



UNITED STATES ENVIRONMENTAL PROTECTION AGENCY  
REGION 7  
11201 RENNER BOULEVARD  
LENEXA, KANSAS 66219

UNITED STATES  
ENVIRONMENTAL PROTECTION  
AGENCY-REGION 7  
2016 OCT 17 AM 9:49

### **EXPEDITED SETTLEMENT AGREEMENT (ESA)**

**DOCKET NO.:** CAA-07-2016-0035

**This ESA is issued to:** Craig Supply Company  
**At:** 14814 Highway 59, Craig, Missouri 64437  
**for violating Section 112(r)(7) of the Clean Air Act.**

---

The United States Environmental Protection Agency, Region 7 (EPA) and Craig Supply Company (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) and 22.18(B)(2) 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).

The Complainant, by delegation of the Administrator of the EPA, is the Director of the Air and Waste Management Division. The Respondent is Craig Supply Company, 14814 Highway 59, Craig, Missouri 64437.

This is an administrative action for the assessment of civil penalties instituted pursuant to Section 113(d) of the Clean Air Act (CAA). Pursuant to Section 113(d) of the CAA, 42 U.S.C. § 7413(d), the Administrator and the Attorney General jointly determined that cases which meet the criteria set forth in EPA's policy entitled "Use of Expedited Settlements in Addressing Violations of the Clean Air Act Chemical Accident Prevention Provision, 40 C.F.R. Part 68," dated January 5, 2004, are appropriate for administrative penalty action.

#### **ALLEGED VIOLATIONS**

On April 21, 2016, an authorized representative of the EPA conducted a compliance inspection of the Respondent's facility located at 14814 Highway 59, Craig, Missouri, to determine compliance with the Risk Management Plan (RMP) regulations promulgated at 40 C.F.R. Part 68 under Section 112(r) of the CAA. The EPA found that the Respondent had violated regulations implementing Section 112(r) of the CAA by failing to comply with the regulations as noted on the enclosed Risk Management Program Inspection Findings (RMP Findings), which is hereby incorporated by reference.

#### **SETTLEMENT**

In consideration of Respondent's size of business, its full compliance history, its good faith effort to comply, and other factors as justice may require, and upon consideration of the

entire record, the parties enter into the ESA in order to settle the violations, described in the enclosed RMP Findings, for the total penalty amount of **\$4,800**.

This settlement is subject to the following terms and conditions:

The Respondent by signing below waives any objections that it may have regarding jurisdiction, neither admits nor denies the specific factual allegations contained herein and in the RMP Findings, and consents to the assessment of the penalty as stated above. Respondent waives its rights to a hearing afforded by Section 113(d)(2)(A) of the CAA, 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 the Respondent has corrected the violations listed in the enclosed RMP Findings and has sent a cashier's check or certified check (payable to the "United States Treasury") in the amount of **\$4,800** in payment of the full penalty amount to the following address:

U.S. Environmental Protection Agency  
Fines and Penalties  
Cincinnati Finance Center  
P.O. Box 979077  
St. Louis, Missouri 63197-9000

The Docket Number of this ESA is CAA-07-2016-0035, and must be included on the check.

This original ESA, a copy of the completed RMP Findings, and a copy of the check must be sent by certified mail to:

Christine Hoard  
Chemical and Oil Release Prevention Branch  
U.S. Environmental Protection Agency, Region 7  
11201 Renner Boulevard  
Lenexa, Kansas 66219.

A copy of the check must also be sent to:

Kathy M. Robinson  
Regional Hearing Clerk  
U.S. Environmental Protection Agency, Region 7  
11201 Renner Boulevard  
Lenexa, Kansas 66219.

Upon Respondent's submission of the signed original ESA, the EPA will take no further civil action against Respondent for the alleged violations of the CAA referenced in the RMP

Findings. The EPA does not waive any other enforcement action for any other violations of the CAA or any other statute.

If the signed original ESA with an attached copy of the check is not returned to the EPA Region 7 office at the above address in correct form by the Respondent within 45 days of the date of Respondent's receipt of it (90 days if an extension is granted), the proposed ESA is withdrawn, without prejudice to EPA's ability to file an enforcement action for the violations identified herein and in the RMP Findings.

This ESA is binding on the parties signing below.

This ESA is effective upon filing with the Regional Hearing Clerk.

FOR RESPONDENT:

Darrel Voltmer

Date: 9-26-2016

Name (print): Darrel Voltmer

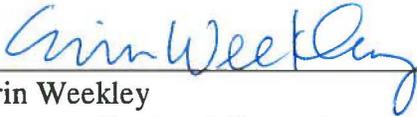
Title (print): Assistant Manager  
Craig Supply Company

FOR COMPLAINANT:



Becky Weber  
Director  
Air and Waste Management Division  
EPA Region 7

Date: 10/12/16



Erin Weekley  
Assistant Regional Counsel  
Office of Regional Counsel  
EPA Region 7

Date: 10/13/16

I hereby ratify the ESA and incorporate it herein by reference. It is so ORDERED.

Karina Borromeo

Karina Borromeo  
Regional Judicial Officer

Date: Oct. 17, 2016

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

Craig Supply Company  
14814 Highway 59  
Craig, Missouri 64437  
Docket No. CAA-07-2016-0035

COMPLETE THIS FORM AND RETURN IT WITH THE ESA.

**VIOLATIONS**

**PENALTY AMOUNT**

Updates

Risk Management Plan

Emergency Response Program [40 CFR 68.180]

*No penalty assessed*

The owner or operator failed to submit an RMP that correctly included the information required regarding the emergency response program. (Section 9)

*Facility addressed this post inspection.*

Prevention Program

Safety Information [40 CFR 68.48(b)]

\$1,500

The owner or operator failed to ensure the process is designed in compliance with recognized and generally accepted and good engineering practices.

*Facility addressed this post inspection.*

Prevention Program

Hazard Review [40 CFR 68.50(c)]

\$600

The owner or operator failed to document the results of the review and ensure that problems identified are resolved in a timely manner.

*Facility addressed this post inspection.*

Hazard Review [40 CFR 68.50(d)]

\$1,500

The owner or operator failed to update at least once every five years or whenever a major change in the process occurs.

*How was this addressed: A hazard review was done and will be done again prior to the five year anniversary.*

Prevention Program

Compliance Audits [40 CFR 68.58(a)]

\$1,200

The owner or operator failed to certify that it has evaluated compliance with the provisions of this subpart at least *every three years* to verify that the procedures and practices developed under the rule are adequate and are being followed.

How was this addressed: A compliance audit was done and will be done again prior to the three year anniversary.

Total Unadjusted Penalty

\$4,800

Calculation of Adjusted Penalty

1<sup>st</sup> Reference the Multipliers for calculating proposed penalties for violations found during RMP inspection matrix. Finding the column for 10 - 100 employees and the row for > 10 times the threshold quantity of 10,000 pounds of anhydrous ammonia as listed in 40 C. F. R. Part 68.130 for the amount in a process gives a multiplier factor of 1.0. Therefore, the multiplier for Craig Supply Company = 1.0

*\*\*No adjusted penalty since multiplier is 1*

**Total Penalty**

**\$4,800**

This section must be also completed and signed by **Craig Supply Company**:

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

Compliance staff name: Darrel Voltmer, Assistant Manager

Signed: Darrel Voltmer Date: 9-26-2016

IN THE MATTER Of Craig Supply Company, Respondent  
Docket No. CAA-07-2016-0035

CERTIFICATE OF SERVICE

I certify that a true and correct copy of the foregoing Order was sent this day in the following manner to the addressees:

Copy emailed to Attorney for Complainant:

hoard.christine@epa.gov

Copy by First Class Mail to Respondent:

Darrell Voltmer, Assistant Manager  
Craig Supply Company  
14814 Highway 59  
Craig, Missouri 64437

Dated: 10/17/16

  
Kathy Robinson  
Hearing Clerk, Region 7

