



UNITED STATES ENVIRONMENTAL PROTECTION AGENCY  
REGION 5  
77 WEST JACKSON BOULEVARD  
CHICAGO, IL 60604-3590

NOV 27 2006

REPLY TO THE ATTENTION OF:

DT-8J

CERTIFIED MAIL

Receipt No. 7001 0320 0005 8910 5973

Mr. Ronald E. Mowen, General Manager  
Allerton Supply Co., Inc  
309 East Yates Street  
PO Box 200  
Allerton, Illinois 61810

Consent Agreement and Final Order, Docket No. FIFRA-05-2007-0010

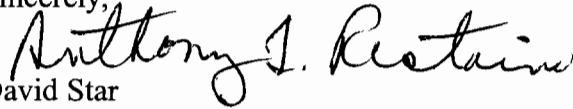
Dear Mr. Mowen:

Enclosed please find a copy of a fully executed Consent Agreement and Final Order concerning violations of the Federal Insecticide Fungicide & Rodenticide Act (FIFRA), 7 §§ U.S.C.136 et seq., in resolution of the above case. This document was filed on November 27, 2006 with the Regional Hearing Clerk.

The civil penalty in the amount of \$1,548 is to be paid in the manner prescribed in paragraphs 46, 47 and 48. Please be certain that the number BD 2750745 P012 and the docket number are written on both the transmittal letter and on the check. Payment is due by December 27, 2006 (within 30 calendar days of the filing date).

Thank you for your cooperation in resolving this matter.

Sincerely,

*for*   
David Star  
Pesticides and Toxics Branch

Enclosures

cc: Marcy Toney, Regional Judicial Officer/C-14J (w/Encl.)  
Charles Mikalian, ORC/C-14J (w/Encl.)  
Eric Volck, USEPA Cincinnati Finance/NWD (w/Encl)

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY  
REGION 5  
77 West Jackson Boulevard  
Chicago, Illinois 60604

2006 NOV 27 11:11 AM  
REGIONAL ADMINISTRATIVE CLERK  
U.S. ENVIRONMENTAL PROTECTION AGENCY

\_\_\_\_\_) **Consent Agreement and Final Order**  
In the Matter of: )  
)  
ALLERTON SUPPLY CO., INC. ) **Proceeding to Assess a Civil Penalty**  
17054 State Route 49 & U.S. 150 ) **under Section 14(a) of the Federal**  
Fithian, Illinois 61844 ) **Insecticide, Fungicide, and Rodenticide**  
) **Act, 7 U.S.C. § 136l(a)**  
Respondent. )  
\_\_\_\_\_) **Docket No. FIFRA-05-2007-0010**

*[Handwritten signature]*

**CONSENT AGREEMENT AND FINAL ORDER**

1. This is a civil administrative action commenced and concluded pursuant to Section 14(a)(1) of the Federal Insecticide, Fungicide and Rodenticide Act, as amended (FIFRA), 7 U.S.C. § 136l(a)(1), and Sections 22.1(a)(1), 22.13, 22.18, and 22.35 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) as codified at 40 C.F.R. Part 22 (2005).

**I. PARTIES**

2. The Complainant is, by lawful delegation, the Chief, Pesticides and Toxics Branch, Waste, Pesticides and Toxics Division, United States Environmental Protection Agency (U.S. EPA), Region 5.

3. The Respondent is Allerton Supply Co., Inc., a corporation doing business in the State of Illinois.

4. At all times relevant to this Consent Agreement and Final Order (CAFO), the Respondent had a place of business at 17054 State Route 49 and U.S. 150, Fithian, Illinois 61844.

5. Where the parties agree to settle one or more causes of action before the filing of a complaint, the administrative action may be commenced and concluded simultaneously by the issuance of a CAFO. (See 40 C.F.R. § 22.13(b) [2005]).

6. The parties agree that settling this action without the filing of a complaint or the adjudication of any issue of fact or law is in their interest and in the public interest.

7. Respondent consents to entry of this CAFO and the assessment of the specified civil penalty and agrees to comply with the terms of the CAFO.

## **II. JURISDICTION AND WAIVER OF RIGHT TO HEARING**

8. Respondent admits the jurisdictional allegations in this CAFO and neither admits nor denies the factual allegations in this CAFO.

9. Respondent waives any right to request a hearing as provided at 40 C.F.R. § 22.15(c), any right to contest the allegations in this CAFO, and its right to appeal this CAFO.

## **III. STATUTORY AND REGULATORY BACKGROUND**

10. Section 12(a)(2)(L) of FIFRA, 7 U.S.C. § 136j(a)(2)(L), states that it shall be unlawful for any person who is a producer to violate any of the provisions of Section 7 of FIFRA, 7 U.S.C. § 136e.

11. Pursuant to Section 7(a) of FIFRA, 7 U.S.C. § 136e(a), no person shall produce any pesticide subject to FIFRA or active ingredient used in producing a pesticide subject to FIFRA in any State unless the establishment in which it is produced is registered with the Administrator of the U.S. EPA.

12. Under Section 7(b) of FIFRA, 7 U.S.C. § 136e(b), the Administrator registers establishments that produce pesticides and assigns them an establishment registration number.

13. Section 12(a)(1)(E) of FIFRA, 7 U.S.C. § 136j(a)(1)(E), states that it shall be unlawful for any person in any State to distribute or sell to any person any pesticide which is adulterated or misbranded.

14. Section 2(q)(1)(D) of FIFRA, 7 U.S.C. § 136(q)(1)(D), states that a pesticide is misbranded if its label does not bear the registration number assigned under Section 7 of FIFRA, 7 U.S.C. § 136e, to each establishment in which it was produced.

15. Section 2(q)(1)(A) of FIFRA, 7 U.S.C. § 136(q)(1)(A), states that a pesticide is misbranded if its labeling bears any statement, design, or graphic representation relative thereto

or to its ingredients which is false or misleading in any particular.

16. The term “person” as defined in Section 2(s) of FIFRA, 7 U.S.C. § 136(s) “means any individual, partnership, association, corporation, or any organized group of persons whether incorporated or not.”

17. The term “pesticide” is defined at Section 2(u) of FIFRA, 7 U.S.C. § 136(u), and 40 C.F.R. § 152.3, and is generally regarded as any substance or mixture of substances intended for preventing, destroying, repelling, or mitigating any pest.

18. In addition, according to 40 C.F.R. § 152.15(a)(1), a substance is considered to be intended for a pesticidal purpose, and thus to be a pesticide requiring registration, if the person who distributes or sells the substance claims, states, or implies (by labeling or otherwise) that the substance (either by itself or in combination with any other substance) can or should be used as a pesticide.

19. The term “establishment” is defined, in Section 2(dd) of FIFRA, 7 U.S.C. § 136(dd), as “any place where a pesticide or device or active ingredient used in producing a pesticide is produced, or held, for distribution or sale.”

20. The term “producer” is defined in Section 2(w) of FIFRA, 7 U.S.C. § 136(w), and 40 C.F.R. § 167.3, as meaning the person who manufactures, prepares, compounds, propagates, or processes any pesticide, or any person who produces any pesticide (including packaging, repackaging, labeling and relabeling).

21. The term “produce” as defined in Section 2(w) of FIFRA, 7 U.S.C. § 136(w), 40 C.F.R. § 167.3, means “to manufacture, prepare, propagate, compound, or process any pesticide . . . or to package, repackage, label, relabel or otherwise change the container of any pesticide or device.”

22. The term “distribute or sell” as defined in Section 2(gg) of FIFRA, 7 U.S.C. § 136(gg), means “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.”

23. The Administrator of U.S. EPA may assess a civil penalty of up to \$5,500 for each offense of FIFRA that occurred on or after January 31, 1997 through March 15, 2004 and may assess a civil penalty of up to \$6,500 for each offense of FIFRA that occurred after March 15, 2004 under Section 14(a) of FIFRA, 7 U.S.C. § 136l(a), and 40 C.F.R. Part 19 (2005).

#### **IV. FACTUAL ALLEGATIONS AND VIOLATIONS**

24. Respondent is a “person” as that term is defined at Section 2(s) of FIFRA, 7 U.S.C. § 136(s).

25. On or about February 28, 2005, U.S. EPA acquired information (Respondent’s records) regarding the production of a “pesticide” by Respondent, located at 17054 State Route 49 and U.S. 150, Fithian, Illinois 61844, during the 2004 calendar year.

26. Respondent’s facility at 17054 State Route 49 and U.S. 150, Fithian, Illinois 61844, is an “establishment” as defined in Section 2(dd) of FIFRA, 7 U.S.C. § 136(dd), and 40 C.F.R. § 167.3.

27. Respondent’s records indicated that Respondent produced the following pesticide, as that term is defined in Section 2(w) of FIFRA, 7 U.S.C. § 136(w), at its establishment:

- Touchdown IQ (EPA Reg. 100-1117)

The pesticide listed above is a pesticide, as defined in Section 2(u) of FIFRA, 7 U.S.C. § 136(u).

28. Records maintained by U.S. EPA reveal that the establishment owned and operated by Respondent was not registered as an active pesticide producing establishment during the 2004 calendar year and continuing to November 16, 2005, pursuant to the requirements of Section 7(a) of FIFRA, 7 U.S.C. § 136e(a), and 40 CFR Part 167.

29. Respondent produces pesticides as the term “produce” is defined at Section 2(w) of FIFRA, 7 U.S.C. § 136(w), and 40 C.F.R. § 167.3.

30. Respondent is a “producer” as that term is defined at Section 2(w) of FIFRA, 7 U.S.C. § 136(w), and 40 CFR § 167.3.

31. Respondent produced a pesticide in an unregistered establishment in violation of Section 7(a) of FIFRA, 7 U.S.C. § 136e(a).

32. Respondent's production of a pesticide in an unregistered establishment constitutes an unlawful act pursuant to Section 12(a)(2)(L) of FIFRA, 7 U.S.C. § 136j(a)(2)(L), which states that it shall be unlawful for any person who is a producer to violate any of the provisions of Section 7 of FIFRA, 7 U.S.C. § 136e.

33. As a result of Respondent's violation of Section 7(a) of FIFRA, 7 U.S.C. § 136e(a), Respondent is subject to the assessment of civil penalties under Section 14(a) of FIFRA, 7 U.S.C. § 136l(a).

34. At all times relevant to this CAFO, Respondent owned, controlled, or had custody of the pesticide identified in paragraph 27.

35. At all times relevant to this CAFO, Respondent "distributed or sold" the pesticide identified in paragraph 27, as that term is defined at Section 2(gg) of FIFRA, 7 U.S.C. § 136(gg).

36. Respondent's records indicated that the pesticide identified in paragraph 27 was distributed or sold during the 2004 calendar year.

37. Respondent distributed or sold the pesticide identified in paragraph 27 with a label or labels that did not bear a registration number assigned under Section 7 to the establishment in which it was produced.

38. Respondent distributed or sold a "misbranded" pesticide as that term is defined in Section 2(q) of FIFRA, 7 U.S.C. § 136(q).

39. Respondent's distribution or sale of a misbranded pesticide constitutes an unlawful act pursuant to Section 12(a)(1)(E) of FIFRA, 7 U.S.C. § 136j(a)(1)(E), which states that it shall be unlawful for any person in any State to distribute or sell to any person any pesticide which is adulterated or misbranded.

40. As a result of Respondent's violation of Section 12(a)(1)(E) of FIFRA, 7 U.S.C. § 136j(a)(1)(E), Respondent is subject to the assessment of civil penalties under Section 14(a) of FIFRA, 7 U.S.C. § 136l(a).

41. On or about September 23, 2005, U.S. EPA issued a Stop Sale, Use, or Removal Order against Respondent for the production of a pesticide in an establishment not registered with U.S. EPA and the subsequent distribution or sale of a "misbranded" pesticide, because any labels affixed to the pesticide were misbranded by either bearing a false establishment

registration number or not bearing a true establishment registration number assigned by U.S. EPA.

42. After proper application by Respondent to register its establishment, U.S. EPA registered Respondent's establishment on November 16, 2005.

43. U.S. EPA assigned the establishment registration number, 047669-IL-007, to Respondent.

#### **V. CIVIL PENALTY**

44. Pursuant to Section 14(a)(4) of FIFRA, 7 U.S.C. § 136l(a)(4), and the "Enforcement Response Policy for FIFRA (July 2, 1990)," U.S. EPA has determined that a civil penalty of \$6,189 per pesticide produced and subsequently distributed or sold by Respondent may be proposed in a complaint for Respondent's violations of Sections 7(a) and 12(a)(1)(E) of FIFRA, 7 U.S.C. §§ 136e(a) and 136j(a)(1)(E). However, in light of Respondent's good faith efforts to correct the violations immediately after discovery by U.S. EPA, Complainant has determined that an appropriate civil penalty to settle this action expeditiously and prior to the issuance of a complaint is \$1,548.

45. Respondent agrees to pay a civil penalty in the amount of the \$1,548 to settle this matter.

46. Respondent must pay the \$1,548 civil penalty by cashier's or certified check payable to the "Treasurer, United States of America," within 30 days after the effective date of this CAFO.

47. Respondent must send the check to:

U.S. EPA, Region 5  
P.O. Box 371531  
Pittsburgh, PA 15251-7531

48. A transmittal letter, stating Respondent's name, complete address, the case docket number, and the billing document number must accompany the payment. Respondent must write the case docket number and the billing document number on the face of the check. Respondent must send copies of the check and transmittal letter to:

Regional Hearing Clerk (E-13J)  
U.S. EPA, Region 5  
77 West Jackson Boulevard  
Chicago, IL 60604-3590

Charles Mikalian (C-14J)  
Office of Regional Counsel  
U.S. EPA, Region 5  
77 West Jackson Boulevard  
Chicago, IL 60604-3590

David Star, (DT-8J)  
Pesticides and Toxics Enforcement Section  
U.S. EPA, Region 5  
77 West Jackson Boulevard  
Chicago, IL 60604-3590

49. This civil penalty is not deductible for federal tax purposes.

50. If Respondent does not timely pay the civil penalty, U.S. EPA may refer the matter to the Attorney General, who will recover such amount by action in the appropriate United States district court, under Section 14(a)(5) of FIFRA, 7 U.S.C. § 136l(a)(5).

51. Pursuant to 31 C.F.R. § 901.9, Respondent shall pay the following on any amount overdue under this CAFO:

(a) Interest. Interest will accrue on any overdue amount from the date payment was due at a rate established by the Secretary of the Treasury.

(b) Monthly Handling Charge. Respondent will pay a \$15 handling charge each month that any portion of the penalty is more than 30 days past due.

(c) Non-Payment Penalty. Respondent will pay a 6 percent per annum penalty on any principal amount 90 days past due. This non-payment penalty is in addition to charges that accrue under subparagraphs (a) and (b).

## **VI. FINAL STATEMENT**

52. This CAFO resolves only Respondent's liability for federal civil penalties for the violations alleged in the Factual Allegations and Violations section of this CAFO.

53. The effect of the settlement described in this CAFO is conditioned upon the accuracy of Respondent's representations to U.S. EPA, as memorialized in paragraph 42 of this



CAFO, Respondent's "Application for Registration of Pesticide-Producing and Device-Producing Establishments" dated October 27, 2005.

54. Respondent consents to all of the conditions in this CAFO.

55. This CAFO does not affect the right of U.S. EPA or the United States to pursue appropriate injunctive or other equitable relief or criminal sanctions for any violations of law.

56. This CAFO does not affect Respondent's responsibility to comply with FIFRA and other applicable federal, state and local laws, and regulations.

57. Respondent certifies that it is complying fully with FIFRA, 7 U.S.C. §§ 136 et.seq.

58. The terms of this CAFO bind Allerton Supply Co., Inc. and its successors, and assigns.

59. Each person signing this consent agreement certifies that he or she has the authority to sign this consent agreement for the party whom he or she represents and to bind that party to its terms.

60. Each party agrees to bear its own costs and attorneys' fees in this action.

61. This CAFO constitutes the entire agreement between the parties.

**CONSENT AGREEMENT AND FINAL ORDER**

**In the Matter of: Allerton Supply Co., Inc.,**

**17054 State Route 49 and U.S. 150, Fithian, Illinois 61844**

**Docket No. FIFRA-05-2007-0010** *RBW*

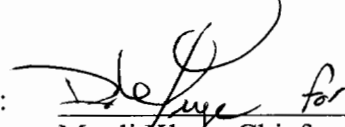
**Allerton Supply Co., Inc., Respondent**

Date: 10-20-06

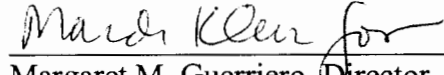
By: *Ronald E. Mowen*  
Ronald E. Mowen, General Manager  
Allerton Supply Co., Inc.

**United States Environmental Protection Agency, Complainant**

Date: 10/26/06

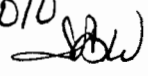
By:   
Mardi Klevs, Chief  
Pesticides and Toxics Branch  
Waste, Pesticides and Toxics Division

Date: 11-1-06

By:   
Margaret M. Guerriero, Director  
Waste, Pesticides and Toxics Division

**CONSENT AGREEMENT AND FINAL ORDER**

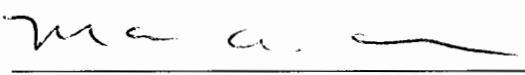
**In the Matter of: Allerton Supply Co., Inc.,  
17054 State Route 49 and U.S. 150, Fithian, Illinois 61844**

Docket No. FIFRA-05-2007-0010  


**FINAL ORDER**

It is ordered as agreed to by the parties and as stated in the consent agreement, effective immediately upon filing of this Consent Agreement and Final Order with the Regional Hearing Clerk. This final order disposes of this proceeding pursuant to 40 C.F.R. § 22.18.

Date: 11/21/06

  
Mary A. Gade  
Regional Administrator  
United States Environmental Protection Agency  
Region 5

2006 NOV 27 AM 11:13  
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U.S. ENVIRONMENTAL PROTECTION AGENCY

**CERTIFICATE OF SERVICE**

I hereby certify that the original signed copy of the Consent Agreement and Final Order in resolution of the civil administrative action involving Allerton Supply Co., Inc., was filed on November 27, 2006, with the Regional Hearing Clerk (E-13J), United States Environmental Protection Agency, Region 5, 77 West Jackson Boulevard, Chicago, Illinois 60604-3590, and that I mailed by Certified Mail, Receipt No. 7001 0320 0005 8910 5973, a copy of the original to the Respondents:

Mr. Ronald E. Mowen, General Manager  
Allerton Supply Co., Inc  
309 East Yates Street  
PO Box 200  
Allerton, Illinois 61810

and forwarded copies (intra-Agency) to:

Marcy Toney, Regional Judicial Officer, ORC/C-14J  
Charles Mikalian, Counsel for Complainant/C-14J  
Eric Volck, USEPA Cincinnati Finance/NWD (w/Encl)

*Elizabeth Lytle*

Elizabeth Lytle  
Pesticides and Toxics Branch  
U.S. EPA - Region 5  
77 West Jackson Boulevard  
Chicago, Illinois 60604-3590

Docket No. *FIFRA-05-2007-0010*

*EBL*

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