RECEIVED 1 06 SEP -6 AM 8: 26 2 3 4 5 6 BEFORE THE 7 UNITED STATES ENVIRONMENTAL PROTECTION AGENCY 8 9 In the matter of: Docket No. CWA-10-2006-0250 Inlet Fish Producers, Inc. 12 Kenai, Alaska 13 CONSENT AGREEMENT AND Respondent. FINAL ORDER 14 15 16 I. AUTHORITY 17 This Consent Agreement and Final Order ("CAFO") is issued under the authority 1.1. 18 vested in the Administrator of the U. S. Environmental Protection Agency ("EPA") by Section 19 309(g)(2)(B) of the Clean Water Act ("the Act"), 33 U.S.C. § 1319(g)(2)(B). The Administrator 20 has delegated the authority to issue the Final Order contained in Part V of this CAFO to the 21 Regional Administrator of EPA Region 10 ("Complainant"), who in turn has redelegated this 22 authority to the Regional Judicial Officer. 23 Pursuant to Section 309(g)(1) and (g)(2)(B) of the Act and in accordance with the 24 'Consolidated Rules of Practice Governing the Administrative Assessment of Civil Penalties," 25 26 27

U.S. Environmental Protection Agency

1200 6th Avenue

Seattle, WA 98101

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CONSENT AGREEMENT

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40 C.F.R. Part 22, EPA hereby issues and Inlet Fish Producers, Inc. ("Respondent") hereby agrees to issuance of the Final Order contained in Part V of this CAFO. 3 II. PRELIMINARY STATEMENT 2.1. In accordance with 40 C.F.R. §§ 22.13(b) and 22.45(b), issuance of this CAFO 4 5 commences this proceeding, which will conclude when the Final Order contained in Part V of this CAFO becomes effective. 6 7 Respondent operates a seafood processing facility in Kenai, Alaska. 2.2. 8 2.3. On July 26, 2004, the Alaska Department of Environmental Conservation ("ADEC") conducted a National Pollutant Discharge Elimination System ("NPDES") inspection at the Facility. 10 11 2.4. The State of Alaska was given an opportunity to consult with EPA regarding the assessment of an administrative penalty against Respondent for the violations that are the subject of this CAFO. 13 A concise statement of the factual basis for alleging violations of the Act, together 14 2.5. with specific references to the provisions of the Act and implementing regulations Respondent is alleged to have violated, appears in Part III of this CAFO. 17 III. ALLEGATIONS 18 3.1. Section 402 of the Act, 33 U.S.C. § 1342, provides that EPA may issue NPDES 19 permits for the discharge of any pollutant into waters of the United States upon such specific 20 terms and conditions as EPA may prescribe. 21 3.2. Section 301(a) of the Act, 33 U.S.C. § 1311(a), prohibits the discharge of any 22 pollutant by any person except as authorized by an NPDES permit or other specified statutory 23 sections. 24 3.3. Respondent is a corporation and is a person within the meaning of Section 502(5) 25 of the Act, 33 U.S.C. § 1362(5). 26 27

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12 2001. 13 3.7. Respondent began operations at the Facility in May 2002. The Permit was transferred from Inlet to Respondent on April 1, 2005. 14

Violation

- 3.8. Section IX.K. of the Permit states: "This Permit may be automatically transferred to a new permittee if: 1) The current permittee notifies EPA at least 60 days in advance of the proposed transfer date; 2) The notice includes a written agreement between the existing and new permittees containing a specific date for transfer of permit responsibility, coverage and liability between them; and 3) EPA does not notify the existing permittee and the proposed new permittee of its intent to modify, or revoke and reissue the permit...."
 - 3.9. The Permit was transferred from Inlet to Respondent on April 1, 2005.
- 3.10. Respondent discharged seafood processing waste from its Facility into the Kenai River and Cook Inlet without a permit from May 2002 through September 2004.

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1	3.11. Respondent's unauthorized discharge of pollutants into waters of the United States
2	constitutes a violation of Section 301 of the Act, 33 U.S.C. § 1311. Consequently, under
3	Section 309(g)(2)(B) of the Act, Respondent is liable for the administrative assessment of civil
4	penalties in an amount not to exceed \$11,000 per day for each day during which a violation
5	continues, up to a maximum of \$157,500.
6	IV. CONSENT AGREEMENT
7	4.1. Respondent admits the jurisdictional allegations contained in Part III of this CAFO.
8	4.2. Respondent neither admits nor denies the specific factual allegations contained in
9	Part III of this CAFO.
10	4.3. Pursuant to Section 309(g) of the Act, 33 U.S.C. § 1319(g), taking into account the
11	nature, circumstances, extent, and gravity of the alleged violations, Respondent's economic
12	benefit of noncompliance, and other relevant factors, EPA has determined and Respondent agrees
13	that an appropriate penalty to settle this action is THIRTY THOUSAND DOLLARS (\$30,000).
14	4.4. Respondent consents to the issuance of the Final Order recited herein, and to
15	payment of the penalty cited in Paragraph 4.3., by November 30, 2006.
16	4.5. Payment under this CAFO shall be made by cashier's check or certified check,
17	payable to the order of "U.S. Treasury" and shall be delivered to the following address:
18	U.S. Environmental Protection Agency
19	Region 10 P.O. Box 371099M
20	Pittsburgh, Pennsylvania 15251-6903
21	Respondent shall note on the check the title and docket number of this case.
	4.6. Respondent shall submit a photocopy of the check described above to:
22	Regional Hearing Clerk
23	U.S. Environmental Protection Agency Region 10
24	1200 Sixth Avenue, Mail Stop ORC-158 Seattle, Washington 98101
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Office of Compliance and Enforcement Attn: Margo Young U.S. Environmental Protection Agency Region 10 1200 Sixth Avenue, Mail Stop OCE-133 Seattle, Washington 98101

- 4.7. Should Respondent fail to pay the penalty assessed by this CAFO in full by its due date, the entire unpaid balance of penalty and accrued interest shall become immediately due and owing. Should such a failure to pay occur, Respondent may be subject to a civil action to collect the assessed penalty under the Clean Water Act. In any collection action, the validity, amount, and appropriateness of the penalty shall not be subject to review.
- 4.8. Should Respondent fail to pay any portion of the penalty assessed by this CAFO in full by its due date, Respondent shall also be responsible for payment of the following amounts:
- a. <u>Interest</u>. Pursuant to Section 309(g)(9) of the Act, 33 U.S.C. § 1319(g)(9), any unpaid portion of the assessed penalty shall bear interest at the rate established by the Secretary of the Treasury pursuant to 31 U.S.C. § 3717(a)(1) 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 thirty (30) days of the effective date of the Final Order contained herein.
- b. Attorneys Fees, Collection Costs, Nonpayment Penalty. Pursuant to Section 309(g)(9) of the Act, 33 U.S.C. § 1319(g)(9), should Respondent fail to pay on a timely basis the amount of the penalty assessed by the Final Order contained herein, Respondent shall pay (in addition to any assessed penalty and interest) attorneys fees and costs for collection proceedings, and a quarterly nonpayment penalty for each quarter during which such failure to pay persists. Such nonpayment penalty shall be in an amount equal to twenty percent (20%) of the aggregate amount of Respondent's penalties and nonpayment penalties which are unpaid as of the beginning of such quarter.

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U.S. Environmental Protection Agency 1200 6th Avenue Seattle, WA 98101

V. FINAL ORDER

- 5.1. 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 terms of settlement contained in the Consent Agreement.
- 5.2. This CAFO constitutes a settlement by EPA of all claims for civil penalties pursuant to the Clean Water Act for the particular violations alleged in Part III, above. In accordance with 40 C.F.R. § 22.31(a), nothing in this CAFO 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 CAFO does not waive, extinguish, or otherwise affect Respondent's obligations to comply with all applicable provisions of the Act and regulations and permits issued thereunder.
- 5.3. Pursuant to Section 309(g)(4)(A) of the Act, 33 U.S.C. § 1319(g)(4)(A), EPA has published public notice of its intent to assess an administrative penalty against Respondent and has invited public comment in accordance with 40 C.F.R. § 22.45. More than 40 days have elapsed since the issuance of this public notice, and EPA has received no comments concerning this matter.

Regional Judicial Officer

Region 10

U.S. Environmental Protection Agency

5.4. This Final Order shall become effective upon filing.

SO ORDERED this 5th day of September, 2006.

CONSENT AGREEMENT AND FINAL ORDER - Page 7 U.S. Environmental Protection Agency 1200 6th Avenue Seattle, WA 98101

CERTIFICATE OF SERVICE

The undersigned certifies that the original of the attached CONSENT AGREEMENT AND FINAL ORDER in In the Matter of: Inlet Fish Producers, Inc., DOCKET NO.: CWA-10-2006-0250 was filed with the Regional Hearing Clerk on September 6, 2006.

On September 6, 2006 the undersigned certifies that a true and correct copy of the document was delivered to:

Cara Steiner-Riley, Esquire US Environmental Protection Agency 1200 Sixth Avenue Seattle, Washington 98101

Further, the undersigned certifies that a true and correct copy of the aforementioned document was placed in the United States mail certified/return receipt on September 6, 2006, to:

Mr. Vincent L. Goddard, President Inlet Fish Producers, Inc. P.O. Box 114 Kenai, Alaska 99611

DATED this 6th day of September 2006.

Carol Kennedy

Regional Hearing Clerk

EPA Region 10