA is issued to: Americold Logistics, LLC

264 Farrell Road

Syracuse, New York 13209

This Expedited Settlement Agreement ("ESA") is being entered into by the U.S. Environmental Protection Agency, Region 2 ("EPA"), by its duly delegated official, and Americold Logistics, LLC ("Respondent") pursuant to Sections 113(a)(3) and (d) of the Clean Air Act (the "Act"), 42 U.S.C. §7413(a)(3) and (d), and 40 C.F.R. §22.13(b). EPA and the United States Department of Justice have jointly determined that EPA may pursue this type of case as an administrative penalty action under Section 113(d)(1) of the Act, 42 U.S.C. §7413(d)(1).

# **ALLEGED VIOLATIONS**

On August 15, 2023, EPA conducted an onsite inspection at Respondent's facility, located at 264 Farrell Road in Syracuse, New York to determine compliance with the Act's Risk Management Program regulations, promulgated at 40 C.F.R. Part 68 pursuant to Section 112(r) of the Act. Pursuant to the inspection, EPA has determined that Respondent violated the RMP regulations described in the attached Risk Management Program Findings ("Findings"). EPA described the violations in a letter sent by email to Respondent dated April 9, 2024.

### **SETTLEMENT**

In consideration of the penalty assessment factors set forth in Section 113(e) of the Act, 42 U.S.C. §7413(e), and upon consideration of the entire record, the parties enter into the ESA in order to settle the violations described in the Findings for the total penalty amount of **two thousand and eight hundred eighty dollars (\$2,880).** 

For purposes of this proceeding, Respondent agrees to the following: it waives any objections that it may have regarding jurisdiction; it neither admits nor denies the specific factual allegations contained in the Findings; it consents to the assessment of the penalty as stated herein; and it waives its rights to contest the allegations contained herein, or to a hearing afforded by Section 113(d)(2)(A) of the Act, 42 U.S.C. §7413(d)(2)(A), and to appeal this ESA. Each party to this action shall bear its own costs and fees, if any.

Respondent also certifies, subject to civil and criminal penalties for making a false submission to the United States Government, that Respondent has corrected the violations described in the Findings.

After signature, a scanned copy of the signed ESA must be sent by email to Jonathan Orozco Lopez at the following email address: OrozcoLopez.Jonathan@epa.gov. The original, signed ESA must be sent by certified mail to:

Jonathan Orozco Lopez, Physical Scientist
Air Compliance Branch
Enforcement and Compliance Assurance Division
U.S. Environmental Protection Agency, Region 2
290 Broadway, 21<sup>st</sup> Floor
New York, New York 10007-1866

The ESA, when executed by both parties and the Regional Judicial Officer and filed with the Regional Hearing Clerk, is binding on EPA and Respondent. Upon such filing and Respondent's timely payment of the penalty, EPA agrees it will not take any further civil penalty action against Respondent for the alleged violations of the Act referenced herein.

Nothing in this ESA 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 ESA does not relieve, extinguish, or otherwise affect Respondent's obligations to comply with all applicable provisions of the Act and regulations promulgated or permits issued thereunder.

If the signed ESA is not returned to EPA Region 2 as instructed herein by Respondent within forty-five (45) days of the date of Respondent's receipt of it (or within ninety (90) days if an extension is requested and granted), the proposed ESA is withdrawn, without any prejudice regarding EPA's ability to file an enforcement action for the alleged violations identified herein.

Respondent agrees to submit a payment in full of \$2,880 within thirty (30) days of the filing of a fully executed copy of this ESA with the Regional Hearing Clerk.

#### PAYMENT INSTRUCTIONS

EPA requests that payments be made through the <a href="https://Pay.gov">https://Pay.gov</a> website using the following link: <a href="https://pay.gov/public/form/start/11751879">https://pay.gov/public/form/start/11751879</a>.

Please ensure that the following information is included on the payment form:

i. Amount of payment: \$2,880

ii. Name of Respondent: Americold Logistics, LLC

iii. Docket No.: CAA-02-2025-1201

To ensure your payment is recorded properly, you are required to notify EPA contemporaneously with the payment. Please send an email message or letter, preferably electronically, that references the date of the payment, the payment amount, the docket number, and your name and address to the following: Jonathan Orozco Lopez, at his email or address, shown above, and to:

Jean Regna
Assistant Regional Counsel
Office of Regional Counsel
U.S. Environmental Protection Agency, Region 2
290 Broadway, 17th Floor
New York, NY 10007-1866
email: Regna.Jean@epa.gov

Milton Wise U.S. Environmental Protection Agency 26 W. Martin Luther King Drive Attention: FINANCE

MS: NWD

Cincinnati, OH 45268

emails: Wise.Milton@epa.gov and cinwd\_acctsreceivable@epa.gov

and

Karen Maples, Regional Hearing Clerk Office of Regional Counsel U.S. Environmental Protection Agency, Region 2 290 Broadway, 16th Floor New York, NY 10007-1866

email: Maples.Karen@epa.gov

Failure to pay the penalty when due may subject Respondent to a civil action pursuant to Section 113(d)(5) of the CAA, 42 U.S.C. §7413(d)(5), to collect the penalty, including accrued interest, attorney's fees, collection costs, and nonpayment penalties.

For purposes of the requirements of 26 U.S.C. §162(f) of the Internal Revenue Code, the cost of actions taken to come into compliance with the violations identified herein are "restitution or paid to come into compliance with law."

By signing this consent agreement (ESA), Respondent waives any rights or defenses that respondent has or may have for this matter to be resolved in federal court, including but not limited to any right to a jury trial, and waives any right to challenge the lawfulness of the final order accompanying the consent agreement (ESA).

| This ESA is effective upon filing with the Regional Hearing Clerk. |  |  |
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# FOR RESPONDENT:

Signature: 96 Blackwell 9R Date: 3/04/2025

Name (print): John Blackwell JR

Title (print): Maintenance Manager

| FOR COMPLAINANT:  |       |  |
|---|-------|--|
|   | Date: |  |
| Kathleen Anderson, Director   |       |  |
| Enforcement and Compliance Assurance Division                                     |       |  |
| U.S. EPA, Region 2  |       |  |
| I hereby ratify the ESA and incorporate it herein by reference. It is so ORDERED. |       |  |
|   | Date: |  |
| Helen Ferrara   |       |  |
| Regional Judicial Officer   |       |  |

U.S. EPA, Region 2

# Risk Management Program Findings CAA §112(r) Violations

Americold Logistics, LLC 264 Farrell Rd Syracuse, New York 13209

#### COMPLETE THIS FORM AND RETURN IT WITH THE ESA

**VIOLATION** PENALTY AMOUNT Subpart D Prevention Program Process Safety Information [68.65(d)(2)] \$1,500 The owner or operator failed to ensure and document that equipment complies with recognized and generally accepted good engineering practices. Process Hazard Analysis [68.67(e)] \$1,500 The owner or operator failed to assure that all recommendations were resolved in a timely manner and failed to document resolutions. \$600 *Training* [68.71(c)] The owner or operator failed to prepare a record which contains the date of the training and the means used to verify that the employee understood the training. \$900 Mechanical Integrity [68.73(e)] The owner or operator failed to correct deficiencies in equipment that are outside acceptable limits defined by the process safety information. \$300 Compliance Audits [68.79(d)] The owner or operator failed to document an appropriate response to

Total Penalty \$4,800

each of the findings and documented that deficiencies had been corrected.

# Adjustments to Penalty

Pursuant to EPA's "Expedited Settlement Penalty Matrix, Multiplier Factors for Calculating Proposed Penalties for Violations Found During RMP Inspections," a multiplier factor of 0.6, in consideration of the number of employees (25 employees) and the quantity of the regulated substance (1-5 times the threshold quantity), is being applied to reduce the penalty.

 $4,800 \times 0.6$  (multiplier factor) = 2,880

Total Penalty \$2,880

The approximate cost to correct the above items: \$58,500\_\_\_\_\_

Compliance staff name: Linda McDaniel\_\_\_\_\_

Signed: John Blackwell J R Date: 3/04/25