

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

REGION 4
ATLANTA FEDERAL CENTER
61 FORSYTH STREET
ATLANTA, GEORGIA 30303-8960

AUG 2 1 2007

FEDERAL EXPRESS

Mr. Fred Rippy
President
Rippy Automotive Company
4951 New Centre Drive
Wilmington, North Carolina 28403

Re: Consent Agreement and Final Order in the Rippy Automotive Company Docket No. CAA-04-2007-1515 (b)

Dear Mr. Rippy:

Enclosed is a copy of the ratified Consent Agreement and Final Order (CAFO) in this matter. The original CAFO has been filed with the Regional Hearing Clerk as directed in Section 22.05(a) of the Consolidated Rules of Practice, as amended. Please refer to Section IV, Final Order, for the terms and instructions regarding your final payment on the penalty due. Any questions regarding the processing of your penalty may be directed to Ms. Lori L. Weidner, Financial Management Office, at (513) 487-2125.

Also enclosed is a copy of the "Notice of Securities and Exchange Commission Registrants' Duty to Disclose Environmental Legal Proceedings." This document puts you on notice of your potential duty to disclose to the Securities and Exchange Commission (SEC) any environmental enforcement actions taken by the Environmental Protection Agency (EPA). If you have any questions with regard to the SEC's environmental disclosure requirements, you may refer to the contact phone number at the bottom of the Notice.

Should you have any questions, please contact Ms. Shanieka Pennamon at (404) 562-9213.

Sincerely,

Beverly A. Spagg

Chief

Air and EPCRA Enforcement Branch

Ferely A. Fragg

Enclosures

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY REGION 35 In the Matter of: Rippy Cadillac-oldsmobile, Inc. d/b/a Rippy Automotive Company 4951 New Centre Drive Docket No. CAA-04-2007-1515(5) Wilmington, North Carolina 28403

CONSENT AGREEMENT AND FINAL ORDER

Respondent

I. Nature of the Action/Jurisdictional Statements

- 1. This is a civil penalty proceeding pursuant to Section 113(d) of the Clean Air Act (CAA), 42 U.S.C. § 7413(d), and pursuant to the Consolidated Rules of Practice Governing the Administrative Assessment of Civil Penalties and the Revocation/Termination or Suspension of Permits (Consolidated Rules), codified at 40 C.F.R. Part 22. Complainant is the Director of the Air, Pesticides and Toxics Management Division, Region 4, United States Environmental Protection Agency (EPA). Respondent is Rippy Cadillac-oldsmobile, Inc. d/b/a Rippy Automotive Company (hereinafter, "Respondent").
- 2. Complainant and Respondent have conferred for the purpose of settlement pursuant to 40 C.F.R. § 22.18 and desire to resolve this matter and settle the allegations described herein without a formal hearing. Therefore, without the taking of any evidence or testimony, the making of any argument, or the adjudication of any issue in this matter, and in accordance with 40 C.F.R. § 22.13(b), this Consent Agreement and Final Order (CAFO) will simultaneously commence and conclude this matter.
- 3. The authority to take action under Section 113(d) of CAA, 42 U.S.C. § 7413(d), is vested in the Administrator of EPA. The Administrator of EPA has delegated this authority under the CAA to the Regional Administrators by EPA Delegation 7-6-A. The Regional Administrator, Region 4, has redelegated this authority to the Director of the Air, Pesticides, and Toxics Management Division, by EPA Region 4 Delegation 7-6-A. Pursuant to that delegation, the Director of the Air, Pesticides and Toxics Management Division has the authority to commence an enforcement action as the Complainant in this matter.
 - 4. Respondent is a corporation doing business in the State of North Carolina.
 - 5. Respondent is a "person" as defined in CAA § 302(e), 42 U.S.C. § 7602(e).
- 6. Respondent is a corporation whose main business is service, repair and retail sale of new and used motor vehicles.

7. Respondent performs "service involving refrigerant" as defined at 40 C.F.R. § 82.32(h) at its facility, located at 4951 New Centre Drive, Wilmington, North Carolina 28403.

II. Clean Air Requirements/Factual Allegations

- 8. Section 609(c) of the CAA, 42 U.S.C. § 7671h(c), and the regulations promulgated at 40 C.F.R. Part 82, Subpart B, establish that no person repairing or servicing motor vehicle air conditioners (MVACs) for consideration may perform any service on a MVAC involving the refrigerant for such air conditioner unless such person has been properly trained and certified.
- 9. Regulation 40 C.F.R. § 82.34(a) states no person repairing or servicing MVACs for consideration, and no person repairing or servicing MVAC-like appliances, may perform any service involving the refrigerant for such MVAC or MVAC-like appliance unless any such person repairing or servicing an MVAC has been properly trained and certified by a technician certification program approved by the Administrator pursuant to § 82.40.
- 10. EPA alleges that on more than one occasion from April 8, 2005, through August 23, 2005, Respondent performed service for consideration involving the refrigerant of MVAC systems without the use of properly trained and certified technicians. Respondent violated CAA § 609(c), 42 U.S.C. § 7671h(c), and 40 C.F.R. § 82.34(a) by failing to use properly trained and certified technicians while performing service for consideration involving the refrigerant of a MVAC system.
- 11. Pursuant to Section 113(d) of the CAA, 42 U.S.C. § 7413(d), and 40 C.F.R. Part 19, EPA may assess a penalty of not more than \$25,000 for each violation of Section 609 of CAA, 42 U.S.C. § 7671h(c), that occurred prior to January 31, 1997, and not more than \$27,500 for each violation that occurred on or after January 31, 1997, and not more than \$32,500 for each violation that occurred after March 15, 2004.

III. Consent Agreement

- 12. For the purposes of this CAFO, Respondent admits the jurisdictional allegations set out in Paragraphs 1 through 7 above, but Respondent neither admits nor denies the factual allegations set out above.
- 13. As provided in 40 C.F.R. § 22.18(b)(2), Respondent waives any right to contest the allegations listed above and its right to appeal the proposed final order accompanying this consent agreement.
- 14. Respondent consents to the assessment of and agrees to pay the civil penalty as set forth in this CAFO.
 - 15. Respondent certifies that, to the best of its knowledge, information and belief, as of

the date of its execution of this CAFO, that Respondent is in full compliance with all relevant requirements of the CAA § 609 and its implementing regulations.

- 16. Compliance with this CAFO shall resolve the allegations of violations contained herein and known to the EPA at this time and EPA hereby releases Respondent from all liability therefor. This CAFO shall not otherwise affect any liability of Respondent, if any, to the United States. Other than as expressed herein, neither EPA nor Complainant waives any right to bring an enforcement action against Respondent for violation of any federal or state statute, regulation or permit, to initiate an action for imminent and substantial endangerment, or to pursue criminal enforcement for allegations of violations not contained in this CAFO.
- 17. Complainant and Respondent agree to settle this matter by their execution of this CAFO. The parties agree that the settlement of this matter is in the public interest and that this CAFO is consistent with the applicable requirements of the CAA.

IV. Final Order

- 18. Respondent is assessed a civil penalty of **SEVEN THOUSAND NINETY DOLLARS** (\$7,090) which is to be paid within thirty (30) days of the effective date of this CAFO.
- 19. Respondent shall pay the penalty by forwarding a cashier's or certified check, payable to: "Treasurer, United States of America," to the following address:

U.S. EPA Cincinnati Accounting Operations P.O. Box 371099M Pittsburgh, PA 15251-7099

The check shall reference on its face the name of the Respondent and the Docket Number of the CAFO.

20. At the time of payment, Respondent shall send a separate copy of the check, and a written statement that payment has been made in accordance with this CAFO, to the following persons at the following addresses:

Regional Hearing Clerk U.S. EPA - Region 4 61 Forsyth Street, S.W. Atlanta, GA 30303-3104 Shanieka Pennamon North Air Enforcement Section U.S. EPA - Region 4 61 Forsyth Street, S.W. Atlanta, GA 30303

Saundi Wilson (OEA) U.S. EPA - Region 4 61 Forsyth Street. S.W. Atlanta, GA 30303

- 21. For the purposes of state and federal income taxation, Respondent shall not be entitled, and agrees not to attempt, to claim a deduction for the civil penalty payment made pursuant to paragraph 18 of this CAFO.
- 22. Pursuant to 31 U.S.C. § 3717, EPA is entitled to assess interest and penalties on debts owed to the United States and a charge to cover the cost of processing and handling a delinquent claim. There will be an interest of 1.0% per annum incorporated into these payments if these payments are not paid by the date required. Interest will be assessed at the rate established by the Secretary of Treasury pursuant to 31 U.S.C. § 3717. A charge will be assessed to cover the costs of debt collection, including processing and handling costs and attorney fees. In addition, a penalty charge of six percent per year compounded annually will be assessed on any portion of the debt that remains delinquent more than ninety (90) days after payment is due.
- 23. Complainant and Respondent shall bear their own costs and attorney fees in this matter.
 - 24. This CAFO shall be binding upon the Respondent, its successors and assigns.
- 25. The following individual represents EPA in this matter and is authorized to receive service for EPA in this proceeding:

Shanieka Pennamon North Air Enforcement Section U.S. EPA - Region 4 61 Forsyth Street, S.W. Atlanta, GA 30303 (404) 562-9213

26. Each undersigned representative of the parties to this CAFO certifies that he or she is fully authorized by the party represented to enter into this CAFO and legally bind that party to it.

21. The effective date of this CAPO shall be the date on which the CAFO is filed with the Regional Hearing Clerk.

AGREED AND CONSENTED TO:

Rippy Cadillac-oldsmobile, Inc. d/b/a Rippy Automotive Com	pany
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Ву:	And Ray (Signature)	Date: 8-6-07
1		(Typed or Printed)
Title:	President	(Typed or Printed)

U.S. Environmental Protection Agency

	3, 1, 15		AUG	0 2	2007
By:_	Ther 19 H. Jugg	Date:_			
	Beverly H. Banister, Director				
7	Air, Pesticides & Toxics				
_	Management Division				
	Region 4				

APPROVED AND SO ORDERED this 21 day of Quyun, 2007.

Susan B. Schub

Regional Judicial Officer

CERTIFICATE OF SERVICE

I hereby certify that on the date set out below I filed the original and one copy of the foregoing Consent Agreement and Final Order and served a true and correct copy of the foregoing Consent Agreement and Final Order, in the Matter of: Rippy Automotive Company, Docket Number CAA-04-2007-1515(b), on the parties listed below in the manner indicated:

Mr. Fred Rippy, President Rippy Automotive Company 4951 New Centre Drive Wilmington, North Carolina 28403

(Via Certified Mail - Return Receipt)

Nancy Tommelleo (OEA) U.S. EPA - Region 4 61 Forsyth Street, S.W. Atlanta, GA 30303

(Via EPA's internal mail)

Shanieka Pennamon (AEEB) U.S. EPA - Region 4 61 Forsyth Street, S.W. Atlanta, GA 30303

(Via EPA's internal mail)

Date

Patricia A. Bullock, Regional Hearing Clerk United States Environmental Protection

Agency, Region 4 Atlanta Federal Center 61 Forsyth Street, S.W. Atlanta, GA 30303 (404) 562-9511

EPA ACCOUNTS RECEIVABLE CONTROL NUMBER FORM

TO BI	E COMPLETED BY THE ORIGINA ttach a copy of the final order and transn	TING OFFIC	E:	
-	orm was originated by:	50.1		8/16/07
			Name)	(Date)
in the		ÖEA		at (404) 562-9504
in the		(Office)		(Telephone Number)
	Non-SF Judicial Order/Consent Decre USAO COLLECTS	e		Order/Consent Agreement TS PAYMENT
	SF Judicial Order/Consent Decree DOJ COLLECTS		Oversight Billin Sent with bill Not sent with b	ng - Cost Package required:
	Other Receivable		C	Clark David
	This is an original debt		This is a modifi	ng - Cost Package not required cation
PAYE	E: Rippy Autor	notive Com	NOM Municipality making the pa	(ment)
The C	otal Dollar Amount of the Receivable: \$	ule of amounts a	-1515 (6)	
	esignated Regional/Headquarters Program	<u> </u>		•
тов	E COMPLETED BY LOCAL FINANCIA	L MANAGEM	ENT OFFICE:	-
The I	FMS Accounts Receivable Control Number	er is:		Date
If you	have any questions, please call:	_ of the	: Financial Management Sec	tion at:
DISTI	RIBUTION:			
	DICIAL ORDERS: Copies of this form with a could be mailed to:	n attached copy o	f the front page of the <u>FINAL</u> ,	IUDICIAL ORDER
I.	Debt Tracking Officer Environmental Enforcement Section Department of Justice RM 1647 P.O. Box 7611, Benjamin Franklin Station Washington, D.C. 20044	2. 3.	Originating Office (EAD) Designated Program Office	
B. <u>A</u>	DMINISTRATIVE ORDERS: Copies of this fo	orm with an attacl	hed copy of the front page of th	e Administrative Order should be to
1. 2.	Originating Office Regional Hearing Clerk	3. 4.	Designated Program Office Regional Counsel (EAD)	