

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

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

APR 0 3 2012

CERTIFIED MAIL RETURN RECEIPT REQUESTED

Mr. John A. Brunini Brunini Law Firm The Pinnacle Building, Suite 100 190 East Capitol Street Jackson, Mississippi 39201

RE: W.E. Blain and Sons, Inc.

Consent Agreement and Final Order Docket No. EPCRA-04-2012-2015(b)

Dear Mr. Brunini:

Enclosed please find an executed copy of the Consent Agreement and Final Order that resolves the Emergency Planning and Community Right-to-Know Act of 1986 matter (Docket No. EPCRA-04-2012-2015(b)) involving W.E. Blain and Sons, Inc. The CAFO was filed with the Regional Hearing Clerk, as required by 40 C.F.R. Part 22 and became effective on the date of the filing.

Also enclosed, please find 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 Security and Exchange Commission any environmental enforcement actions taken by the Environmental Protection Agency. If you have any questions with regards to the SEC's environmental disclosure requirements, you may refer to the contact phone number at the bottom of the SEC Notice.

If you have any questions, please call Mr. Jyoti Bhushan at (404) 562-9182.

Sincerely,

Caron B. Falconer

Chief

EPCRA Enforcement Section

Enclosures

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY REGION 4

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IN THE MATTER OF:)			3	P. R.
W.E. Blain and Sons, Inc.	$\stackrel{\prime}{)}$	Docket Number: EPCRA-04-2012-2015(b)	3	دئ	
Respondent.)) _)		CLERK	₹ :: 5	
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CONSENT AGREEMENT AND FINAL ORDER

1. Nature of the Action

- 1. This is a civil penalty proceeding pursuant to Section 325 of the Emergency Planning and Community Right-to-Know Act (EPCRA), 42 U.S.C. § 11045, 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 W.E. Blain and Sons, Inc.
- 2. The authority to take action under Section 325 of EPCRA, 42 U.S.C. § 11045, is vested in the Administrator of EPA. The Administrator of EPA has delegated this authority under EPCRA to the Regional Administrators by EPA Delegation 22-3-A, dated May 11, 1994. The Regional Administrator, Region 4, has re-delegated this authority to the Director, Air, Pesticides and Toxics Management Division, by EPA Region 4 Delegation 22-3-A, dated November 8, 1994. 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.
- 3. 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) and 22.18(b), this Consent Agreement and Final Order (CAFO) will simultaneously commence and conclude this matter.

II. Preliminary Statements

- 4. Respondent is W.E. Blain and Sons, Inc., a corporation doing business in the State of Mississippi.
- 5. Respondent is a "person", as defined in Section 329(7) of EPCRA, 42 U.S.C. § 11049(7).

- 6. Respondent owns and operates a "facility" as that term is defined by Section 329(4) of EPCRA, 42 U.S.C. § 11049(4).
 - 7. Respondent's facilities are located at:
 - a. 98 and 104 Pearce Road, Mt. Olive, Mississippi;
 - b. 2407 Highway 27, Monticello, Mississippi;
 - c. 693 Highway 61 North, Natchez, Mississippi;
 - d. 2142 Highway 80 West, Morton, Mississippi;
 - e. 2050 Bailey Road, Georgetown, Mississippi.

III. EPA's Allegations of Violations

- 8. Section 312 of EPCRA, 42 U.S.C. § 11022, and the regulations found at 40 C.F.R. Part 370, provide that the owner or operator of a facility that is required to prepare or have available a Material Safety Data Sheet (MSDS) for hazardous chemicals under the Occupational Safety and Health Act of 1970 (OSHA) and regulations promulgated under that Act, shall submit to the Local Emergency Planning Committee (LEPC), the State Emergency Response Commission (SERC), and the fire department with jurisdiction over the facility on or before March 1 annually, a completed emergency and hazardous chemical inventory form (Tier I or Tier II) as described in 40 C.F.R. Part 370, containing the information required by that part for hazardous chemicals present at the facility at any one time in the calendar year in amounts equal to or greater than 10,000 pounds and containing the information required by that part for extremely hazardous substances present at the facility at any one time in amounts equal to or greater than the threshold planning quantity or 500 pounds, whichever is less.
- 9. At some time during the calendar years of 2009, 2008, and 2007, diesel fuel was present at the facilities in an amount equal to or greater than 10,000 pounds.
- 10. Diesel fuel is a "hazardous chemical" as defined by Section 329(5) of EPCRA, 42 U.S.C. § 11049(5) for which Respondent is required to prepare or have available an MSDS under OSHA at its facilities.
- 11. Respondent failed to submit a completed Emergency and Hazardous Chemical Inventory Form for diesel fuel to the SERC, the LEPC, and fire department with jurisdiction over the facilities for calendar years 2009, 2008, and 2007, by March I of the year following the calendar year for which a report was required.
- 12. Respondent violated the reporting requirements of Section 312 of EPCRA, 42 U.S.C. § 11022, at its facilities for calendar years 2009, 2008 and 2007, and is therefore subject to the assessment of penalties under Section 325 of EPCRA, 42 U.S.C. § 11045.
- 13. Pursuant to Section 325(c) of EPCRA, 42 U.S.C. § 11045(c), and 40 C.F.R. Part 19, EPA may assess a penalty of not more than \$37,500 for each violation of Section 312 that occurred after January 12, 2009. Each day a violation of Section 312 continues constitutes a separate violation. Civil penaltics under Section 325(c) of EPCRA, 42 U.S.C. § 11045(c), may be assessed by Administrative Order.

IV. Consent Agreement

- 14. For the purposes of this CAFO, Respondent admits the jurisdictional allegations set out above but neither admits nor denies the factual allegations set out above.
- 15. Respondent waives any right to contest the allegations and its right to appeal the proposed final order accompanying the Consent Agreement.
- 16. Respondent consents to the assessment of and agrees to pay the civil penalty as set forth in this CAFO.
- 17. Respondent agrees to complete the Supplemental Environmental Project (SEP) set forth in this CAFO.
- 18. Respondent certifies that as of the date of its execution of this CAPO, it is in compliance with all relevant requirements of EPCRA at its facilities.
- 19. Compliance with this CAFO shall resolve the allegations of violations contained herein. This CAFO shall not otherwise affect any liability of Respondent to the United States other than as expressed herein. Neither EPA nor Complainant waives any right to bring an enforcement action against Respondent for a violation of any federal or state statute, regulation or permit; to initiate an action for imminent and substantial endangerment; or to pursue criminal enforcement.
- 20. 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 EPCRA.

V. Final Order

- 21. Respondent shall pay a civil penalty of SIXTY NINE THOUSAND FOUR HUNDRED EIGHTY DOLLARS (\$69,480), for the violations alleged in Section III. Payment shall be paid within thirty (30) days of the effective date of this CAFO.
- 22. Respondent shall pay the penalty by forwarding a cashier's or certified check, payable to: "Treasurer, United States of America," to one of the following addresses:

BY MAIL

U.S. Environmental Protection Agency Fines and Penalties Cincinnati Finance Center

P.O. Box 979077

St. Louis, MO 63197-9000

BY OVERNIGHT

U.S. Bank

Government Lockbox 979077 US

EPA Fines & Penalties 1005 Convention Plaza

SL-MO-C2-GL

St. Louis, MO 63101

(314) 418-1028

23. 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, Georgia 30303

Jyoti Bhushan, U.S. EPA, Region 4 Air, Pesticides & Toxics Management Division 61 Forsyth Street, S.W. Atlanta, Georgia 30303

Saundi, Wilson U.S. EPA, Region 4 Office of Environmental Accountability 61 Forsyth Street, S.W. Atlanta, Georgia 30303

24. For the purposes of state and federal income taxes, Respondent shall not be entitled, and agrees not to attempt, to claim a deduction for any civil penalty payment made pursuant to this CAFO. Any attempt by Respondent to deduct any such payments shall constitute a violation of this CAFO.

VI. Supplemental Environmental Project

25. Respondent shall undertake and complete, in accordance with the approved SEP in this matter, the following Emergency Planning and Preparedness SEP project for the Mt. Olive Volunteer Fire Department within 45 days of the effective date of this CAFO. Cash donations shall not be used to satisfy the terms and conditions of this CAFO. Respondent shall expend ELEVEN THOUSAND SEVEN HUNDRED EIGHTY EIGHT DOLLARS (\$11,788) for the Emergency Planning and Preparedness SEP to include:

Quantity

5	VX-354-ADOB-5	High Performance 16CH 5W Compact Portable Radio with 1800 mAH Lithium ION Battery, 8-Character Display, 4 Programmable Soft Keys, Desktop Rapid Charger, and Antenna. Includes Programming.
2	VX-4600-DO-50	VIIF 50 Watt 512 Channel 8 Character Alpha Numeric Display Mobile with 3 years Parts and Labor warranty. Includes programming.

2		Installation of 1 piece Radio and Antenna
2	MBH-5800	VHF base load 5/8 wave antenna 144-174 Mhz 3dB Gain
2	1252	NMO Mount with solid coax
2	RFU-600-6	Mim UHF (M) Crimp for RG-58/U
3	FE888 KHA LG	Chieftain Nomex/Kevlar 35M Turnout Coat
5	FE889 KHA LG	Chieftain Nomex/Keylar 35M Turnout Pant
5	FE879 YEL	PX Scrics Helmet with Traklite - New
5	SP041 10M	Shoe-fit insulated fire boots
5	GL190 LG	NFPA Direct grip gauntlet gloves
4	FL819 ORG AD	Fire Vulcan Led
5	BG101 Red	Step in Boot Bag
5	RW093 LGR LG FR	Screenprinted rain coat
3	JS004 KHA LG Rcg	Flight suit
3	PED06 WHT	Ambulance Back embroidery design
3	PEC0 2	2 Line embroidery right

26. Respondent agrees to the following language concerning the SEP:

Respondent certifies that it is not a party to any open federal financial assistance transaction that is funding or could be used to fund the same activity as the SEP. Respondent further certifies that, to the best of its knowledge and belief after reasonable inquiry, there is no such open federal financial transaction that is funding or could be used to fund the same activity as the SEP, nor has the same activity been described in an unsuccessful federal financial assistance transaction proposal submitted to EPA within two years of the date of this settlement (unless the project was barred from funding as statutorily ineligible). For the purposes of this certification, the term "open federal financial assistance transaction" refers to a grant, cooperative agreement, loan, federally-guaranteed loan guarantee, or other mechanism for providing federal financial assistance whose financial performance period has not yet expired.

- 27. Respondent agrees that EPA may conduct an inspection at any time in order to confirm that the SEP is being undertaken in conformity with the representations made herein.
- 28. No later than thirty (30) calendar days after the completion of the project, Respondent shall submit to EPA a SEP Completion Report. The Report shall be sent to the EPCRA Enforcement Section, to the attention of Mr. Jyoti Bhushan, at the address provided above. The Report shall include the following:
 - (a) an affidavit from an authorized company official, attesting that the SEP has been completed or explaining in detail any failure to complete it; and
 - (b) copies of appropriate documentation, including invoices and receipts, showing a total expenditure of FLEVEN THOUSAND SEVEN HUNDRED EIGHTY EIGHT DOLLARS (\$11,788), or greater, was spent on the purchase of the equipment described in paragraph 25.

- 29. For Federal Income Tax purposes, Respondent agrees that it will neither capitalize into inventory or basis nor deduct any costs or expenditures incurred in performing the SEP.
- 30. Respondent certifies that, as of the date this CAFO is signed, it is not required to perform any part of the SEP by any federal, state or local law, regulation, permit or order, or by any agreement or grant. Respondent further certifies that, as of this date, it has not received and is not negotiating to receive, credit for any part of the SEP in any other enforcement action of any kind,
- 31. Any public statement, oral or written, by Respondent making any reference to the SEP shall include the following language:

"This project was undertaken in connection with the settlement of an enforcement action taken by the U.S. Environmental Protection Agency for violations of Section 312 of the Emergency Planning and Community Right-to-Know Act of 1986."

- 32. If Respondent fails to timely and fully complete any part of the SEP, including failure to spend the minimum amount of ELEVEN THOUSAND SEVEN HUNDRED EIGHT EIGHT DOLLARS (\$11,788), Respondent shall pay to the United States a stipulated penalty of the difference between \$11,788 and the amount spent.
- 33. If Respondent fails to timely submit a SEP Completion Report as required by this CAFO, Respondent shall pay to the United States a stipulated penalty of \$100 for each calendar day that the report is late.
- 34. Respondent shall pay any stipulated penalties that accrue under this CAFO within 15 calendar days of the receipt by Respondent of written demand from EPA for such penalties. Such penalties shall be paid in accordance with the procedures set forth above for the payment of the civil penalty.
- 35. Pursuant to 31 U.S.C. § 3717, EPA is entitled to assess interest and penaltics on debts owed to the United States and a charge to cover the cost of processing and handling a delinquent claim. Interest will therefore begin to accrue on the civil penalty from the effective date of this CAFO if the penalty is 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 will be assessed on any portion of the debt that remains delinquent more than ninety (90) days after payment is due.
- 36. Complainant and Respondent shall bear their own costs and attorney fees in this matter.
 - 37. This CAFO shall be binding upon the Respondent, its successors and assigns.

38. The following individual is authorized to receive service for EPA in this proceeding:

Caron B. Falconer U.S. EPA, Region 4 Air, Pesticides & Toxic Management Division 61 Forsyth Street, S.W. Atlanta, Georgia 30303 (404) 562-8451

39. 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.

THIS SECTION INTENTIONALLY LEFT BLANK.

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VII. Effective Date

41. The effective date of this CAFO shall be the date upon which the CAFO is filed with the Regional Hearing Clerk.

AGREED AND CONSENTED TO:

	W.E.	Blain	and	Sons,	Inc.
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By:	Sam	ner le	<u> 1. Bui</u>	y Q.	Date: 3-20-2012
Name:√_	MAES	W- 64	EWER.	TR	(Typed or Printed)
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U.S. Environmental Protection Agency

By: Carol L. Hambargo Pate: 3/7/12
Beverly H. Banister

Director

Air, Pesticides & Toxics Management Division

APPROVED AND SO ORDERED this 2rd day of april, 2012.

Susan B. Schub

Regional Judicial Officer

CERTIFICATE OF SERVICE

I hereby certify that I have this day served a true and correct copy of the foregoing Consent Agreement and Final Order, in the Matter of: W.E. Blain and Sons, Inc., Docket Number; EPCRA-04-2012-2015(b), on the parties listed below in the manner indicated:

Caron B. Falconer (Via EPA's internal mail)
U.S. EPA, Region 4
Air, Pesticides & Toxics Management Division
61 Forsyth Street
Atlanta, Georgia 30303

Robert Caplan (Via EPA's internal mail)
U.S. EPA, Region 4
Office of Environmental Accountability
61 Forsyth Street
Atlanta, Georgia 30303

Mr. John A. Brunini Brunini Law Firm The Pinnacle Building, Suite 100 190 East Capitol Street Jackson, Mississippi 39201

(Via Certified Mail - Return Receipt Requested)

Date: 4-3-12

Patricia Bullock, Regional Hearing Clerk

United States Environmental Protection Agency, Region 4 Atlanta Federal Center 61 Forsyth Street, S.W. Atlanta, GA 30303 (404) 562-9686