# U. S. ENVIRONMENTAL PROTECTION AGENC 2018 SEP 25 AM 10: 33 REGION 7 11201 RENNER BOULEVARD LENEXA, KANSAS 66219 BEFORE THE ADMINISTRATOR

In the Matter of	)	
Village of Walthill	) Docket No. FIFRA-07-2018-03	332
Respondent.	)	

# CONSENT AGREEMENT AND FINAL ORDER

# **Preliminary Statement**

The U.S. Environmental Protection Agency, Region 7 (EPA or Complainant), and Village of Walthill (Respondent) have agreed to a settlement of this action before the 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 and the Revocation/Termination or Suspension of Permits, 40 C.F.R. §§ 22.13(b) and 22.18(b)(2).

### 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 serves as notice that EPA has reason to believe that Respondent has violated Section 12 of FIFRA, 7 U.S.C. § 136j.

### **Parties**

- 3. 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 Village of Walthill, a municipality located in the state of Nebraska.

# 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 12(a)(2)(G) of FIFRA, 7 U.S.C. § 136j(a)(2)(G), states that it shall be unlawful for any person use any registered pesticide in a manner inconsistent with its labeling.
- 7. Section 2(s) of FIFRA, 7 U.S.C. § 136(s), defines "person" to mean any individual, partnership, association, corporation, or any organized group of persons whether incorporated or not.
- 8. Section 2(u) of FIFRA, 7 U.S.C. § 136(u), defines "pesticide" to mean any substance or mixture of substances intended for preventing, destroying, repelling, or mitigating any pest.
- 9. Section 2(t) of FIFRA, 7 U.S.C. § 136(t), defines "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).
- 10. Section 14(a)(1) of FIFRA, 7 U.S.C. § 136l(a)(1), authorizes the EPA Administrator to assess a civil penalty of not more than \$5,000 for each offense. The Debt Collection Improvement Act of 2008 and the Federal Civil Penalties Inflation Adjustment Improvements Act of 2015, and implementing regulations at 40 C.F.R. Part 19, adjusted the statutory maximum so that penalties of up to \$7,500 per day are now authorized for violations that occur from January 12, 2009, through November 2, 2015, and penalties of up to \$19,446 are authorized for violations that occur after November 2, 2015.

### **General Factual Allegations**

- 11. Respondent is and, at all times referred to herein was, a "person" within the meaning of FIFRA.
- 12. On or about November 3, 2017, and November 21, 2017, the Nebraska Department of Agriculture (NDA) conducted an inspection (the inspection), utilizing federal EPA credentials, in the Village of Walthill in response to a complaint concerning alleged pesticide drift. The inspection was conducted under the authority of Section 8 of FIFRA, 7 U.S.C. § 136f, to evaluate Respondent's compliance with the requirements of FIFRA and the federal regulations promulgated thereunder. The NDA inspection report was subsequently forwarded to EPA for review.
- 13. At the time of the NDA inspection, photographic documentation and witness statements were collected.

- 14. Evidence collected as a result of the inspection revealed that an employee of Respondent made a number of applications of the registered pesticidal product Fyfanon Malathion Insecticide (EPA Reg. No. 5905-196) (the Product), from approximately June 30, 2017, through September 2, 2017.
- 15. As a result of the inspection and evidence collected by NDA, Complainant has determined that violations of FIFRA and the federal regulations promulgated thereunder occurred.

# Allegations of 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 11 through 15 above are herein incorporated.
- 18. Evidence collected as a result of the inspection revealed that Respondent's employee applied the Product using a fogging apparatus. Application of the Product using a fogging apparatus is inconsistent with the Product's Directions for Use set forth in the Product's label.
- 19. Respondent's application of the Product inconsistent with the Product's labeling by use of a fogging apparatus is a violation of Section 12(a)(2)(G) of FIFRA, 7 U.S.C. § 136j(a)(2)(G).

### Count 2

- 20. The facts stated in Paragraphs 11 through 15 above are herein incorporated
- 21. Evidence collected as a result of the inspection revealed that Respondent's employee applied the Product in a manner allowing it to drift to non-target species. Application of the Product to non-target species is inconsistent with the Product's Precautionary Statements set forth in the Product's label.
- 22. Respondent's application of the Product to non-target species inconsistent with the Product's labeling is a violation of Section 12(a)(2)(G) of FIFRA, 7 U.S.C. § 136j(a)(2)(G).

### **CONSENT AGREEMENT**

- 23. For the purpose of this proceeding, as required by 40 C.F.R. § 22.18(b)(2), Respondent:
  - (a) admits the jurisdictional allegations set forth herein;

- (b) neither admits nor denies the specific factual allegations stated herein;
- (c) consents to the assessment of a civil penalty, as stated herein;
- (d) consents to the issuance of any specified compliance or corrective action order:
- (e) consents to any conditions specified herein;
- (f) consents to any stated Permit Action;
- (g) waives any right to contest the allegations set forth herein; and
- (h) waives its rights to appeal the Final Order accompanying this Consent Agreement.
- 24. Respondent consents to the issuance of this Consent Agreement and Final Order and consents for the purposes of settlement to the payment of the civil penalty specified herein.
- 25. Respondent and EPA agree to conciliate this matter without the necessity of a formal hearing and to bear their respective costs and attorneys' fees.

# **Penalty Payment**

- 26. Respondent agrees that, in settlement of the claims alleged herein, Respondent shall pay a civil penalty of Seven Thousand Seven Hundred Fifty-Eight Dollars (\$7,758.00), as set forth below.
- 27. Respondent shall pay the penalty within thirty (30) days of the effective date of the Final Order. Such payment shall identify Respondent by name and docket number and shall be by certified or cashier's check made payable to the "United States Treasury" and sent to:

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

or by alternate payment method described at http://www.epa.gov/financial/makepayment.

28. 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 haugen.lisa@epa.gov; and

Clarissa Howley Mills, Attorney
Office of Regional Counsel
U.S. Environmental Protection Agency, Region 7
11201 Renner Boulevard
Lenexa, Kansas 66219
mills.clarissa@epa.gov.

29. Respondent understands that its failure to timely pay any portion of the civil penalty 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 begin to accrue on a civil or stipulated penalty from the date of delinquency until such civil or stipulated penalty and any accrued interest are paid in full. 31 C.F.R. § 901.9(b)(1). Interest will be assessed at a rate of the United States Treasury Tax and loan rates in accordance with 31 U.S.C. § 3717. Additionally, a charge will be assessed to cover the costs of debt collection including processing and handling costs, and a non-payment penalty charge of six (6) percent per year compounded annually will be assessed on any portion of the debt which remains delinquent more than ninety (90) days after payment is due. 31 U.S.C. § 3717(e)(2).

# Effect of Settlement and Reservation of Rights

- 30. Full payment of the penalty proposed in this Consent Agreement shall only resolve Respondent's liability for federal civil penalties for the violations alleged herein. Complainant reserves the right to take any enforcement action with respect to any other violations of FIFRA or any other applicable law.
- 31. The effect of settlement described in the immediately preceding paragraph is conditioned upon the accuracy of Respondent's representations to EPA, as memorialized in the paragraph directly below.
- 32. Respondent certifies by the signing of this Consent Agreement that it is presently in compliance with all requirements of FIFRA and its implementing regulations.
- 33. Full payment of the penalty proposed in this Consent Agreement shall not in any case affect the right of the Agency or the United States to pursue appropriate injunctive or other equitable relief or criminal sanctions for any violations of law. This Consent Agreement and Final Order does not waive, extinguish or otherwise affect Respondent's obligation to comply with all applicable provisions of FIFRA and regulations promulgated thereunder.
- 34. Complainant reserves the right enforce the terms and conditions of this Consent Agreement and Final Order.

# **General Provisions**

- 35. By signing this Consent Agreement, the undersigned representative of Respondent certifies that he or she is fully authorized to execute and enter into the terms and conditions of this Consent Agreement and has the legal capacity to bind the party he or she represents to this Consent Agreement.
- 36. This Consent Agreement shall not dispose of the proceeding without a final order from the Regional Judicial Officer or Regional Administrator ratifying the terms of this Consent Agreement. This Consent Agreement and Final Order 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.
- 37. The penalty specified herein shall represent civil penalties assessed by EPA and shall not be deductible for purposes of Federal, State and local taxes.
- 38. This Consent Agreement and Final Order shall apply to and be binding upon Respondent and Respondent's agents, successors and/or assigns. Respondent shall ensure that all contractors, employees, consultants, firms, or other persons or entities acting for Respondent with respect to matters included herein comply with the terms of this Consent Agreement and Final Order.

# IN THE MATTER OF VILLAGE OF WALTHILL Docket No. FIFRA-07-2018-0332

# RESPONDENT VILLAGE OF WALTHILL

Date: 9.19.18

By: Muhae Down

MICHAEL D. GRANT

Print Name

Board Chair

Title

COMPLAINANT U. S. ENVIRONMENTAL PROTECTION AGENCY

Date: <u>5/24/18</u>

Jeffer Robichaud

Director

Water, Wetlands and Pesticides Division

Date: 5/24/2018

Clarissa Howley Mills
Office of Regional Counsel

# **FINAL ORDER**

Pursuant to Section 14(a) of FIFRA, 7 U.S.C. § 136l(a), and the Consolidated Rules of Practice Governing the Administrative Assessment of Civil Penalties and the Revocation/Termination or Suspension of Permits, 40 C.F.R. Part 22, the foregoing Consent Agreement resolving this matter is hereby ratified and incorporated by reference into this Final Order.

Respondent is ORDERED to comply with all of the terms of the Consent Agreement. In accordance with 40 C.F.R. § 22.31(b), the effective date of the foregoing Consent Agreement and this Final Order is the date on which this Final Order is filed with the Regional Hearing Clerk.

Sept. 25,2018

IT IS SO ORDERED.

Karina Borromeo

Regional Judicial Officer

# **CERTIFICATE OF SERVICE**

I certify that that a true and correct copy of the foregoing Consent Agreement and Final Order was sent this day in the following manner to the addressees:

Copy via Email to Complainant:

mills.clarissa@epa.gov

Copy via Email to Respondent:

mmunderloh@johnsonandmock.com

Dated this 25 day of September, 2018.

Signed

Signed

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