

BEFORE THE UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

DOCKET NO. FIFRA-10-2024-0185
CONSENT AGREEMENT
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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 AMVAC Chemical Corporation ("Respondent") agrees to issuance of, the Final Order attached to this Consent Agreement ("Final Order").

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,

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U.S. Environmental Protection Agency 1200 Sixth Avenue, Suite 155, 11-C07 Seattle, Washington 98101 7 U.S.C. § 136l(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. **ALLEGATIONS**

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

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."

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

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."

Pursuant to Section 12(a)(1)(A) of FIFRA, 7 U.S.C. § 136j(a)(1)(A), it is unlawful

for any person in any State to sell or distribute to any person any pesticide that is not registered

under Section 3 of FIFRA or whose registration has been canceled or suspended.

Section 2(u) of FIFRA, 7 U.S.C. § 136(u), defines a "pesticide," in part, as "any 3.5.

substance or mixture of substances intended for preventing, destroying, repelling, or mitigating

any pest."

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

Seattle, Washington 98101

- 3.6. Respondent is incorporated in the State of California. Therefore, Respondent is a
- "person" as that term is defined in Section 2(s) of FIFRA, 7 U.S.C. § 136(s).
- 3.7. At all times relevant to this Consent Agreement, Technical Chlorthal Dimethyl

(EPA Registration Number 5481-495) has been a pesticide as that term is defined in Section 2(u)

of FIFRA, 7 U.S.C. § 136(u).

3.8. On August 22, 2023, EPA suspended the registration for Technical Chlorthal

Dimethyl. The suspension remained in effect until EPA lifted it on November 2, 2023.

3.9. On October 22, 2023, Respondent imported one shipment of Technical Chlorthal

Dimethyl into the United States via the Seattle Tacoma International Airport in Washington

State. This action constitutes a distribution or sale to a person as those terms are defined in

Sections 2(gg) and 2(s) of FIFRA, 7 U.S.C. §§ 136(gg) and (s).

3.10. Therefore, on at least one occasion on October 22, 2023, Respondent violated

FIFRA.

3.11. 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 \$24,255 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 \$5,337 (the "Assessed Penalty").

Seattle, Washington 98101

- 4.4. Respondent agrees to pay the Assessed Penalty within 30 days of the effective 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: www.epa.gov/financial/makepayment. Payments made by check must be payable to the order of "Treasurer, United States of America" and delivered to the following address:

Address format for standard delivery (no delivery confirmation requested): Address format for signed receipt confirmation (FedEx, DHL, UPS, USPS certified, registered,

etc):

U.S. Environmental Protection Agency P.O. Box 979078

St. Louis, MO 63197-9000

U.S. Environmental Protection Agency Government Lockbox 979078 3180 Rider Trail S.

Earth City, MO 63045

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 R10 RHC@epa.gov

Chad Schulze U.S. Environmental Protection Agency Region 10 R10enforcement@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.

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- 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.
 - 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. Pursuant to 26 U.S.C. § 6050X and 26 C.F.R. § 1.6050X-1, EPA is required to send to the Internal Revenue Service ("IRS") annually, a completed IRS Form 1098-F ("Fines, Penalties, and Other Amounts") with respect to any court order or settlement agreement (including administrative settlements), that require a payor to pay an aggregate amount that EPA reasonably believes will be equal to, or in excess of, \$50,000 for the payor's violation of any law or the investigation or inquiry into the payor's potential violation of any law, including amounts

In the Matter of: AMVAC Chemical Corporation Docket Number: FIFRA-10-2024-0185 Consent Agreement paid for "restitution or remediation of property" or to come "into compliance with a law." EPA is

further required to furnish a written statement, which provides the same information provided to

the IRS, to each payor (i.e., a copy of IRS Form 1098-F). Failure to comply with providing IRS

Form W-9 or Tax Identification Number ("TIN"), as described below, may subject Respondent

to a penalty, per 26 U.S.C. § 6723, 26 U.S.C. § 6724(d)(3), and 26 C.F.R. § 301.6723-1. In order

to provide EPA with sufficient information to enable it to fulfill these obligations, EPA herein

requires, and Respondent herein agrees, that:

Respondent shall complete an IRS Form W-9 ("Request for Taxpayer a.

Identification Number and Certification"), which is available at

https://www.irs.gov/pub/irs-pdf/fw9.pdf;

Respondent shall therein certify that its completed IRS Form W-9 includes b.

Respondent's correct TIN or that Respondent has applied and is waiting for issuance of a

TIN;

c. Respondent shall email its completed Form W-9 to EPA's Cincinnati

Finance Center at Henderson.Jessica@epa.gov, within 30 days after the Final Order

ratifying this Agreement is filed, and EPA recommends encrypting IRS Form W-9 email

correspondence; and

d. In the event that Respondent has certified in its completed IRS Form W-9

that it does not yet have a TIN but has applied for a TIN, Respondent shall provide

EPA's Cincinnati Finance Center with Respondent's TIN, via email, within five (5) days

of Respondent's receipt of a TIN issued by the IRS.

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4.11. 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.

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

attorneys' fees in bringing or defending this action.

4.13. 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.

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

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

4.15. 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.

4.16. The above provisions in Part IV are STIPULATED AND AGREED upon by

Respondent and EPA Region 10.

DATED:

FOR RESPONDENT:

ANNE TURNBOUGH, Vice President of Regulatory Affairs AMVAC Chemical Corporation

FOR COMPLAINANT:

EDWARD J. KOWALSKI, Director Enforcement & Compliance Assurance Division EPA Region 10

BEFORE THE UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

In the Matter of:) DOCKET NO. FIFRA-10-2024-0185
AMVAC Chemical Corporation,) FINAL ORDER
Newport Beach, California,)
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.

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

The undersigned certifies that the original of the attached CONSENT AGREEMENT AND FINAL ORDER, In the Matter of: AMVAC Chemical Corporation, Docket No.: FIFRA-10-2024-0185, was filed with the Regional Hearing Clerk and that a true and correct copy was served on the date specified below to the following addressees via electronic mail:

Brett S. Dugan Assistant Regional Counsel U.S. Environmental Protection Agency Region 10, Mail Stop 11-C07 1200 Sixth Avenue, Suite 155 Seattle, Washington 98101 Dugan.brett@epa.gov

Anne Turnbough
Vice President of Regulatory Affairs
AMVAC Chemical Corporation
4695 MacArthur Ct., Ste. 1200
Newport Beach, California 92660
AnneT@amvac.com

Regional Hearing Clerk EPA Region 10