UNITED STATES PROPERTAL PROPERTY:

U.S. ENVIRONMENTAL PROTECTION AGENCY ALTROY-REGION 7 11201 DENNIED POWER TYPES OF THE PROPERTY OF THE PROPERT

REGION 7 11201 RENNER BOULEVARD LENEXA, KANSAS 66219 BEFORE THE ADMINISTRATO

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FORE THE ADMINISTRATOR	
)	

In the Matter of)	
PBI Gordon Corporation)	Docket No. FIFRA-07-2013-0009
Respondent)	

CONSENT AGREEMENT AND FINAL ORDER

The U.S. Environmental Protection Agency (EPA or Complainant), Region 7 and PBI Gordon Corporation (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, Issuance of Compliance or Corrective Action Orders, and the Revocation, Termination or Suspension of Permits (Consolidated Rules), 40 C.F.R. §§22.13(b) and 22.18(b)(2).

Section I

Jurisdiction

- 1. This proceeding is an administrative action for the assessment of civil penalties instituted pursuant to Section 14 of the Federal Insecticide, Fungicide, and Rodenticide Act (FIFRA), 7 U.S.C. §1361.
- 2. This Consent Agreement and Final Order (CAFO) serves as notice that EPA has reason to believe that Respondent has violated Section 12 of FIFRA, 7 U.S.C. §136j.

Section II

Parties

- 3. The Complainant, by delegation from the Administrator of EPA and the Regional Administrator, EPA, Region 7, is the Director of the Water, Wetlands and Pesticides Division, EPA, Region 7.
- 4. The Respondent is PBI Gordon Corporation, a pesticide manufacturer located at 1217 W. 12th Street, Kansas City, Missouri.

Section III

Statutory and Regulatory Background

- 5. Congress enacted FIFRA in 1947 and amended it in 1972 and in 1996. The general purpose of FIFRA is to provide the basis for regulation, sale, distribution and use of pesticides in the United States. 7 U.S.C. 136 et. seq.
- 6. Section 2(t) of FIFRA, 7 U.S.C. §136(t), defines the term "pest" to mean (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-organism on or in living man or other living animals) which the Administrator declares to be a pest under Section 25(c)(1).
- 7. Section 2(u) of FIFRA, 7 U.S.C. §136(u), defines the term "pesticide" to mean any substance or mixture of substances intended for preventing, destroying, repelling, or mitigating any pest.
- 8. Section 2(s) of FIFRA, 7 U.S.C. §136(s), defines the term "person" to mean any individual, partnership, association, corporation, or any organized group of persons whether incorporated or not.

- 9. Section 2(gg) of FIFRA, 7 U.S.C. §136(gg), defines the term "to distribute or sell" to mean 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.
- 10. Section 2(q) of FIFRA, 7 U.S.C. §136(q), defines the term "misbranded." A pesticide is "misbranded" if the label does not contain a warning or caution statement which may be necessary and if complied with, together with any requirements imposed under section 136a(d) of FIFRA, is adequate to protect health and the environment. 7 U.S.C. §136(q)(1)(G).
- 11. Pursuant to 40 C.F.R. §156.80 each pesticide product is required to bear hazard and precautionary statements for environmental hazards, including hazards to non-target organisms, as prescribed in this subpart. Hazard statements describe the type of hazard that may be present, while precautionary statements direct or inform the user of actions to take to avoid the hazard or mitigate its effects.
- 12. Section 12(a)(1)(E) of FIFRA, 7 U.S.C. §136j(a)(1)(E), states it shall be unlawful for any person to distribute or sell any pesticide that is adulterated or misbranded.

Section IV

General Factual Allegations

- 13. Respondent is and, at all times referred to herein, was a "person" within the meaning of FIFRA.
- 14. On or about October 7, 2009 through October 9, 2009, a Kansas Department of Agriculture (KDA) inspector conducted a routine producer establishment inspection at Respondent's facility located at 1217 W. 12th Street, Kansas City, Missouri. During the inspection, approximately forty-two (42) samples were collected from various pesticide products

formulated by Respondent and packaged, labeled, and released for shipment. Labels from each sampled product were also collected.

15. Specifically, the label for Pasture Pro Plus, bearing the EPA Regulation Number (Reg. No.) 2219-911 was collected.

Violations

16. The Complainant hereby states and alleges that Respondent has violated FIFRA and federal regulations promulgated thereunder, as follows:

Count 1

- 17. The facts stated in Paragraphs 13 through 15 are realleged and incorporated as if fully stated herein.
- 18. Respondent was holding for sale or distribution Pasture Pro Plus during the inspection.
- 19. The label for Pasture Pro Plus collected during the 2009 Inspection failed to include the complete EPA accepted environmental hazards precautionary statement.
- 20. Respondent violated Section 12(a)(1)(E) of FIFRA by holding for distribution or sale a pesticide which is adulterated or misbranded.

Section V

Consent Agreement

- 21. For purposes of this proceeding, Respondent admits the jurisdictional allegations set forth above, and agrees not to contest EPA's jurisdiction in this proceeding or any subsequent proceeding to enforce the terms of the Final Order.
 - 22. Respondent neither admits nor denies the factual allegations set forth above.

- 23. Respondent waives its right to contest any issue of fact or law set forth above and its right to appeal the Final Order accompanying this Consent Agreement.
- 24. Respondent and EPA agree to conciliate this matter without the necessity of a formal hearing and to bear their respective costs and attorney's fees.
- 25. Nothing contained in the Final Order portion of this CAFO shall alter or otherwise affect Respondent's obligation to comply with all applicable federal, state, and local environmental statutes and regulations and applicable permits.
- 26. The undersigned representative of Respondent certifies that he or she is fully authorized to enter into the terms and conditions of this CAFO and to execute and legally bind Respondent to it.
- 27. Respondent certifies that by signing this CAFO that it is presently in compliance with FIFRA, 7 U.S.C. §136 et. seq., and all regulations promulgated thereunder.
- 28. The effect of settlement as described in Paragraph 29 below is conditioned upon the accuracy of the Respondent's representations to EPA, as memorialized in Paragraph 27 above.
- 29. Respondent agrees that, in settlement of the claims alleged in this CAFO, Respondent shall pay a mitigated penalty of Five Thousand Seven Hundred and Twenty Dollars (\$5,720) as set forth in Paragraph 1 of the Final Order. Payment of this civil penalty in full shall resolve all civil and administrative claims for all violations of FIFRA alleged in this document. Complainant reserves the right to take any enforcement action with respect to any other violations of FIFRA or any other applicable law and/or regulation administered by the EPA.
- 30. Respondent consents to the issuance of the Final Order hereinafter recited and consents to the payment of a civil penalty as specified in the Final Order.

Late Payment Provisions: 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. Respondent understands that its failure to timely pay any portion of the civil penalty described in Paragraph 1 of the Final Order below may result in the commencement of a civil action in Federal District Court to recover the full remaining balance, along with penalties and accumulated interest. In such case, interest shall accrue thereon at the applicable statutory rate on the unpaid balance until such civil or stipulated penalty and any accrued interest are paid in full. A late payment handling charge of Fifteen Dollars (\$15) will be imposed after thirty (30) days and an additional Fifteen Dollars (\$15) will be charged for each subsequent thirty (30) day period. Additionally, as provided by 31 U.S.C. §3717(e)(2), a six percent (6%) per annum penalty (late charge) may be assessed on any amount not paid within ninety (90) days of the due date.

Section VI

Final Order

Pursuant to Section 14 of FIFRA, as amended, 7 U.S.C. §136*l*, and according to the terms of the Consent Agreement set forth above, **IT IS HEREBY ORDERED THAT:**

1. Respondent shall pay a civil penalty of Five Thousand Seven Hundred and Twenty Dollars (\$5,720) within thirty (30) days of the effective date of this Final Order. Such payment shall identify Respondent by name and docket number and made as follows:

If by certified or cashier's check, payment should be made payable to the "United States

Treasury" and sent to the following address:

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

If by wire transfer, payment should be directed to the Federal Reserve Bank of New

York as follows:

Federal Reserve Bank of New York

ABA = 021030004

Account = 68010727

SWIFT address = FRNYUS33

33 Liberty Street

New York, NY 10045

Field Tag 4200 of the Fedwire message should read
"D 68010727 Environmental Protection Agency"

On-line payments are available through the Department of Treasury:

www.pay.gov Enter "sfo 1.1" in the search field. Open the form and complete required files.

2. A copy of the check or other information confirming payment shall

simultaneously be sent to the following:

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

and

Kelley Catlin, Attorney
Office of Regional Counsel
U.S. Environmental Protection Agency, Region 7
11201 Renner Boulevard
Lenexa, Kansas 66219.

- 3. No portion of the civil penalty or interest paid by Respondent pursuant to the requirements of this CAFO shall be claimed by Respondent as a deduction for federal, state, or local income tax purposes.
- 4. This CAFO shall be effective upon the filing of the Final Order by the Regional Hearing Clerk for EPA, Region 7. Unless otherwise stated, all time periods stated herein shall be calculated in calendar days from such date.

RESPONDENT **PBI Gordon Corporation**

Date: <u>13-Apr-2013</u>
By James L Kunstman Director-Regulatory
Print Name Title

COMPLAINANT U. S. ENVIRONMENTAL PROTECTION AGENCY

Date: 4/29/13

Karen Flournoy

Division Director

Water, Wetlands and Pesticides Division

Date: 4/29/13

Kelley Catlin

Office of Regional Counsel

IT IS SO ORDERED.

Date: 5 8 13

KARINA BORROMEO

Regional Judicial Officer

U.S. Environmental Protection Agency, Region 7

IN THE MATTER OF PBI Gordon Corporation, Respondent Docket No. FIFRA-07-2013-0009

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:

catlin.kelley@epa.gov

Copy emailed Respondent:

jkunstman@pbigordon.com

Dated: 5/8/13

athy Robinson

Hearing Clerk, Region 7

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