

UNITED STATES
ENVIRONMENTAL PROTECTION AGENCY

BEFORE THE ADMINISTRATOR

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U.S. ENVIRONMENTAL
PROTECTION AGENCY

IN THE MATTER OF)
)
Trust No. 98-123, GENGHISKHAN) DOCKET NO. TSCA-05-2008-0010
XIONG, HU XIONG, CHUHU XIONG,)
and MAIVTSHIAB XIONG,^{1/})
)
)
RESPONDENTS)

PREHEARING ORDER

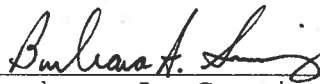
On July 1, 2008, I entered a Prehearing Order setting the procedures and schedule for the parties' prehearing exchange. Pursuant to a subsequent joint motion of the parties to enter into Alternative Dispute Resolution ("ADR"), a neutral was designated to conduct ADR in this matter on July 29, 2008. The ADR process was terminated by Order dated October 8, 2008. I have been redesignated by the October 9, 2008 Order of the Chief Administrative Law Judge to preside in the above-captioned litigation matter.

As such, the prehearing procedures set forth in the July 1, 2008 Prehearing Order are reinstated.^{2/} The prehearing exchanges delineated in the July 1, 2008 Order shall be filed *in seriatim* manner, according to the following schedule:

^{1/} The Answer filed by Attorney Dennis J. Kellogg, on behalf of Genghiskan Xiong, Hu Xiong, Chuhu Xiong, and Maivtshiab Xiong, admits that Genghiskan Xiong, Hu Xiong, and Maivtshiab Xiong are the Respondents in this matter and that Trust No. 98-123 is administered by Bridgeview Bancorp, Inc. a/k/a Bridgeview Bank Uptown. Answer at ¶ 3. The Answer states that Chuhu Xiong is the same person as Hu Xiong. Thus, the record before me contains no Answer on behalf of Trust No. 98-123. The term "Respondents" henceforth only refers to Genghiskan Xiong, Chuhu Xiong, Hu Xiong, and Maivtshiab Xiong.

^{2/} A copy of the July 1, 2008 Prehearing Order is attached for reference.

- December 17, 2008 - Complainant's Initial Prehearing Exchange
- January 20, 2009- Respondents' Prehearing Exchange, including any direct and/or rebuttal evidence
- February 3, 2009 - Complainant's Rebuttal Prehearing Exchange (if necessary)



Barbara A. Gunning
Administrative Law Judge

Dated: October 20, 2008
Washington, DC

In the Matter of Trust No. 98-123, Genghiskhan Xiong, Hu Xiong, Chuhu Xiong and Maivtshiab Xiong, Respondents.
Docket No. TSCA-05-2008-0010

CERTIFICATE OF SERVICE

I certify that the foregoing **Prehearing Order**, dated October 20, 2008, was sent this day in the following manner to the addressees listed below.



Mary Angeles
Legal Staff Assistant

Original and One Copy by Facsimile and Pouch Mail to:

Tywanna Grreen
Acting Regional Hearing Clerk
U.S. EPA, Region V, E-13J
77 West Jackson Blvd., 13th Floor
Chicago, IL 60604-3590
Fx: 312.886.9697



Copy by Facsimile and Pouch Mail to:

Luis Oviedo, Esq.
Associate Regional Counsel
U.S. EPA, Region V
77 West Jackson Blvd., C-14J
Chicago, IL 60604-3590
Fx: 312.886.0747

Copy by Facsimile and Regular Mail to:

Dennis J. Kellogg, Esq.
Sheats & Kellogg
105 West Madison, Suite 1300
Chicago, IL 60602
Fx: 312.855.1177

Dated: October 20, 2008

ATTACHMENT

UNITED STATES
ENVIRONMENTAL PROTECTION AGENCY

BEFORE THE ADMINISTRATOR

IN THE MATTER OF)
)
Trust No. 98-123, GENGHISKHAN) DOCKET NO. TSCA-05-2008-0010
XIONG, HU XIONG, CHUHU XIONG,)
and MAIVTSHIAB XIONG,^{1/})
)
)
RESPONDENTS)

PREHEARING ORDER

As you previously have been notified, I have been designated by the June 30, 2008 Order of the Chief Administrative Law Judge to preside in the above captioned matter.^{2/} This proceeding arises under the authority of Section 16(a) of the Toxic Substances Control Act, as amended, 15 U.S.C. § 2615(a), and is governed by the Consolidated Rules of Practice Governing the Administrative Assessment of Civil Penalties and the Revocation/Termination or Suspension of Permits (the "Rules of Practice"), 40 C.F.R. §§ 22.1-32. The parties are advised to familiarize themselves with both the applicable statute(s) and the Rules of Practice.

^{1/} The Answer filed by Attorney Dennis J. Kellogg, on behalf of Genghiskan Xiong, Hu Xiong, Chuhu Xiong, and Maivtshiab Xiong, admits that Genghiskan Xiong, Hu Xiong, and Maivtshiab Xiong are the Respondents in this matter and that Trust No. 98-123 is administered by Bridgeview Bancorp, Inc. a/k/a Bridgeview Bank Uptown. Answer at ¶ 3. The Answer states that Chuhu Xiong is the same person as Hu Xiong. Thus, the record before me contains no Answer on behalf of Trust No. 98-123. The term "Respondents" henceforth only refers to Genghiskan Xiong, Chuhu Xiong, Hu Xiong, and Maivtshiab Xiong.

^{2/} In response to an inquiry from this office, Respondents agreed to participate in the Alternate Dispute Resolution ("ADR") process offered by this office. Complainant, however, did not respond to the inquiry and therefore is deemed to have declined its participation in ADR.

United States Environmental Protection Agency ("EPA") policy, found in the Rules of Practice at Section 22.18(b), 40 C.F.R. § 22.18(b), encourages settlement of a proceeding without the necessity of a formal hearing. The benefits of a negotiated settlement may far outweigh the uncertainty, time, and expense associated with a litigated proceeding.

Respondents' Answer indicates that some settlement discussions between the parties have been held. The parties are directed to hold another settlement conference on this matter on or before **August 13, 2008** to attempt to reach an amicable resolution of this matter. See Section 22.4(c)(8) of the Rules of Practice, 40 C.F.R. § 22.4(c)(8). Complainant shall file a status report regarding such conference and the status of settlement on or before **August 27, 2008**.

In the event that the parties fail to reach a settlement by that date, they shall strictly comply with the requirements of this order and prepare for a hearing. The parties are advised that extensions of time will not be granted absent a showing of good cause. See Section 22.7(b) of the Rules of Practice, 40 C.F.R. § 22.7(b). The pursuit of settlement negotiations or an averment that a settlement in principle has been reached will not constitute good cause for failure to comply with the prehearing requirements or to meet the schedule set forth in this Prehearing Order. Of course, the parties are encouraged to initiate or continue to engage in settlement discussions during and after preparation of their prehearing exchange.

The following requirements of this Order concerning prehearing exchange information are authorized by Section 22.19(a) of the Rules of Practice, 40 C.F.R. § 22.19(a). As such, it is directed that the following prehearing exchange takes place:

1. Each party ^{3/} shall submit:
 - (a) the names of any expert or other witnesses it intends to call at the hearing, together with a brief narrative summary of each witness' expected testimony, or a statement that no witnesses will be called; and

^{3/} Respondents in this matter filed a joint Answer and are represented by the same counsel. Respondents, therefore, may choose to file a joint prehearing exchange, or each Respondent may file separately.

- (b) copies of all documents and exhibits which each party intends to introduce into evidence at the hearing. The exhibits should include a curriculum vitae or resume for each proposed expert witness. If photographs are submitted, the photographs must be actual unretouched photographs. The documents and exhibits shall be identified as "Complainant's" or "Respondents'" exhibit,^{4/} as appropriate, and numbered with Arabic numerals (e.g., "Complainant's Exhibit 1"); and
- (c) a statement expressing its view as to the place for the hearing and the estimated amount of time needed to present its direct case.

See Sections 22.19(a), (b), (d) of the Rules of Practice, 40 C.F.R. §§ 22.19(a), (b), (d); see also Section 22.21(d) of the Rules of Practice, 40 C.F.R. § 22.21(d).

2. Complainant shall submit a statement explaining in detail how the proposed penalty was determined, including a description of how the specific provisions of any Agency penalty or enforcement policies and/or guidelines were applied in calculating the penalty.
3. Respondents shall submit a statement explaining why the proposed penalty should be reduced or eliminated. If any Respondent intends to take the position that it is unable to pay the proposed penalty or that payment will have an adverse effect on its ability to continue to do business, that Respondent shall furnish supporting documentation such as certified copies of financial statements or tax returns.
4. Complainant shall submit a statement regarding whether the Paperwork Reduction Act of 1980 ("PRA"), 44 U.S.C. §§ 3501 et seq., applies to this proceeding, whether there is a current Office of Management and Budget control number involved herein and whether the provisions of Section 3512 of the PRA are applicable in this case.

^{4/} If Respondents choose to submit separate prehearing information, the documents and exhibits should be identified appropriately (e.g. "Respondent Genghiskhan Xiong's Exhibit 1" or "Respondent Hu Xiong's Exhibit 1").

See Section 22.19(a)(3) of the Rules of Practice, 40 C.F.R. § 22.19(a)(3).

The prehearing exchanges delineated above shall be filed in *seriatim* manner, according to the following schedule:

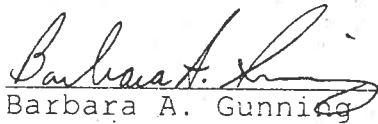
- October 3, 2008 - Complainant's Initial Prehearing Exchange
- November 3, 2008 - Respondents' Prehearing Exchange, including any direct and/or rebuttal evidence
- November 17, 2008 - Complainant's Rebuttal Prehearing Exchange (if necessary)

In their joint Answer to the Complaint, the Respondents exercised their right to request a hearing pursuant to Section 554 of the Administrative Procedure Act ("APA"), 5 U.S.C. § 554. If the parties cannot settle with a Consent Agreement and Final Order, a hearing will be held in accordance with Section 556 of the APA, 5 U.S.C. § 556. Section 556(d) of the APA provides that a party is entitled to present its case or defense by oral or documentary evidence, to submit rebuttal evidence, and to conduct such cross-examination as may be required for a full and true disclosure of the facts. Thus, each Respondent has the right to defend itself against Complainant's charges by way of direct evidence, rebuttal evidence, or through cross-examination of Complainant's witnesses. Each Respondent is entitled to elect any or all three means to pursue its defense. If either Respondent elects only to conduct cross-examination of Complainant's witnesses and to forgo the presentation of direct and/or rebuttal evidence, that Respondent shall serve a statement to that effect on or before the date for filing its prehearing exchange. Each party is hereby reminded that failure to comply with the prehearing exchange requirements set forth herein, including a Respondent's statement of election only to conduct cross-examination of Complainant's witnesses, can result in the entry of a default judgment against the defaulting party. See Section 22.17 of the Rules of Practice, 40 C.F.R. § 22.17.

The original and one copy of all pleadings, statements and documents (with any attachments) required or permitted to be filed in this Order (including a ratified Consent Agreement and Final Order) shall be filed with the Regional Hearing Clerk, and copies (with any attachments) shall be sent to the undersigned and all other parties. The parties are advised that E-mail correspondence with the Administrative Law Judge is not authorized. See Section 22.5(a) of the Rules of Practice, 40 C.F.R. § 22.5(a). The

prehearing exchange information required by this Order to be sent to the Presiding Judge, as well as any other further pleadings; shall be addressed as follows:

Judge Barbara A. Gunning
Office of Administrative Law Judges
U.S. Environmental Protection Agency
Mail Code 1900L
1200 Pennsylvania Ave., NW
Washington, DC 20460
Telephone: 202-564-6281



Barbara A. Gunning
Administrative Law Judge

Dated: July 1, 2008
Washington, DC

In the Matter of Trust No. 98-123, Genghiskhan Xiong, Hu Xiong, Chuhu Xiong and Maivtshiab Xiong, Respondents.

Docket No. TSCA-05-2008-0010

CERTIFICATE OF SERVICE

I certify that the foregoing **Prehearing Order**, dated July 1, 2008, was sent this day in the following manner to the addressees listed below.



Mary Angeles
Legal Staff Assistant

Original and One Copy by Pouch Mail to:

Sonja Brooks-Woodard
Regional Hearing Clerk
U.S. EPA, Region V, MC-13J
77 West Jackson Blvd., 13th Floor
Chicago, IL 60604-3590

Copy by Pouch Mail to:

Luis Oviedo, Esq.
Associate Regional Counsel
U.S. EPA, Region V
77 West Jackson Blvd., C-14J
Chicago, IL 60604-3590

Copy by Regular Mail to:

Dennis J. Kellogg, Esq.
Law Office of Dennis J. Kellogg
105 West Madison, Suite 1300
Chicago, IL 60602

Dated: July 1, 2008