1	SYLVIA QUAST		67711100
2	Regional Counsel		27JUN2016 - 08:27AM
3			** FILED **
4	Margaret Alkon		U.S.EPA - Region 09
5	Assistant Regional Counsel		and the Major of
6	U.S. Environmental Protection Agenc	cy	
7	Region IX		
8	75 Hawthorne Street		
9	San Francisco, CA 94105		
10	(415) 972-3890		
11			
12		UNITED STATES	
13	ENVIRONMI	ENTAL PROTECTION AGENCY	
14		REGION IX	
15		HAWTHORNE STREET	
16	SAN	FRANCISCO, CA 94105	
17		D 1 (N FIED 4 00 2017	0.013
18	In the matter of:) Docket No. FIFRA-09-2016-	0017
19	TV UDI I) CONSENT AGREEMENT	
20	WellPlant, Inc.)	
21	and) and	
22	GST International, Inc.) EINAL ODDED DUDCHANT	TO
23	Danie a Janta) FINAL ORDER PURSUANT	10
24	Respondents.	SECTIONS 22.13 AND 22.18	
25)	
26			
27 28	1.00	ONSENT AGREEMENT	
20	1. 00	ONSENT AGREEMENT	
29	The United States Environmer	ntal Protection Agency ("EPA"), WellP	Plant. Inc.
		in it is the interest of the i	
30	("WellPlant") and GST International,	Inc. ("GSTII" and together with WellP	lant the
		`	
31	"Respondents") agree to settle this ma	atter and consent to the entry of this Co	nsent Agreement
		•	Ü
32	and Final Order ("CAFO"). This CAF	FO simultaneously initiates and conclude	les this proceeding in
	, , ,	·	
33	accordance with 40 C.F.R. §§22.13(b)) and 22.18(b).	
34	<u>A. AU</u>	THORITY AND PARTIES	
25	1 This administrative process	ding for the assessment of a civil admir	nistrative penalty is
35	1. This administrative proceed	ding for the assessment of a civil additi	nsualive penalty is
36	initiated pursuant to section 14(a) of t	he Federal Insecticide, Fungicide, and I	Rodenticide Act. 7

U.S.C. § 136, et seq. (hereinafter referred to as "FIFRA" or the "Act"), and the Consolidated Rules of Practice Governing the Administrative Assessment of Civil Penalties and the Revocation/Termination or Suspension of Permits, 40 C.F.R. Part 22.

- 2. Complainant is the Director of the Enforcement Division, EPA Region IX, who has been duly delegated to commence and settle an enforcement action in this matter.
- WellPlant Inc. is a Nevada corporation with an office or business at 855 E Greg Street,
 #103, Sparks Nevada.
- GST International, Inc. is a Nevada corporation with offices located at 855 E Greg
 Street, #103, Sparks Nevada.

B. STATUTORY AND REGULATORY AUTHORITIES

- 5. Under section 2(s) of FIFRA, 7 U.S.C. §136(s), the term "person" means "any individual, partnership, association, corporation, or any organized group of persons whether incorporated or not."
- 6. Section 12(a)(1)(A) of FIFRA, 7 U.S.C. § 136j(a)(1)(A), states that it shall be unlawful for any person to distribute or sell to any person any pesticide that is not registered under section 3 of FIFRA, 7 U.S.C. § 136a, or whose registration has been canceled or suspended, except to the extent that distribution or sale otherwise has been authorized by the Administrator under this subchapter.
- 7. Section 12(a)(1)(E) of FIFRA, 7 U.S.C. § 136j(a)(1)(E), makes it unlawful for any person to distribute or sell to any person any pesticide that is misbranded.
- 8. Under Section 2(q) of FIFRA, 7 U.S.C. § 136(q), a pesticide is "misbranded" if "the label does not bear an ingredient statement..." or if "any word, statement, or other information

required by or under the authority of [FIFRA] to appear on the label or labeling is not prominently placed thereon..." 7 U.S.C. §§ 136(q)(1)(E) and 136(q)(2)(A). A pesticide is also misbranded if its labeling bears any statement, design, or graphic representation, relative thereto or to its ingredients which is false or misleading in any particular. Section 2(q)(1)(A) of FIFRA, 7 U.S.C. § 136(q)(1)(A).

- 9. Section 2(p) of FIFRA, 7 U.S.C. § 136(p), defines "labeling" in part, as "all labels and all other written, printed, or graphic matter . . . accompanying the pesticide or device at any time," and defines "label" as "the written, printed, or graphic matter on, or attached to, the pesticide or device or any of its containers or wrappers."
- 10. Section 2(gg) of FIFRA, 7 U.S.C. § 136(gg) states that the term "to distribute or sell" means to distribute, sell, offer for sale, hold for distribution, hold for sale, hold for shipment, ship, deliver for shipment, release for shipment, or receive and (having so received) deliver or offer to deliver.
- 11. Section 2(u) of FIFRA, 7 U.S.C. §136(u), states that the term "pesticide" means any substance or mixture of substances intended for preventing, destroying, repelling, or mitigating any pest.
- 12. Section 2(t) of FIFRA, 7 U.S.C. §136(t), states that the term "pest" means (1) any insect, rodent, nematode, fungus, weed, or (2) any other form of terrestrial or aquatic plant or animal life or virus, bacteria, or other micro-organism (except viruses, bacteria, or other micro-organisms on or in living man or other living animals) which the Administrator declares to be a pest under FIFRA section 25(c)(1). Pursuant to the authority in section 25(c)(1) of FIFRA, 7 U.S.C. § 136w(c)(1), the Administrator declared that a pest includes "any plant growing where

 not wanted, including any moss, alga, liverwort..." and "[a]ny fungus..., except for those on or in living man or other living animals and those on or in processed food or processed animal feed, beverages, drugs... and cosmetics...." 40 C.F.R. § 152.5.

- 13. EPA has promulgated regulations setting forth procedures, requirements and criteria concerning the registration of pesticide products under FIFRA section 3, found at 40 CFR Part 152 ("Pesticide Registration Regulations"). EPA has also promulgated regulations setting forth labeling requirements for pesticides, found at 40 CFR Part 156 ("Labeling Regulations").
- 14. Products that are intended to exclude pests only by providing a physical barrier against pest access, and which contain no toxicants, such as certain pruning paints to trees, are not considered to be pesticides unless a pesticide claim is made on their labeling or in connection with their sale and distribution. 40 C.F.R. §152.10.
- 15. The Labeling Regulations require every pesticide to bear a label containing an ingredient statement "which contains the name and percentage by weight of each active ingredient, the total percentage by weight of all inert ingredients..." as required by 40 CFR § 156.10(g) and the name and address of the person for whom produced as prescribed by 40 CFR § 156.10(c), which states "if the name of the person for whom the pesticide was produced appears on the label, it must be qualified by appropriate wording such as "Packed for***" "Distributed by***" or "Sold by***" to show that the name is not that of the producer."
- 16. A pesticide is misbranded if its labeling is false or misleading in any particular including both pesticidal and non-pesticidal claims. Examples of statements or representations in the labeling which constitute misbranding include: A true statement used in such a way as to give a false or misleading impression to the purchaser; Label disclaimers which negate or detract from

labeling statements required under the Act and these regulations; Claims as to the safety of the
pesticide or its ingredients, including statements such as "safe," "nonpoisonous," "noninjurious,"
"harmless" or "nontoxic to humans and pets" with or without such a qualifying phrase as "when
used as directed"; and non-numerical and/or comparative statements on the safety of the product.
40 CFR § 156.10 (a)(5).

C. COMPLAINANT'S ALLEGATIONS

Complainant alleges:

- 17. Respondents are each and together a "person" as that term is defined by section 2(s) of FIFRA, 7 U.S.C. § 136(s), and as such are subject to FIFRA and the regulations promulgated thereunder.
- 18. At all times relevant to this CAFO, Respondents have a facility located at 855 E Greg Street, #103, Sparks Nevada.
- 19. On August 19, 2015, an Inspector from the Nevada Department of Agriculture conducted an inspection of the facility at 855 E Greg Street, #103, Sparks Nevada.
- 20. At all times relevant to this CAFO, Respondents distributed or sold a product called Mold Manager (hereafter, "Mold Manager").
- 21. At all times relevant to this CAFO, the label of Mold Manager states that Mold Manager "PREVENTS THE GROWTH & REGROWTH OF MOLD, MILDEW, ALGAE & MOSS FOR ONE FULL YEAR ON MOST HARD SURFACES!"
- 22. The statement that a product prevents the growth and regrowth of mold, mildew, algae & moss is a pesticidal claim.
 - 23. At all times relevant to this CAFO, Mold Manager is a pesticide.

- 24. Mold Manager is not a registered pesticide.
- 25. In forty-eight (48) instances from on or about February 5, 2014 to on or about November 18, 2015, Respondents distributed or sold Mold Manager (including Mold Manager Concentrate and Mold Manager Ready to Use) to numerous persons in the United States. In each of these forty-eight instances, Respondents violated section 12(a)(1)(A) of FIFRA, 7 U.S.C. § 136j(a)(1)(A), by distributing or selling an unregistered product.
- 26. Mold Manager does not bear a label containing an ingredient statement as required by 40 C.F.R. § 156.10(g).
- 27. The name and address of WellPlant on the Mold Manager label is not qualified by appropriate wording as prescribed by 40 CFR § 156.10(c) such as "Packed for***" "Distributed by***" or "Sold by***" to show that the name "WellPlant" is not that of the producer.
- 28. The Mold Manager label contains the statement "It is a violation of Federal Law to use this product in a manner inconsistent with its labeling." This language gives a false or misleading impression to the purchaser that Mold Manger is registered and EPA has approved the label. Thus, the Mold Manager label contains a false or misleading statement.
- 29. Mold Manager is "misbranded" as that term is defined by Section 2(q) of FIFRA, 7 U.S.C. § 136(q). In forty-eight (48) instances from on or about February 5, 2014 to on or about November 18, 2015, Respondents distributed or sold Mold Manager (including Mold Manager Concentrate and Mold Manager Ready to Use) to numerous persons in the United States. In each of these forty-eight instances, Respondents violated section 12(a)(1)(E) of FIFRA, 7 U.S.C. § 136j(a)(1)(E), by distributing or selling a misbranded pesticide.

D. RESPONDENTS' ADMISSIONS

30. In accordance with 40 C.F.R. § 22.18(b)(2), and for the purpose of this proceeding, Respondents each (i) admit that EPA has jurisdiction over the subject matter of this CAFO and over each Respondent; (ii) neither admits nor denies the specific factual allegations contained in Section I.C of this CAFO; (iii) consents to any and all conditions specified in this CAFO, (iv) agrees to pay, and consents to the assessment of, the civil administrative penalty under Section I.E of this CAFO; (v) waives any right to contest the allegations contained in Section I.C of this CAFO; and (vi) waives the right to appeal the proposed final order contained in this CAFO.

E. CIVIL ADMINISTRATIVE PENALTY

- 31. Respondents consent to the assessment of a joint and severable civil administrative penalty in the amount of **TWELVE THOUSAND DOLLARS** (\$12,000) as final settlement and complete satisfaction of the civil claims against Respondents arising from the facts alleged in Section I.C of the CAFO and under the Act.
- a. Respondents shall pay the civil penalty within thirty (30) days of the effective date of this CAFO by one of the methods listed below:
 - Respondents may pay online through the Department of the Treasury website at www.pay.gov. In the Search Public Form field, enter SFO 1.1, click EPA Miscellaneous Payments - Cincinnati Finance Center, and complete the SFO Form Number 1.1.
 - ii. Respondents may pay by remitting a certified or cashier's check, including the name and docket number of this case, for the amount, payable to "Treasurer, United States of America," and sent as follows:

1	Regular Mail:
2	U.S. Environmental Protection Agency
3	PO Box 979077
4	St. Louis, MO 63197-9000
5	
6	Overnight/Signed Receipt Confirmation Mail:
7	U.S. Environmental Protection Agency
8	ATTN Box 979077
9	1005 Convention Plaza
10	Mail Station SL-MO-C2GL
11	St. Louis, MO 63101
12	
13	iii. Respondents may also pay the civil penalty using any method, or
14	combination of methods, provided on the following website:
15	
16	http://www2.epa.gov/financial/additional-instructions-making-payments-epa
17	
L 8	If clarification regarding a particular method of payment remittance is needed,
19	contact the EPA's Cincinnati Finance Center at (513) 487-2091.
20	
21	b. Respondents shall identify each and every payment with the name and docket
22	number of this case; and
23	c. Within 24 hours of payment, Respondents shall provide EPA with proof of
24	payment ("proof of payment" means, as applicable, a copy of the check, confirmation of credit
25	card or debit card payment, confirmation of wire or automated clearinghouse transfer, and any
26	other information required to demonstrate that payment has been made according to EPA
27	requirements, in the amount due, and identified with the name and docket number of this case),
28	including proof of the date payment was made, along with a transmittal letter, indicating
29	Respondent's names, the case title, and docket number, to the following addresses:
30	Regional Hearing Clerk
31	Office of Regional Counsel (ORC-1)
32	U.S. Environmental Protection Agency, Region IX
33	75 Hawthorne Street
34	San Francisco, CA 94105
) E	, and the second

Scott McWhorter Enforcement Division (ENF 3-3) U.S. Environmental Protection Agency, Region IX 75 Hawthorne Street San Francisco, CA 94105

32. In the event that Respondents fail to pay the civil administrative penalty assessed above by its due date, Respondents shall pay to EPA a stipulated penalty in the amount of FIVE HUNDRED DOLLARS (\$500) for each day that payment is late in addition to the unpaid balance of the penalty assessed above. Upon EPA's written demand, this stipulated penalty shall immediately become due and payable.

33. If Respondents fail to pay the penalty assessed by this CAFO in full by its due date, the entire unpaid balance and accrued interest shall become immediately due and owing. Respondents' tax identification numbers may be used for collecting or reporting any delinquent monetary obligation arising from this CAFO (see 31 U.S.C. § 7701). If payment is not received within thirty (30) calendar days, interest, penalty and administrative costs will accrue from the effective date of this CAFO as described at 40 CFR §13.11. In addition, if this matter is referred to another department or agency (e.g., the Department of Justice, the Internal Revenue Service), that department or agency may assess its own administrative costs, in addition to EPA's administrative costs, for handling and collecting Respondents' overdue debt. Respondents' failure to pay in full the civil administrative penalty by its due date also may also lead to any or all of the following actions:

a. The debt being referred to a credit reporting agency, a collection agency, or to the Department of Justice for filing of a collection action in the appropriate United States District Court. 40 C.F.R. §§ 13.13, 13.14, and 13.33. In any such collection action, the validity, amount,

and appropriateness of the assessed penalty and of this CAFO shall not be subject to review.

b. The debt being collected by administrative offset (i.e., the withholding of money payable by the United States to, or held by the United States for, a person to satisfy the debt the person owes the Government), which includes, but is not limited to, referral to the Internal Revenue Service for offset against income tax refunds. 40 C.F.R. Part 13, Subparts C and H.

c. EPA may (i) suspend or revoke Respondents' licenses or other privileges; (ii) suspend or disqualify Respondents from doing business with EPA or engaging in programs EPA sponsors or funds; (iii) convert the method of payment under a grant or contract from an advanced payment to a reimbursement method; or (iv) revoke a grantee's or contractor's letter-of-credit. 40 C.F.R. §§ 13.17.

F. CERTIFICATION OF COMPLIANCE

34. In executing this CAFO, each Respondent certifies that the information it has supplied concerning this matter was at the time of submission, and is at the time of signature to this CAFO, truthful, accurate, and complete; and that Respondent has corrected the violations alleged in Section I.C of this CAFO. Under 18 U.S.C. § 1001, submitting false or misleading information can result in significant penalties, including the possibility of fines and imprisonment for knowing submission of such information.

G. RETENTION OF RIGHTS, BINDING EFFECT, ETC.

35. This Consent Agreement constitutes the entire agreement between the Respondents and EPA. Full payment of the civil penalty and any applicable interest charges or late fees or penalties as set forth in this CAFO shall constitute full settlement and satisfaction of civil penalty

liability against Respondents for the violations alleged in Section I.C of this CAFO.

36. In accordance with 40 C.F.R. § 22.18(c), this CAFO only resolves Respondents' liabilities for federal civil penalties for the violations and facts specifically alleged in Section I.C of this CAFO. Nothing in this CAFO is intended to or shall be construed to resolve: (i) any civil liability for violations of any provision of any federal, state, or local law, statute, regulation, rule, ordinance, or permit not specifically alleged in Section I.C of this CAFO; or (ii) any criminal liability. EPA specifically reserves any and all authorities, rights, and remedies available to it (including, but not limited to, injunctive or other equitable relief or criminal sanctions) to address any violation of this CAFO or any violation not specifically alleged in Section I.C of this CAFO. This CAFO does not exempt, relieve, modify, or affect in any way Respondents' duties to comply with all applicable federal, state, and local laws, regulations, rules, ordinances, and permits.

- 37. Except as set forth in Paragraph <u>33</u> above, EPA and Respondents shall each bear its own fees, costs, and disbursements in this action.
- 38. For the purposes of state and federal income taxation, Respondents shall not claim a deduction for any civil penalty payment made pursuant to this CAFO.
- 39. This CAFO constitutes an enforcement action for purposes of considering Respondents' compliance history in any subsequent enforcement action. This CAFO will be available to the public and does not contain any confidential business information.
- 40. In accordance with 40 C.F.R. §§ 22.18(b)(3) and 22.31(b), the effective date of this CAFO shall be the date on which the accompanying Final Order, having been signed by the Regional Judicial Officer, is filed.

41. The provisions of this CAFO shall be binding on Respondents and on Respondents' officers, directors, employees, agents, servants, authorized representatives, successors, and assigns.
42. The undersigned representatives of each party to this Consent Agreement certify that each is duly authorized by the party whom he or she represents to enter into the terms and

WELLPLANT, INC.:

Date: 5/23/16 By: AMDS JUESSNER

conditions of this Consent Agreement and Final Order and bind that party to it.

Title: Tersoft

GST INTERNATIONAL, INC.:

Date: 5/23/16 By:

Name:

Title: + 255,05,17

In re: WellPlant and GST International, EPA Region 9 FIFRA 2016, page 12

1	UNITED STATES ENVIRONMENTAL PROTECTION AGENCY:
2	
3	
4	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1
5	Date: 6/22/10 By: SAT 14- 106-
6	KATHLEEN H. JOHNSON
7	Director
8	Enforcement Division
9	U.S. Environmental Protection Agency,
10	Region IX
11	
12	
13	

In re: WellPlant and GST International, EPA Region 9 FIFRA 2016, page 13

1 2	II. FINAL ORDER
3	IT IS HEREBY ORDERED that this Consent Agreement and Final Order be entered and
4	that Respondents shall pay a civil administrative penalty in the amount of TWELVE
5	THOUSAND DOLLARS (\$12,000) in accordance with the terms set forth in the Consent
6	Agreement.
7	
8	
9	
10	Date: 06/23/16
11 12	Steven L. Jawgiel Regional Judicial Officer
13	U.S. EPA, Region IX
14	
15	

CERTIFICATE OF SERVICE

I certify that the original of the fully executed Consent Agreement and Final Order, (Docket No FIFRA-09-2016-) was filed with the Regional Hearing Clerk, U.S. EPA, Region IX, 75 Hawthorne Street, San Francisco, CA 94105, and that a true and correct copy of the same was sent to the following parties:

A copy was mailed via CERTIFIED MAIL to:

Jim Glessner

President, WellPlant, Inc.

President, GST International, Inc.

994 Packer Way Sparks, NV 89431

CERTIFIED MAIL NUMBER:

7015 3010 0000 3883 6045

An additional copy was hand-delivered to the following U.S. EPA case attorney:

Margaret Alkon
Assistant Regional Counsel (ORC-2)
U.S. EPA, Region IX
75 Hawthorne Street

San Francisco, CA 94105

Regional Hearing Clerk

U.S. EPA, Region IX

Date