

#### **UNITED STATES ENVIRONMENTAL PROTECTION AGENCY**

REGION 5 77 WEST JACKSON BOULEVARD CHICAGO, IL 60604-3590

MAR 2 1 2018

REPLY TO THE ATTENTION OF:

# ELECTRONIC SERVICE VIA EMAIL

Mr. Keith Mills
Director of Manufacturing
Austin Powder Company
430 Powder Plant Road
McArthur, Ohio 45651-0317

430 Powder Plant Road McArthur, Ohio 45651-0317
Re: Austin Powder Company, McArthur, Ohio, Consent Agreement and Final Order Docket No. CERCLA-05-2018-0003
Dear Mr. Mills:
Enclosed please find a copy of the fully executed Consent Agreement and Final Order (CAFO) in resolution of the above case. The U.S. Environmental Protection Agency has filed the original CAFO with the Regional Hearing Clerk on March 21, 2018
Please pay the Comprehensive Environmental Response, Compensation and Liability Act civil penalty in the amount of \$12,640 in the manner 2751830B002 and the docket number CERCLA-05-2018-0003
Your payment is due on April 20, 2018
Please feel free to contact James Entzminger at (312) 886-4062 if you have any questions regarding the enclosed documents. Please direct any legal questions to John P. Steketee, Associate Regional Counsel, at (312) 886-0558. Thank you for your assistance in resolving this matter.
Sincerely,

Michael E. Hans, Chief

Chemical Emergency Preparedness and Prevention Section

Enclosure

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY
REGION 5

In the Matter of:

MAR 2 | 2016

Austin Powder Company
McArthur, Ohio,

Respondent.

Proceeding to Assess a Civil Penalty Under
Section 109(b) of the Comprehensive
Environmental Response, Compensation and
Liability Act

# Consent Agreement and Final Order Preliminary Statement

- 1. This is an administrative action commenced and concluded under Section 109(b) of the Comprehensive Environmental Response, Compensation and Liability Act (CERCLA), as amended, 42 U.S.C. § 9609(b), and Sections 22.13(b) and 22.18(b)(2) and (3) of the Consolidated Rules of Practice Governing the Administrative Assessment of Civil Penalties and the Revocation/Termination or Suspension of Permits (Consolidated Rules) as codified at 40 C.F.R. Part 22.
- 2. The Complainant is, by lawful delegation, Chief, Emergency Response Branch 1, Superfund Division, United States Environmental Protection Agency (U.S. EPA), Region 5.
- Respondent is Austin Powder Company, an Ohio corporation doing business in the State of Ohio.
- 4. Where the parties agree to settle one or more causes of action before the filing of a complaint, the administrative action may be commenced and concluded simultaneously by the issuance of a consent agreement and final order (CAFO). 40 C.F.R. § 22.13(b).
- 5. The parties agree that settling this action without the filing of a complaint or the adjudication of any issue of fact or law is in their interest and in the public interest.

6. Respondent consents to the assessment of the civil penalty specified in this CAFO, and the terms of the CAFO.

## Jurisdiction and Waiver of Right to Hearing

- 7. Respondent admits the jurisdictional allegations in this CAFO and neither admits nor denies the factual allegations in this CAFO.
- 8. Respondent waives its right to request a hearing as provided at 40 C.F.R. § 22.15(c), any right to contest the allegations in this CAFO and its right to appeal this CAFO.

#### Statutory and Regulatory Background

- 9. Section 103(a) of CERCLA, 42 U.S.C. § 9603(a), requires any person in charge of a facility to immediately notify the National Response Center (NRC) as soon as that person has knowledge of any release of a hazardous substance from the facility in an amount equal to or greater than the reportable quantity of the hazardous substance.
- 10. Section 103(a) of CERCLA, 42 U.S.C. § 9603(a) provide a mechanism to alert federal agencies that a response action may be necessary to prevent deaths or injuries to emergency responders, facility personnel and the local community. A delay or failure to notify could seriously hamper the government's response to an emergency and pose serious threats to human health and the environment.
- 11. Section 109(b) of CERCLA, 42 U.S.C. § 9609(b), authorizes U.S. EPA to assess a civil penalty of up to \$25,000 per day of violation of CERCLA Section 103. The Debt Collection Improvement Act of 1996, 31 U.S.C. § 3701 note, and its implementing regulations at 40 C.F.R. Part 19 increased these statutory maximum penalties to \$32,500 per day of violation that occurred after March 15, 2004 through January 12, 2009, to \$37,500 per day of violation for

violations that occurred after January 12, 2009, and to \$54,789 per day of violation for violations that occurred after November 2, 2015.

### **Factual Allegations and Alleged Violations**

- 12. Respondent is a "person" as that term is defined under Section 101(21) of CERCLA, 42 U.S.C. § 9601(21).
- 13. At all times relevant to this CAFO, Respondent was in charge of the facility located at 430 Powder Plant Road, McArthur, Ohio (facility).
- 14. Respondent's facility consists of a building, structure, installation, equipment, pipe, pond, impoundment, storage container, rolling stock, or any site or area where a hazardous substance has been deposited, stored, disposed of, or placed, or otherwise come to be located.
- 15. Respondent's facility is a "facility" as that term is defined under Section 101(9) of CERCLA, 42 U.S.C. § 9601(9).
- 16. Nitric acid (CAS #7697-37-2) is a "hazardous substance" as that term is defined under Section 101(14) of CERCLA, 42 U.S.C. § 9601(14).
- 17. Nitric acid (CAS #7697-37-2) has a reportable quantity of 1,000 pounds, as indicated at 40 C.F.R. Part 302, Table 302.4.
- 18. On February 27, 2017, at or about 5:56 p.m., a release occurred from Respondent's facility of approximately 1,817 pounds of nitric acid (the nitric acid release).
  - 19. In a 24-hour time period, the nitric acid release exceeded the 1,000 pound RQ.
- 20. During the nitric acid release, approximately 1,817 pounds of nitric acid spilled, leaked, pumped, poured, discharged, escaped, into the surface water, ground water, land surface or subsurface strata.

- 21. The nitric acid release is a "release" as that term is defined under Section 101(22) of CERCLA, 42 U.S.C. § 9601(22).
- 22. Respondent had knowledge of the nitric acid release on February 27, 2017, at approximately 5:56 p.m.
- 23. The nitric acid release was one for which notice was required under Section 103(a) of CERCLA, 42 U.S.C. § 9603(a).
- 24. Respondent notified the NRC of the nitric acid release on February 28, 2017, at 1:55 p.m.
- 25. Respondent did not immediately notify the NRC as soon as Respondent had knowledge of the nitric acid release.
- 26. Respondent's failure to immediately notify the NRC of the nitric acid release is a violation of Section 103(a) of CERCLA, 42 U.S.C. § 9603(a).
- 27. Sulfuric acid (CAS #7664-93-9) is a "hazardous substance" as that term is defined under Section 101(14) of CERCLA, 42 U.S.C. § 9601(14).
- 28. Sulfuric acid (CAS #7664-93-9) has a reportable quantity of 1,000 pounds, as indicated at 40 C.F.R. Part 302, Table 302.4.
- 29. On February 27, 2017, at or about 5:56 p.m., a release occurred from Respondent's facility of approximately 1,335 pounds of sulfuric acid (the sulfuric acid release).
  - 30. In a 24-hour time period, the sulfuric acid release exceeded the 1,000 pound RQ.
- 31. During the sulfuric acid release, approximately 1,335 pounds of sulfuric acid spilled, leaked, pumped, poured, discharged, escaped, into the surface water, ground water, land surface or subsurface strata.

- 32. The sulfuric acid release is a "release" as that term is defined under Section 101(22) of CERCLA, 42 U.S.C. § 9601(22).
- 33. Respondent had knowledge of the sulfuric acid release on February 27, 2017, at approximately 5:56 p.m.
- 34. The sulfuric acid release was one for which notice was required under Section 103(a) of CERCLA, 42 U.S.C. § 9603(a).
- 35. Respondent notified the NRC of the sulfuric acid release on February 28, 2017, at 1:55 p.m.
- 36. Respondent did not immediately notify the NRC as soon as Respondent had knowledge of the sulfuric acid release.
- 37. Respondent's failure to immediately notify the NRC of the sulfuric acid release is a violation of Section 103(a) of CERCLA, 42 U.S.C. § 9603(a)

#### **Civil Penalty**

38. Complainant has determined that an appropriate civil penalty to settle this action is \$12,640 for the CERCLA violations. In determining the penalty amount, Complainant considered the nature, circumstances, extent and gravity of the violations; Respondent's ability to pay, prior history of violations, economic benefit or savings resulting from the violations; and any other matters as justice may require. Complainant also considered U.S. EPA's Enforcement Response Policy for Sections 304, 311 and 312 of the Emergency Planning and Community Right-to-Know Act and Section 103 of the Comprehensive Environmental Response Compensation and Liability Act, dated September 30, 1999 (EPCRA/CERCLA Enforcement Response Policy).

39. Within 30 days after the effective date of this CAFO, Respondent must pay a \$12,640 civil penalty for the CERCLA violations. Respondent must pay the penalty by sending a cashier's or certified check, payable to "EPA Hazardous Substance Superfund," to:

U.S. Environmental Protection Agency Superfund Payments Cincinnati Finance Center P.O. Box 979076 St. Louis, MO 63197-9000

for checks sent by express mail, by sending a cashier's or certified check, payable to "EPA Hazardous Substance Superfund," to:

U.S. Bank Government Lockbox 979076 U.S. EPA Superfund Payments 1005 Convention Plaza Mail Station SL-MO-C2-GL St. Louis, MO 63101

The check must note the following	g: Austin Powder Com	pany, the docket nu	mber of this CAFO
and the billing document number	2751830B002	•	

40. A transmittal letter, stating Respondent's name, the case name, Respondent's complete address, the case docket number and the billing document number, if any, must accompany the payment. Respondent must send a copy of the check and transmittal letter to:

Regional Hearing Clerk (E-19J) U.S. EPA, Region 5 77 West Jackson Blvd. Chicago, IL 60604

James Entzminger (SC-5J)
Chemical Emergency Preparedness and Prevention Section
U.S. EPA, Region 5
77 West Jackson Blvd.
Chicago, IL 60604

John P. Steketee (C-14J) Office of Regional Counsel U.S. EPA, Region 5 77 West Jackson Blvd. Chicago, IL 60604

- 41. This civil penalty is not deductible for federal tax purposes.
- 42. If Respondent does not timely pay the civil penalty, U.S. EPA may bring an action to collect any unpaid portion of the penalty with interest, handling charges, nonpayment penalties and the United States enforcement expenses for the collection action. The validity, amount and appropriateness of the civil penalty are not reviewable in a collection action.
- 43. Pursuant to 31 C.F.R. § 901.9, Respondent must pay the following on any amount overdue under this CAFO. Interest will accrue on any amount overdue from the date the payment was due at a rate established pursuant to 31 U.S.C. § 3717. Respondent must pay a \$15 handling charge each month that any portion of the penalty is more than 30 days past due. In addition, U.S. EPA will assess a 6 percent per year penalty on any principal amount 90 days past due.

#### **General Provisions**

- 44. This CAFO resolves only Respondent's liability for federal civil penalties for the violations alleged in the CAFO.
- 45. This CAFO does not affect the rights of U.S. EPA or the United States to pursue appropriate injunctive or other equitable relief or criminal sanctions for any violations of law.
- 46. Respondent certifies that it is complying with Section 103(a) of CERCLA, 42 U.S.C. § 9603(a).

- 47. This CAFO does not affect Respondent's responsibility to comply with CERCLA, and other applicable federal, state and local laws and regulations.
- 48. This CAFO is a "final order" for purposes of U.S. EPA's EPCRA/CERCLA Enforcement Response Policy.
  - 49. The terms of this CAFO bind Respondent and its successors and assigns.
- 50. Each person signing this consent agreement certifies that he or she has the authority to sign for the party whom he or she represents and to bind that party to its terms.
  - 51. Each party agrees to bear its own costs and attorney's fees in this action.
  - 52. This CAFO constitutes the entire agreement between the parties.
- 53. Consistent with the Standing Order Authorizing E-Mail Service of Orders and Other Documents Issued by the Regional Administrator or Regional Judicial Officer under the Consolidated Rules, dated March 27, 2015, the parties consent to service of this CAFO by e-mail at the following valid e-mail addresses: Steketee.john@epa.gov (for Complainant), and Keith.Mills@austinpowder.com (for Respondent). The parties waive their right to service by the methods specified in 40 C.F.R. § 22.6.

## Austin Powder Company, Respondent

3	/	8	12	0	/	8
Date/	1		/		7	

Director of Manufacturing Austin Powder Company

# U.S. Environmental Protection Agency, Complainant

3-19-18

Date

Michael & Hans

Jason El-Zein, Chief

Emergency Response Branch 1

U.S. Environmental Protection Agency

Region 5

Robert A. Kaplan, Acting Director
Superfund Division

U.S. Environmental Protection Agency

Region 5

In the Matter of:	Austin Powder Company, McArthur, Ohio	
Docket No.	CERCLA-05-2018-0003	

## Final Order

This Consent Agreement and Final Order, as agreed to by the parties, shall become effective immediately upon filing with the Regional Hearing Clerk. This Final Order concludes this proceeding pursuant to 40 C.F.R. §§ 22.18 and 22.31. IT IS SO ORDERED.

Max Cu 50, 5018

Ann L. Coyle

Regional Judicial Officer

U.S. Environmental Protection Agency

Region 5

In the Matter of:	Austin Powder Company, McArthur, Ohio CERCLA-05-2018-0003	
Docket No.	CERCLA-05-2018-0003	

## **Certificate of Service**

I certify that I sent a	true	and correc	t copy of the	e foregoing Consent Agreement and Final Ord	er,
which was filed on				in the following manner to the	
addressees:		7			

Copy by E-mail

Respondent:

Mr. Keith Mills

Director of Manufacturing Austin Powder Company 430 Powder Plant Road McArthur, Ohio 45651-0317 Keith Mills @austinpowder.com

Copy by E-mail

Attorney for Respondent:

Matthew R. Ring, Attorney

mring@taftlaw.com

Copy by E-mail to

Attorney for Complainant:

John P. Steketee

Steketee.john@epa.gov

Copy by E-mail to

Regional Judicial Officer:

Ann Coyle

Coyle.ann@epa.gov

Dated:

LaDawn Whitehead

Regional Hearing Clerk

U.S. Environmental Protection Agency, Region 5