UNITED STATES ENVIRONMENTAL PROTECTION AGENCY REGION 10

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In the Matter of:

KLINE CONST & ASSOC LLC

Yakima, Washington,

Respondent.

DOCKET NO. TSCA-10-2022-0161

EXPEDITED SETTLEMENT AGREEMENT AND FINAL ORDER

EXPEDITED SETTLEMENT AGREEMENT and FINAL ORDER

1. The U.S. Environmental Protection Agency ("EPA") alleges that Kline Const & Assoc LLC ("Respondent") failed to comply with Section 402(c) of the U.S. Toxic Substances Control Act, 15 U.S.C. § 2601 et seq. ("TSCA").

2. The State of Washington is authorized under Section 404(a) of TSCA, 15 U.S.C. § 2684(a), and 40 C.F.R. § 745.324(d) to administer and enforce requirements for a renovation, repair, and painting (RRP) program in accordance with Section 402(c)(3) of TSCA, 15 U.S.C. § 2682(c)(3), and a lead-based paint pre-renovation education program in accordance with Section 406(b) of TSCA, 15 U.S.C. § 2686(b).

3. Section 404(b) of TSCA, 15 U.S.C. § 2684(b), makes it unlawful for any person to violate or fail or refuse to comply with any requirement of a state program authorized under Section 404 of TSCA, 15 U.S.C. § 2684.

4. The Washington Administrative Code ("WAC") Title 365 applies to renovations performed for compensation in target housing as specified in the WAC, Chapter 365-230.

5. Under WAC 365-230-360(1), Respondent was required to obtain initial firm certification from the Washington State Department of Commerce before performing, offering, or claiming to perform renovations for compensation.

6. Respondent provided to EPA a copy of Invoice #5586, dated February 15, 2022, for renovations at 5610 Old Naches Highway, Naches, Washington 98937; Invoice #5382 dated June 20, 2021, for renovations at 608 North 52nd Avenue, Yakima, Washington 98908; and Invoice #5240 dated March 5, 2021, for renovations at 4606 Conestoga Blvd, Yakima, Washington 98908 ("Target Properties").

According to records collected by EPA, the Target Properties were constructed in
 1940 and 1965(2), prior to 1978, and are target housing within the meaning of WAC 365-230 020(78).

8. Respondent was not firm certified when it offered, performed or claimed to perform renovation on the Target Properties, in violation of WAC 365-230-360(1).

9. Under the Washington Administrative Code (WAC) 365-230-340(1), Respondent was required to retain all records necessary to demonstrate compliance with WAC 365-230-340 for a period of 3-years following completion of the renovation activities at the Target Properties.

10. Respondent failed to make RRP records available to demonstrate compliance with WAC 365-230-340 to EPA during a March 10, 2022, inspection.

11. Respondent failed to retain all RRP records specified in WAC-365-230-340(2) for a period of three years as required in WAC 365-230-340(1) after performing renovation for compensation on the Target Properties.

12. Respondent's failure to retain records as specified in WAC 365-230-340(2) for the renovation activities at the Target Properties constitutes three separate violations of WAC-365-230-340(1).

13. In determining the amount of penalty to be assessed, EPA has taken into account the factors specified in Section 16(a)(2)(B) of TSCA, 15 U.S.C. § 2615(a)(2)(B). After considering these factors, EPA has determined, and Respondent agrees that an appropriate penalty to settle this action is **\$800**.

14. Upon signing this Expedited Settlement Agreement ("Agreement"), Respondent shall deposit the civil penalty amount listed in paragraph 13 by one of the following methods:

14.1 Send a cashier's or certified check or money order with a notation for TSCA-10-20220-0161 payable to the order of the "Treasury of the United States of America" to the following address:

U.S. Environmental Protection Agency Fines and Penalties Docket No. TSCA-10-2022-0161 Cincinnati Finance Center P.O. Box 979077 St. Louis, Missouri 63197-9000

14.2 Send a cashier's or certified check or money order by an

overnight/common carrier (*e.g.*, FedEx or United Parcel Service of America, Inc.) with a notation for TSCA-10-2022-0161 payable to the order of the "Treasury of the United States of America" to the following address:

U.S. Environmental Protection Agency Government Lockbox 979077 1005 Convention Plaza SL-MO-C2-GL St. Louis, Missouri 63101

In the Matter of: Kline Const & Assoc LLC Docket Number: TSCA-10-2022-0161 Expedited Settlement Agreement Page 3 of 6 U.S. Environmental Protection Agency 1200 Sixth Avenue, Suite 155 Seattle, Washington 98101 (206) 553-1037 14.3 Make an electronic deposit for payment (Vendor Express, Fedwire, Pay.gov) at http://www2.epa.gov/financial/makepayment following the online directions for an electronic funds transfer (EFT).

15. Concurrently with the deposit under paragraph 14, Respondent shall forward a scanned, ink signed PDF copy of the Agreement, and a copy of the cashier's or certified check or money order or documentation of a wire transfer via email to Kim Farnham, Lead-Based Paint Compliance Officer at the following email address, farnham.kim@epa.gov. By written notice to Respondent, EPA may change the address and/or person listed above.

16. EPA is authorized to enter into this Agreement and this proceeding for the assessment of a civil penalty is simultaneously commenced and concluded, pursuant to Section 16 of TSCA, 15 U.S.C. § 2615, and 40 C.F.R. § 22.13(b).

17. In signing this Agreement, for purposes of this proceeding, Respondent: (a) admits that EPA has jurisdiction over Respondent and Respondent's conduct as alleged herein;
(b) neither admits nor denies the factual allegations in this Agreement; (c) consents to the assessment of this penalty; and (d) waives any right to contest the allegations contained in this Agreement, and its right to appeal the attached Final Order.

18. By its signature below, Respondent certifies, subject to civil and criminal penalties for making a false submission to the United States Government, that Respondent: (a) is currently in compliance with the firm requirements as stated in WAC 365-230-360(1); (b) is currently in compliance with the recordkeeping and reporting requirements as stated in WAC 365-230-340; (c) agrees to provide a deposit for payment of the civil penalty as set forth in paragraph 14; (d) agrees to submit a true and accurate proof of deposit for payment of the civil

penalty as set forth in paragraph 15; and (e) agrees to release said deposit for payment to EPA upon entry of the Final Order attached hereto.

19. Upon the effective date of this Agreement and subsequent payment of the civil penalty as set forth in paragraph 14, Respondent shall be resolved of liability for Federal civil penalties for the violation(s) and facts alleged herein.

20. The penalty, including interest, paid by Respondent pursuant to the requirements of this Agreement, represents civil penalties assessed by EPA, and shall not be deductible for purposes of federal, state, or local income taxes.

21. EPA reserves all of its rights to take enforcement action for any other past, present, or future violations by Respondent of TSCA, any other federal statute or regulation, or this Agreement.

22. Failure of Respondent to remit the civil penalties provided herein will result in this matter being forwarded to the United States Department of Justice for collection of the amount due, plus stipulated penalties and interest at the statutory judgment rate provided in 28 U.S.C. § 1961.

23. Each party shall bear its own costs and fees, if any.

24. The Agreement authorized by EPA's execution of the Final Order attached hereto constitutes a final order under 40 C.F.R. Part 22.

25. This Agreement is binding on the parties signing below, and in accordance with 40 C.F.R. § 22.31(b), is effective upon filing.

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IT IS SO AGREED,	
Respondent Name (print): _	Andy Kline
Respondent Title (print):	Owner
Respondent Signature:	Andy Khu
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Date: 6-13-22

Date:

APPROVED BY EPA:

Edward J. Kowalski, Director Enforcement and Compliance Assurance Division EPA Region 10

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FINAL ORDER

Pursuant to the authority of Section 16 of TSCA, 15 U.S.C. § 2615, and according to the terms of the Expedited Settlement Agreement, IT IS HEREBY ORDERED THAT:

This agreement shall be effective upon the filing of the Final Order by the Regional Hearing Clerk for EPA, Region 10. Unless otherwise stated, all time periods stated herein shall be calculated in calendar days from such date.

SO ORDERED this _____ day of _____, 2022.

RICHARD MEDNICK Regional Judicial Officer EPA Region 10

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Certificate of Service

The undersigned certifies that the original of the attached **EXPEDITED SETTLEMENT AGREEMENT AND FINAL ORDER, In the Matter of:** Kline Const & Assoc LLC, Docket No. TSCA-10-2022-0161 was filed with the Regional Hearing Clerk and served on the addressees in the following manner on the date specified below:

The undersigned certifies that a true and correct copy of the document was delivered electronically to:

Kim Farnham Lead-Based Paint Compliance Officer U.S. Environmental Protection Agency, Region 10 1200 Sixth Avenue, Suite 155, 20-C04 Seattle, Washington 98101 <u>farnham.kim@epa.gov</u>

Further, the undersigned certifies that a true and correct copy of the aforementioned document was delivered electronically to:

Mr. D. Andy Kline Owner Kline Const & Assoc LLC 407 West I Street Yakima, Washington 98902 andy@klinellc.com

DATED this _____ day of _____, 2022.

Regional Hearing Clerk EPA Region 10

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