

BEFORE THE UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

In the Matter of:	DOCKET NO. FIFRA-10-2025-0072
SOURCE DYNAMICS LLC, D/B/A SOLERA)	CONSENT AGREEMENT
Yuma, Arizona,	
Respondent.	

I. STATUTORY AUTHORITY

- 1.1. This Consent Agreement is issued under the authority vested in the Administrator of the U.S. Environmental Protection Agency ("EPA") by Section 14(a) of the Federal Insecticide, Fungicide, and Rodenticide Act ("FIFRA"), 7 U.S.C. § 136*l*(a).
- 1.2. Pursuant to Section 14(a) of FIFRA, 7 U.S.C. § 136*l*(a), and in accordance with the "Consolidated Rules of Practice Governing the Administrative Assessment of Civil Penalties," 40 C.F.R. Part 22, EPA issues, and Source Dynamics LLC doing business as Solera ("Respondent") agrees to issuance of, the Final Order attached to this Consent Agreement ("Final Order").

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II. PRELIMINARY STATEMENT

2.1. In accordance with 40 C.F.R. §§ 22.13(b) and 22.18(b), issuance of this Consent

Agreement commences this proceeding, which will conclude when the Final Order becomes

effective.

2.2. The Director of the Enforcement and Compliance Assurance Division, EPA

Region 10 ("Complainant") has been delegated the authority pursuant to Section 14(a) of FIFRA,

7 U.S.C. § 136l(a), to sign consent agreements between EPA and the party against whom an

administrative penalty for violations of FIFRA is proposed to be assessed.

2.3. Part III of this Consent Agreement contains a concise statement of the factual and

legal basis for the alleged violations of FIFRA together with the specific provisions of FIFRA

and the implementing regulations that Respondent is alleged to have violated.

III. <u>ALLEGATIONS</u>

Statutory and Regulatory Background

Pursuant to Section 12(a)(1)(E) of FIFRA, 7 U.S.C. § 136j(a)(1)(E), it shall be

unlawful for any person in any State to distribute or sell to any person any pesticide which is

adulterated or misbranded.

3.1.

3.2. Section 2(s) of FIFRA, 7 U.S.C. § 136(s), defines a "person" as "any individual,

partnership, association, corporation, or any organized group of persons whether incorporated or

not."

3.3. Section 2(gg) of FIFRA, 7 U.S.C § 136(gg), defines "to distribute or sell" as "to

distribute, sell, offer for sale, hold for distribution, hold for sale, hold for shipment, ship, deliver

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for shipment, release for shipment, or receive and (having so received) deliver or offer to deliver."

3.4. The regulation at 40 C.F.R. § 152.3 further defines "distribute or sell" as "the acts

of distributing, selling, offering for sale, holding for sale, shipping, holding for shipment,

delivering for shipment, or receiving and (having so received) delivering or offering to deliver,

or releasing for shipment to any person in any State."

3.5. Section 2(a) of FIFRA, 7 U.S.C. (a), defines an "active ingredient," in part, as "in

the case of a pesticide . . . an ingredient which will prevent, destroy, repel, or mitigate any pest."

3.6. Section 2(u) of FIFRA, 7 U.S.C. § 136(u), defines a "pesticide," in part, as "any

substance or mixture of substances intended for preventing, destroying, repelling, or mitigating

any pest."

3.7. The regulation at 40 C.F.R. § 152.3 further defines a "pesticide" as "any

substance or mixture of substances intended for preventing, destroying, repelling, or mitigating

any pest, or intended for use as a plant regulator, defoliant, or desiccant," subject to limited

exceptions.

3.8. The regulation at 40 C.F.R. § 152.3 defines a "pesticide product" as "a pesticide

in the particular form (including composition, packaging, and labeling) in which the pesticide is,

or is intended to be, distributed or sold. The term includes any physical apparatus used to deliver

or apply the pesticide if distributed or sold with the pesticide."

3.9. The regulation at 40 C.F.R. § 152.15 states that "no person may distribute or sell

any pesticide product that is not registered under the Act," subject to limited exceptions.

3.10. Section 2(p) of FIFRA, 7 U.S.C. § 136(p), defines "label" as "the written, printed,

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or graphic matter on, or attached to, the pesticide or device or any of its containers or wrappers."

This section also defines "labeling" as "all labels and all other written, printed, or graphic matter

(A) accompanying the pesticide or device at any time; or (B) to which reference is made on the

label or in literature accompanying the pesticide or device."

3.11. Under Section 2(q)(1)(D) of FIFRA, 7 U.S.C. § 136(q)(1)(D), a pesticide is

misbranded if, "its label does not bear the registration number assigned under section 7 to each

establishment in which it was produced."

3.12. The regulation at 40 C.F.R. § 156.10(a)(1)(v) provides, in part, that "[e]very

pesticide product shall bear a label The contents of the label must show clearly and

prominently...[t]he producing establishment number as prescribed in 40 C.F.R. § 156.10(f)."

3.13. The regulation at 40 C.F.R. 40 C.F.R. § 156.10(f) states that "[t]he producing

establishment registration number preceded by the phrase "EPA Est.", of the final establishment

at which the product was produced may appear in any suitable location on the label or immediate

container."

Distribution or Sale of Misbranded Pesticides

3.14. Respondent is incorporated in the State of Arizona. Therefore, Respondent is a

"person" as defined by Section 2(s) of FIFRA, 7 U.S.C. § 136(s).

The product "Paraquat Concentrate" (EPA Registration No. 82542-3) is a

pesticide as defined by Section 2(u) of FIFRA, 7 U.S.C. § 136(u).

3.16. Paraquat Concentrate is a restricted use pesticide registered to Source Dynamics,

LLC, Yuma, Arizona, under EPA Registration Number 82542-3. The label of Paraquat

Concentrate states in pertinent part, "RESTRICTED USE PESTICIDE Due to acute toxicity."

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- 3.17. On or around December 19, 2024, Respondent imported the EPA Registered product "Paraquat Concentrate" (Reg. No.82542-3) under Automated Commercial Environment Entry Number 820-88303910
- 3.18. On or around January 6, 2025, imported the EPA Registered product "Paraquat Concentrate" (Reg. No.82542-3) under Automated Commercial Environment Entry Number 820-88307465
- 3.19. EPA flagged that the product labeling did not bear an accurate EPA Establishment Number upon import. The Importer of Record agreed to pay a penalty to relabel the shipment in a domestic establishment registered with EPA.
- 3.20. On February 2, 2025, Respondent verified that relabeling for both shipments occurred at the Inland Empire warehouse in Pasco, WA. The labeling now bears EPA Est. No. 62681-WA-1.
- 3.21. On or around December 19, 2024, and January 6, 2025, Respondent "distributed or sold" the pesticide "Paraquat Concentrate" on at least two occasions, as defined in Section 2(gg) of FIFRA, 7 U.S.C. § 136(gg).
- 3.22. The pesticide product "Paraquat Concentrate" that Respondent sold or distributed on or about December 19, 2024, and January 6, 2025, bore a label with the incorrect EPA Establishment Number (EPA Est. No. 93850-IDN-1), in violation of 40 C.F.R. § 156.10(a)(1)(v) and (f).
- 3.23. Therefore, on or around December 19, 2024, and January 6, 2025, Respondent distributed or sold the misbranded pesticide Paraquat Concentrate at least two times in violation of Section 12(a)(1)(E) of FIFRA, 7 U.S.C. § 136j(a)(1)(E).

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Consent Agreement Page 5 of 10 3.24. Pursuant to Section 14(a)(1) of FIFRA, 7 U.S.C. § 136*l*(a)(1), and 40 C.F.R. Part 19, EPA may assess a civil penalty of not more than \$24,255 for each offense.

IV. TERMS OF SETTLEMENT

- 4.1. Respondent admits the jurisdictional allegations of this Consent Agreement.
- 4.2. Respondent neither admits nor denies the specific factual allegations contained in this Consent Agreement.
- 4.3. In determining the amount of penalty to be assessed, EPA has taken into account the factors specified in Section 14(a)(4) of FIFRA, 7 U.S.C. § 136*l*(a)(4). After considering all of these factors, EPA has determined and Respondent agrees that an appropriate penalty to settle this action is \$4,511 (the "Assessed Penalty").
- 4.4. Respondent agrees to pay the Assessed Penalty within 30 days of the effective date of the Final Order.
- 4.5. Payments under this Consent Agreement and the Final Order may be paid by check (mail or overnight delivery), wire transfer, ACH, or online payment. Payment instructions are available at: www.epa.gov/financial/makepayment and www.epa.gov/financial/additional-instructions-making-payments-epa. Payments made by check must be payable to the order of "Treasurer, United States of America" and delivered to the following address:

Address format for standard delivery (no delivery confirmation requested):

Address format for signed receipt confirmation (FedEx, DHL, UPS, USPS certified, registered, etc):

U.S. Environmental Protection Agency P.O. Box 979078

St. Louis, MO 63197-9000

U.S. Environmental Protection Agency Government Lockbox 979078 3180 Rider Trail S. Earth City, MO 63045

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Respondent must note on the check or other form of payment Respondent's name and the docket

number of this action.

4.6. Concurrently with any payment or within 24 hours of any payment, Respondent

must serve photocopies of the check, or proof of other payment method, to the following

addresses:

Regional Hearing Clerk

U.S. Environmental Protection Agency, Region 10

Via electronic mail to:

R10 RHC@epa.gov

Martin Lovato

U.S. Environmental Protection Agency, Region 10

Via electronic mail to:

Lovato.martin@epa.gov

U.S. Environmental Protection Agency

Cincinnati Finance Center

Via electronic mail to:

CINWD AcctsReceivable@epa.gov

Proof of payment means, as applicable, a copy of the check or confirmation of other payment

method, and any other information required to demonstrate that payment has been made

according to EPA requirements, in the amount due, and identified with the appropriate docket

number and Respondent's name.

4.7. If Respondent fails to timely pay any portion of the Assessed Penalty, the entire

unpaid balance of the Assessed Penalty and all accrued interest shall become immediately due

and owing. If such a failure to pay occurs, Respondent may be subject to a civil action under

Section 14(a)(5) of FIFRA, 7 U.S.C. § 136l(a)(5), to collect any unpaid penalties, together with

interest, handling charges, and nonpayment penalties, as set forth below.

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4.8. If Respondent fails to pay any portion of the Assessed Penalty in full by its due

date, Respondent shall also be responsible for payment of the following amounts:

Interest. To protect the interests of the United States, any unpaid portion a.

of the Assessed Penalty shall bear interest at the rate set at the Internal Revenue Service

("IRS") standard underpayment rate applicable on the effective date of the Final Order

and non-variable throughout the period of nonpayment, provided, however, that no

interest shall be payable on any portion of the Assessed Penalty that is paid within 30

days of the effective date of the Final Order contained herein.

b. Handling Charges. Pursuant to 31 U.S.C. § 3717(e)(1), Respondent will

be assessed a charge to cover EPA's costs of processing and handling overdue debts.

Nonpayment Penalty. Pursuant to 31 U.S.C. § 3717(e)(2), a nonpayment C.

penalty of 6% per annum shall be assessed monthly on all debts, including any portion of

the Assessed Penalty, interest, penalties, and other charges that remain delinquent more

than 90 days. Nonpayment shall be calculated as of the date the underlying penalty first

becomes past due.

4.9. The Assessed Penalty and any additional costs incurred under Paragraph 4.8

represent an administrative civil penalty assessed by EPA and shall not be deductible for

purposes of federal taxes.

The undersigned representative of Respondent certifies that he or she is

authorized to enter into the terms and conditions of this Consent Agreement and to bind

Respondent to this document.

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4.11. The undersigned representative of Respondent also certifies that, as of the date of

Respondent's signature of this Consent Agreement, Respondent has corrected the violations

alleged in Part III.

4.12. Except as described in Paragraph 4.8, each party shall bear its own costs and

attorneys' fees in bringing or defending this action.

4.13. For the purposes of this proceeding, Respondent expressly waives any affirmative

defenses and the right to contest the allegations contained in the Consent Agreement and to

appeal the Final Order.

4.14. By signing this Consent Agreement, Respondent waives any rights or defenses

that Respondent has or may have for this matter to be resolved in federal court, including but not

limited to any right to a jury trial, and waives any right to challenge the lawfulness of the Final

Order.

4.15. The provisions of this Consent Agreement and the Final Order shall bind

Respondent and its agents, servants, employees, successors, and assigns.

4.16. Respondent consents to the issuance of any specified compliance or corrective

action order, to any conditions specified in this consent agreement, and to any stated permit

action.

COLEDA

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4.17. The above provisions in Part IV are STIPULATED AND AGREED upon by

Respondent and EPA Region 10.

DATED:

FOR RESPONDENT:

PAT MENAGH, President and CEO SOURCE DYNAMICS LLC

FOR COMPLAINANT:

EDWARD KOWALSKI

Digitally signed by EDWARD KOWALSKI Date: 2025.04.29 20:38:11 -07'00'

EDWARD J. KOWALSKI, Director Enforcement & Compliance Assurance Division EPA Region 10

BEFORE THE UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

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SOURCE DYNAMICS LLC, D/B/A SOLERA) FINAL ORDER
Yuma, Arizona,))
Respondent.	,)

- 1.1. The Administrator has delegated the authority to issue this Final Order to the Regional Administrator of EPA Region 10, who has redelegated this authority to the Regional Judicial Officer in EPA Region 10.
- 1.2. The terms of the foregoing Consent Agreement are ratified and incorporated by reference into this Final Order. Respondent is ordered to comply with the terms of settlement.
- 1.3. The Consent Agreement and this Final Order constitute a settlement by EPA of all claims for civil penalties under FIFRA for the violations alleged in Part III of the Consent Agreement. In accordance with 40 C.F.R. § 22.31(a), nothing in this Final Order shall affect the right of EPA or the United States to pursue appropriate injunctive or other equitable relief or criminal sanctions for any violations of law. This Final Order does not waive, extinguish, or otherwise affect Respondent's obligations to comply with all applicable provisions of FIFRA and regulations promulgated or permits issued thereunder.

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Clerk.

IT IS SO ORDERED.

Mednick, Richard Digitally signed by Mednick, Richard Date: 2025.05.01 08:54:00 -07'00'

Regional Judicial Officer

EPA Region 10

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Certificate of Service

The undersigned certifies that the original of the attached CONSENT AGREEMENT AND FINAL ORDER, In the Matter of: Source Dynamics LLC D/B/A Solera, Docket No.: FIFRA-10-2025-0072, was filed with the Regional Hearing Clerk and that a true and correct copy was served on the date specified below to the following addressees via electronic mail:

Shannon Rebersak U.S. Environmental Protection Agency Region 10, Mail Stop 11-C07 1200 Sixth Avenue, Suite 155 Seattle, Washington 98101

rebersak.shannon@epa.gov

Pat Menagh President and CEO Source Dynamics LLC 340 West 32nd Street, #383 Yuma, Arizona 85364

pmenagh@solerasd.com

Regional Hearing Clerk EPA Region 10