



UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

REGION 6, 1445 ROSS AVENUE, DALLAS, TEXAS 75202-2735

EXPEDITED SPCC SETTLEMENT AGREEMENT
FILED

2014 AUG -4 7:10:13

DOCKET NO. CWA-06-2014-4324

On: November 13, 2013

At: McCann Companies, Culver Tank Batteru, NE 20 - 28N - 10E, Bowring, Osage County, OK, 74056. Owned or operated by: McCann Companies, 1613 West 6th Street, Bartlesville, OK 74003 (Respondent).

An authorized representative of the United States Environmental Protection Agency (EPA) conducted an inspection to determine compliance with the Spill Prevention, Control and Countermeasure (SPCC) regulations promulgated at 40 CFR Part 112 under Section 311(j) of the Clean Water Act (33 USC § 1321(j)) (the Act), and found that Respondent had violated regulations implementing Section 311(j) of the Act by failing to comply with the regulations as noted on the attached SPCC INSPECTION FINDINGS, ALLEGED VIOLATIONS AND PROPOSED PENALTY FORM (Form), which is hereby incorporated by reference.

The parties are authorized to enter into this Expedited Settlement under the authority vested in the Administrator of EPA by Section 311(b) (6) (B) (i) of the Act, 33 USC § 1321(b) (6) (B) (i), as amended by the Oil Pollution Act of 1990, and by 40 CFR § 22.13(b). The parties enter into this Expedited Settlement in order to settle the civil violations described in the Form for a penalty of \$2,975.00. This settlement is subject to the following terms and conditions:

EPA finds the Respondent is subject to the SPCC regulations, which are published at 40 CFR Part 112, and has violated the regulations as further described in the Form. The Respondent admits he/she is subject to 40 CFR Part 112 and that EPA has jurisdiction over the Respondent and the Respondent's conduct as described in the Form. Respondent does not contest the Inspection Findings, and waives any objections it may have to EPA's jurisdiction. The Respondent consents to the assessment of the penalty stated above. Respondent certifies, subject to civil and criminal penalties for making a false submission to the United States Government, that the violations have been corrected and Respondent has sent a certified check in the amount of \$2,975.00, payable to the "Environmental Protection Agency," to: "USEPA, Fines & Penalties, P.O. Box 979077, St. Louis, MO 63197-9000," and Respondent has noted on the penalty payment check "Spill Fund-311" and the docket number of this case, "CWA-06-2014-4324."

Upon signing and returning this Expedited Settlement to EPA, Respondent waives the opportunity for a hearing or appeal pursuant to Section 311 of the Act, and consents to EPA's approval of the Expedited Settlement without further notice.

Failure by the Respondent to pay the penalty assessed by the Final Order in full by its due date may subject Respondent to a civil action to collect the assessed penalty, plus interest,

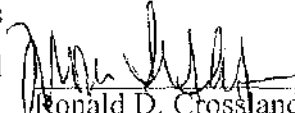
attorney's fees, costs and an additional quarterly nonpayment penalty pursuant to Section 311(b)(6)(H) of the Act, 33 USC §1321(b)(6)(H). In any such collection action, the validity, amount and appropriateness of the penalty agreed to herein shall not be subject to review.

If Respondent does not sign and return this Expedited Settlement as presented within 30 days of the date of its receipt, the proposed Expedited Settlement is withdrawn without prejudice to EPA's ability to file any other enforcement action for the violations identified in the Form.

After this Expedited Settlement becomes effective, EPA will take no further action against the Respondent for the violations of the SPCC regulations described in the Form. However, EPA does not waive any rights to take any enforcement action for any other past, present, or future violations by the Respondent of the SPCC regulations or of any other federal statute or regulations. By its first signature, EPA ratifies the Inspection Findings and Alleged Violations set forth in the Form.

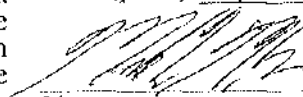
This Expedited Settlement is binding on the parties signing below, and is effective upon EPA's filing of the document with the Regional Hearing Clerk.

APPROVED BY EPA:

 Date: 6/30/2014
Ronald D. Cross and
Associate Director
Prevention and Response Branch
Superfund Division

APPROVED BY RESPONDENT: McCann Companies

Name (print): McCann Resources, Inc.
Mark W. McCann
Title (print): President

 Date: 7-23-14
Signature

Estimated cost for correcting the violation(s) is \$3000


IT IS SO ORDERED:

 Date: 8/1/14
Carl E. Edlund, P.E.
Director
Superfund Division

Spill Prevention Control and Countermeasure Inspection
Findings, Alleged Violations, and Proposed Penalty Form

(Note: Do not use this form if there is no secondary containment)

These Findings, Alleged Violations and Penalties are issued by EPA Region 6 under the authority vested in the Administrator of EPA by Section 311(b)(6)(B)(I) of the Clean Water Act, as amended by the Oil Pollution Act of 1990.

Company Name McCann Companies		Docket Number: CWA-06-2014-4324	
Facility Name Culver Tank Battery		Date 11/13/2013	
Address 1613 West 6th Street		Inspection Number FY-INSP-SPCC-OK-2014-00007	
City: Bartlesville		Inspectors Name: Jamie Bradsher	
State: OK	Zip Code: 74003	EPA Approving Official: Donald P. Smith	
Contact: Mr. Mark McCann (918) 337-4747		Enforcement Contacts: Misty Ward (214)665-6418	

Summary of Findings
(Onshore Oil Production Facilities)

GENERAL TOPICS: 112.3(a),(d),(e); 112.5(a), (b), (c); 112.7 (a), (b), (c), (d)

(When the SPCC Plan review penalty exceeds \$1,500.00 enter only the maximum allowable of \$1,500.00.)

- No Spill Prevention Control and Countermeasure Plan- 112.3..... \$1,500.00
- Plan not certified by a professional engineer- 112.3(d) 450.00
- Certification lacks one or more required elements- 112.3(d)(1) 100.00
- No management approval of plan- 112.7..... 450.00
- Plan not maintained on site (if facility is manned at least 4 hrs/day) or not available for review- 112.3(e)(1) 300.00
- No evidence of five-year review of plan by owner/operator- 112.5(b)..... 75.00
- No plan amendment(s) if the facility has had a change in: design, construction, operation, or maintenance which affects the facility's discharge potential- 112.5(a)..... 75.00
- Amendment(s) not certified by a professional engineer- 112.5(c)..... 150.00

<input type="checkbox"/>	Plan does not follow sequence of the rule and/or cross-reference not provided- 112.7.....	150.00
<input type="checkbox"/>	Plan does not discuss additional procedures/methods/equipment not yet fully operational- 112.7.....	75.00
<input type="checkbox"/>	Plan does not discuss alternative environmental protection to SPCC requirements- 112.7(a)(2).....	200.00
<input checked="" type="checkbox"/>	Plan has inadequate or no facility diagram- 112.7(a)(3).....	75.00
<input type="checkbox"/>	Inadequate or no listing of type of oil and storage capacity layout of containers- 112.7(a)(3)(i).....	50.00
<input checked="" type="checkbox"/>	Inadequate or no discharge prevention measures- 112.7(a)(3)(ii).....	50.00
<input type="checkbox"/>	Inadequate or no description of drainage controls- 112.7(a)(3)(iii).....	50.00
<input checked="" type="checkbox"/>	Inadequate or no description of countermeasures for discharge discovery, response and cleanup- 112.7(a)(3)(iv).....	50.00
<input checked="" type="checkbox"/>	Recovered materials not disposed of in accordance with legal requirements- 112.7(a)(3)(v).....	50.00
<input type="checkbox"/>	No contact list & phone numbers for response & reporting discharges- 112.7(a)(3)(vi).....	50.00
<input checked="" type="checkbox"/>	Plan has inadequate or no information and procedures for reporting a discharge- 112.7(a)(4).....	100.00
<input checked="" type="checkbox"/>	Plan has inadequate or no description and procedures to use when a discharge may occur- 112.7(a)(5).....	150.00
<input checked="" type="checkbox"/>	Inadequate or no prediction of equipment failure which could result in discharges- 112.7(b).....	150.00
<input type="checkbox"/>	Plan does not discuss and facility does not implement appropriate containment/diversionary structures/equipment- (including truck transfer areas) 112.7(c).....	400.00

- If claiming impracticability of appropriate containment/diversionary structures:

<input type="checkbox"/>	Impracticability has not been clearly denoted and demonstrated in plan- 112.7(d).....	100.00
<input checked="" type="checkbox"/>	No contingency plan- 112.7(d)(1).....	150.00
<input type="checkbox"/>	No written commitment of manpower, equipment, and materials- 112.7(d)(2).....	150.00
<input type="checkbox"/>	No periodic integrity and leak testing, if impracticability is claimed - 112.7(d).....	150.00
<input type="checkbox"/>	Plan has no or inadequate discussion of general requirements not already specified- 112.7(a)(1).....	75.00

QUALIFIED FACILITY REQUIREMENTS: 112.6

<input type="checkbox"/>	Qualified Facility: No Self certification- 112.6(a).....	450.00
<input type="checkbox"/>	Qualified Facility: Self certification lacks required elements- 112.6(a).....	100.00
<input type="checkbox"/>	Qualified Facility: Technical amendments not certified- 112.6(b).....	150.00
<input type="checkbox"/>	Qualified Facility: Un-allowed deviations from requirements- 112.6(c).....	100.00
<input type="checkbox"/>	Qualified Facility: Environmental Equivalence or Impracticability not certified by PE- 112.6(d).....	350.00

WRITTEN PROCEDURES AND INSPECTION RECORDS 112.7(e)

- The Plan does not include inspections and test procedures in accordance with 40 CFR Part 112 - 112.7(e) 75.00
- Inspections and tests required by 40 CFR Part 112 are not in accordance with written procedures developed for the facility- 112.7(e)..... 75.00
- No Inspection records were available for review - 112.7(e) 200.00

Written procedures and/or a record of inspections and/or customary business records:

- Are not signed by appropriate supervisor or inspector- 112.7(e)..... 75.00
- Are not maintained for three years- 112.7(e)..... 75.00

PERSONNEL TRAINING AND DISCHARGE PREVENTION PROCEDURES 112.7(f)

- No training on the operation and maintenance of equipment to prevent discharges- 112.7(f)(1) 75.00
- No training on discharge procedure protocols- 112.7(f)(1)..... 75.00
- No training on the applicable pollution control laws, rules, and regulations- 112.7(f)(1) 75.00
- Training records not maintained for three years- 112.7(f) 75.00
- No training on the contents of the SPCC Plan- 112.7(f)(1)..... 75.00
- No designated person accountable for spill prevention- 112.7(f)(2) 75.00
- Spill prevention briefings are not scheduled and conducted periodically- 112.7(f)(3) 75.00
- Plan has inadequate or no discussion of personnel and spill prevention procedures- 112.7(f)..... 75.00

FACILITY TANK CAR AND TANK TRUCK LOADING/UNLOADING 112.7(c) and/or (h-j)

- Inadequate containment for Loading Area (not consistent with 112.7(c)) - 112.7(c). 400.00
- Inadequate secondary containment, and/or rack drainage does not flow to catchment basin, treatment system, or quick drainage system- 112.7(h)(1). 750.00
- Containment system does not hold at least the maximum capacity of the largest single compartment of any tank car or tank truck- 112.7(h)(1). 450.00
- There are no interlocked warning lights, or physical barrier system, or warning signs, or vehicle brake interlock system to prevent vehicular departure before complete disconnect from transfer lines- 112.7(h)(2)..... 300.00
- There is no inspection of lowermost drains and all outlets prior to filling and departure of any tank car or tank truck- 112.7(h)(3). 150.00
- Plan has inadequate or no discussion of facility tank car and tank truck loading/unloading rack -112.7(j)..... 75.00

- Bank battery installations are not in accordance with good engineering practice because none of the following are present- 112.9(c)(2) 450.00
 - (1) Adequate tank capacity to prevent tank overflow- 112.9(c)(4)(i), or
 - (2) Overflow equalizing lines between the tanks- 112.9(c)(4)(ii), or
 - (3) Vacuum protection to prevent tank collapse- 112.9(c)(4)(ii), or
 - (4) High level alarms to generate and transmit an alarm signal where facilities are part of a computer control system- 112.9(c)(4)(iv).
- Plan has inadequate or no discussion of bulk storage tanks- 112.7(a)(1) 75.00

FACILITY TRANSFER OPERATIONS, OIL PRODUCTION FACILITY 112.9(D)

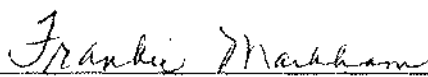
- Above ground valves and pipelines are not examined periodically on a scheduled basis for general condition (includes items, such as: flange joints, valve glands 2nd bodies, drip pans, pipeline supports, bleeder and gauge valves, polish rods/stuffing box.)- 112.9(d)(1) 450.00
 - Brine and saltwater disposal facilities are not examined often- 112.9(d)(2) 450.00
 - Inadequate or no flowline maintenance program (includes: examination, corrosion protection, flowline replacement)- 112.9(d)(3) 450.00
 - Plan has inadequate or no discussion of oil production facilities- 112.7(a)(1) 75.00
-
- Plan does not include a signed copy of the Certification of the Applicability of the Substantial Harm Criteria per 40 CFR Part- 112.20(e) 150.00
(Do not use this if FRP subject, go to traditional enforcement)

TOTAL \$2975.00

CERTIFICATE OF SERVICE

I certify that the original and one copy of the foregoing "Consent Agreement and Final Order," issued pursuant to 40 C.F.R. 22.13(b), was filed on 8-4, 2014, with the Regional Hearing Clerk, U.S. EPA Region 6, 1445 Ross Avenue, Dallas, TX 75202-2733; and that on the same date a copy of the same was sent to the following, in the manner specified below:

NAME: Mark McCann
ADDRESS: 1613 West 6th Street
Bartlesville, OK 74003



Frankie Markham
OPA Enforcement Administrative Assistant