



UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

REGION 4
ATLANTA FEDERAL CENTER
61 FORSYTH STREET
ATLANTA, GEORGIA 30303-8960

MAY 23 2017

CERTIFIED MAIL 7007 2680 0000 3272 1993
RETURN RECEIPT REQUESTED

TrueNorth Transport, LLC
ATTN: Mr. Sonny Joe Sanders
5358 33rd Avenue, NW
Gig Harbor, Washington 98335

Re: Consent Agreement and Final Order, Docket No.: CWA-04-2016-4519(b)
TrueNorth Transportation, LLC.

Dear Mr. Sanders:

Enclosed please find a fully executed copy of the Consent Agreement and Final Order that has been finalized by the U.S. Environmental Protection Agency and the Regional Judicial Officer. The EPA acknowledges receipt of payment for the sum of Eight Thousand Dollars (\$8,000) pursuant to Section IV of the Consent Agreement and Final Order.

Should you have any questions regarding this matter, please contact Ms. Wilda Cobb, Associate Regional Counsel, at (404) 562-9350 or via email at cobb.wilda@epa.gov.

Sincerely,

A handwritten signature in blue ink that reads "Denisse D. Diaz".

Denisse D. Diaz, Chief
NPDES Permitting & Enforcement Branch
Water Protection Division

Enclosure

cc: Commanding Officer
Fifth Coast Guard District

Mr. Joseph A. Walsh II
Clyde & Co US LLP

**UNITED STATES ENVIRONMENTAL PROTECTION AGENCY
REGION 4**

| | | |
|-----------------------------|---|---------------------------------------|
| IN THE MATTER OF: |) | |
| |) | CONSENT AGREEMENT AND |
| TRUENORTH TRANSPORT, |) | FINAL ORDER |
| LIMITED LIABILITY |) | |
| CORPORATION, |) | |
| VESSEL NORFOLK |) | |
| |) | |
| RESPONDENT. |) | Docket No. CWA-04-2016-4519(b) |
| <hr/> | | |

2/17/23 AM 7:12
HEARINGS DIVISION

CONSENT AGREEMENT

I. Statutory Authority

1. This is a civil penalty proceeding pursuant to Section 309(g)(2)(A) of the Clean Water Act (“CWA”), 33 U.S.C. § 1319(g)(2)(A), and 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*, including Subpart I, published at 64 Fed. Reg. 40176 (July 23, 1999) and codified at 40 Code of Federal Regulations (“C.F.R.”) Part 22.

2. The authority to take action under Section 309(g)(2)(A) of the CWA, 33 U.S.C. § 1319(g)(2)(A), is vested in the Administrator of the United States Environmental Protection Agency. The Administrator has delegated this authority to the Regional Administrator, Region 4, who in turn has delegated this authority to the Director of the Water Protection Division, who in turn has delegated this authority to the Chief of the NPDES Permitting and Enforcement Branch of the EPA, Region 4 (“Complainant”).

II. Allegations

3. TrueNorth Transport LLC (“Respondent”) is a corporation doing business in the State of Washington, and, therefore, is a “person” within the meaning of Section 502(5) of the CWA, 33 U.S.C. § 1362(5).

4. At all times relevant to this Consent Agreement and Final Order (“CA/FO”), the Respondent owned and/or operated a vessel named *Norfolk*.

5. To accomplish the objective of the CWA, defined in Section 101(a) of the CWA, 33 U.S.C. § 1251(a), to restore and maintain the chemical, physical and biological integrity of the nation’s waters, Section 301(a) of the CWA, 33 U.S.C. § 1311(a), prohibits the discharge of pollutants by any person into waters of the United States except as in compliance with a National Pollutant Discharge Elimination System (“NPDES”) permit issued pursuant to Section 402 of the CWA, 33 U.S.C. § 1342.

6. On December 29, 2008, the EPA announced in the Federal Register issuance of a final NPDES Vessel General Permit (“VGP”), effective December 19, 2008, regulating point source discharges associated with discharges incidental to the normal operations of vessels into “waters of the United States” as defined in 40 C.F.R. 122.2, which extend to the outer reach of the 3 mile “territorial seas” as defined in section 502(8) of the CWA, 33 U.S.C. § 1362(8). See 73 Fed. Reg. 79473.

7. The VGP that became effective on December 19, 2008, applies to owners and operators of non-recreational vessels that are 79 feet and greater in length pursuant to Part 1.2.1 of the VGP. See 73 Fed. Reg. at 79477. If such a vessel is greater than or equal to 300 gross tons or has the capacity to hold or discharge more than eight cubic meters (2113 gallons) of ballast water, it is required to submit a Notice of Intent (“NOI”) to the EPA to receive coverage under the VGP in accordance with Part 1.5.1 of the VGP. The VGP was reissued on April 12, 2013 with an effective date of December 19, 2013, and an expiration date of December 19, 2018. (See 78 Fed. Reg. 21,938)

8. On August 26, 2015, the Respondent submitted an electronic NOI to the EPA requesting permit coverage under the VGP for the *Norfolk*. The NOI identifies *Norfolk* as a vessel of 15,549 gross registered tons with a length of 166 meters (544.6 feet). The EPA granted the *Norfolk* coverage under the VGP with unique identifier VPBB42800.

9. Part 2.2.3.5 of the VGP requires that the owner/operators of all vessels subject to coverage under this permit which are equipped with ballast tanks must meet the discharge limits for the ballast water in accordance with Part 2.2.3.5 of the VGP. These limits may be met by using one of the ballast water management measures listed below:

- a. Treat the ballast water using an approved ballast water management system (BWTS). The BWTS must be used prior to any discharge of ballast water to waters of the U.S, either at uptake, in tank, or during discharge according to the treatment system manufacturer’s instructions. (Part 2.2.3.5.1.1 of the VGP)
- b. Discharge ballast water to an onshore treatment system. (Part 2.2.3.5.1.2 of the VGP)
- c. Use a public water supply from the U.S. or Canada as ballast water. (Part 2.2.3.5.1.3 of the VGP)
- d. No discharge of ballast water. (Part 2.2.3.5.1.4 of the VGP)

10. On January 25, 2016, the EPA received an email from the U. S. Coast Guard, Sector North Carolina, indicating that the *Norfolk*, reported to the U.S. Coast Guard that it had, discharged untreated ballast water on January 8, 2016, into the Cape Fear River, at Sunny Point, North Carolina.

11. On March 22, 2016, the EPA sent a Notice of Violation and Opportunity to Show Cause letter pursuant to Section 309 of the CWA, 33 U.S.C. § 1319, to the Respondent to give notice of a determination by the EPA that the *Norfolk* has violated provisions of the VGP by discharging untreated ballast water into waters subject to the VGP, and to give the Respondent the opportunity to provide additional information.

12. As a result of EPA's review of the information submitted by the Coast Guard and the Respondent's response to the Opportunity to Show Cause, the EPA made the following observations and determinations:

a. The *Norfolk* is equipped with a ballast tank. And on January 8, 2016, the *Norfolk* crew discharged approximately 289 cubic meters of untreated ballast water into the Cape Fear River, at Sunny Point, North Carolina, a traditionally navigable water of the United State, in violation of Part 2.2.3.5 of the VGP.

13. Therefore, the Respondent has violated Sections 301 and 402 of the CWA, 33 U.S.C. §§1311, 33 U.S.C. 1342 by failing to comply with the VGP.

III. Stipulations and Findings

14. The Complainant and the Respondent have conferred for the purpose of settlement pursuant to 40 C.F.R. § 22.18 and desire to resolve this matter and settle the allegations described herein without a formal hearing. Therefore, without the taking of any evidence or testimony, the making of any argument, or the adjudication of any issue in this matter, and in accordance with 40 C.F.R. § 22.13(b), this CA/FO will simultaneously commence and conclude this matter.

15. For the purposes of this CA/FO, the Respondent admits the jurisdictional allegations and the factual allegations set out above.

16. The Respondent hereby waives its right to contest the allegations set out above and its right to appeal the Final Order accompanying this Consent Agreement.

17. The Respondent consents to the assessment of and agrees to pay the civil penalty as set forth in this CA/FO and consents to the other conditions set forth in this CA/FO.

18. By signing this CA/FO, the Respondent certifies that the information it has supplied concerning this matter was at the time of submission, and is, truthful, accurate, and complete for each such submission, response, and statement. The Respondent realizes that there are significant penalties for submitting false or misleading information, including the possibility of fines and/or imprisonment for knowing submission of such information.

19. The EPA reserves the right to assess and collect any and all civil penalties for any violation described herein to the extent that any information or certification provided by the Respondent was materially false or inaccurate at the time such information or certification was provided to the EPA.

20. The Complainant and the Respondent agree to settle this matter by their execution of this CA/FO. The parties agree that the settlement of this matter is in the public interest and that this CA/FO is consistent with the applicable requirements of the CWA.

IV. Payment

21. Pursuant to Section 309(g)(2)(A) of the CWA, 33 U.S.C. § 1319(g)(2)(A), and 40 C.F.R. Part 19, and considering the nature of the violations and other relevant factors, the EPA has determined that Eight Thousand Dollars (**\$8,000**) is an appropriate civil penalty to settle this action.

22. The Respondent shall submit payment of the penalty specified in the preceding paragraph within thirty (30) days of the Effective Date of this CA/FO via a cashier's or certified check, payable to the order of "Treasurer, United States of America." The check shall reference on its face the name of Respondent and the Docket Number of this CA/FO. Such payment shall be tendered to:

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

23. At the time of payment, the Respondent shall send a separate copy of the check, and a written statement that payment has been made in accordance with this CA/FO, to the following persons at the following addresses:

Regional Hearing Clerk
U.S. Environmental Protection Agency, Region 4
Atlanta Federal Center
61 Forsyth Street, S.W.
Atlanta, Georgia 30303-8960

And

Ms. Mary Mattox
U.S. Environmental Protection Agency, Region 4
Water Protection Division
NPDES Permitting and Enforcement Branch
Municipal and Industrial Enforcement Section
Atlanta Federal Center
61 Forsyth Street, S.W.
Atlanta, Georgia 30303-8960

24. The penalty amount specified above shall represent civil penalties assessed by the EPA and shall not be deductible for purposes of federal taxes.

25. Pursuant to Section 309(g)(9) of the CWA, 33 U.S.C. § 1319(g)(9), failure by the Respondent to pay the penalty assessed by the CA/FO in full by its due date may subject the Respondent to a civil action to collect the assessed penalty plus interest (at currently prevailing

rates from the effective date of this CA/FO), attorney's fees, costs for collection proceedings and a quarterly nonpayment penalty for each quarter during which such failure to pay persists. Such nonpayment penalty shall be in an amount equal to twenty percent (20%) of the aggregate amount of such penalty and nonpayment penalty which are unpaid as of the beginning of such quarter. In any such collection action, the validity, amount, and appropriateness of the penalty and of this CA/FO shall not be subject to review.

V. General Provisions

26. This CA/FO shall not relieve the Respondent of its obligation to comply with all applicable provisions of federal, state, and local law, nor shall it be construed to be a ruling on, or determination of, any issue related to any federal, state, or local permit. Other than as expressed herein, compliance with this CA/FO shall not be a defense to any actions subsequently commenced pursuant to federal laws and regulations administered by the EPA.

27. Issuance of this CA/FO shall not be deemed as prohibiting, altering, or in any way limiting the ability of the EPA to pursue any other enforcement actions available to it under law. Such actions may include, without limitation, any administrative, civil, or criminal action to seek penalties, fines, injunctive, or other appropriate relief, or to initiate an action for imminent and substantial endangerment, under the CWA or any other federal or state statute, regulation, or permit.

28. Except as otherwise set forth herein, this CA/FO constitutes a settlement by Complainant and the Respondent of all claims for civil penalties pursuant to the CWA with respect to only those violations alleged in this CA/FO and in the Administrative Order on Consent.. Except as otherwise set forth herein, compliance with this CA/FO shall resolve the allegations of violations contained herein.

29. Nothing in this CA/FO is intended to nor shall be construed to operate in any way to resolve any criminal liability of the Respondent, or other liability resulting from violations that were not alleged in this CA/FO or in the Administrative Order on Consent.

30. This CA/FO applies to and is binding upon the Respondent and its officers, directors, employees, agents, successors and assigns.

31. Any change in the legal status of the Respondent, including, but not limited to, any transfer of assets of real or personal property, shall not alter the Respondent's responsibilities under this CA/FO.

32. Each undersigned representative of the parties to this CA/FO certifies that he or she is fully authorized to enter into the terms and conditions of this CA/FO and to execute and legally bind that party to it.

33. Each party shall bear its own costs and attorneys' fees in connection with the action resolved by this CA/FO.

34. In accordance with 40 C.F.R. § 22.5, the individuals below are authorized to receive service relating to this proceeding.

For Complainant:

Ms. Wilda Cobb
Associate Regional Counsel
Office of Environmental Accountability
U.S. Environmental Protection Agency, Region 4
Atlanta Federal Center
61 Forsyth Street, S.W.
Atlanta, Georgia 30303
(404) 562-9530

For the Respondent:

Joseph A. Walsh II
Clyde & Co US LLP
4675 MacArthur Court, Suite 500
Newport Beach, CA. 922660
(949) 346-5700

35. The parties acknowledge and agree that this CA/FO is subject to the requirements of 40 C.F.R. § 22.45(c)(4), which provides a right to petition to set aside a consent agreement and proposed final order based on comments received during the public comment period.

36. Effective upon signature of this CA/FO by the Respondent's responsible corporate officer, the Respondent agrees that the time period commencing on the date of his signature and ending on the date the EPA receives from Respondent the payment required by this CA/FO shall not be included in computing the running of any statute of limitations potentially applicable to any action brought by the EPA related to the matters addressed in this CA/FO and that, in any action brought by the EPA related to the matters addressed, the Respondent will not assert, and may not maintain, any defense or claim based upon principles of statute of limitations, waiver, laches, estoppel, or other defense based on the passage of time during such period. If the EPA gives notice to the Respondent that it will not make this CA/FO effective, the statute of limitations shall begin to run again commencing ninety days after the date such notice is sent by the EPA.

37. Pursuant to Section 309(g) of the CWA, 33 U.S.C. § 1319(g), and 40 C.F.R. § 22.38(b), the Complainant represents that the State of North Carolina was provided a prior opportunity to consult with the Complainant regarding this matter.

VI. Release by the Respondent

38. The Respondent hereby covenants not to sue and agrees not to assert any claims or causes of action against the United States, including any department, agency, or instrumentality of the United States, with respect to the matters addressed and resolved in this CA/FO, including, but not limited to any claim that any of the matters or actions described in this CA/FO have resulted in a taking of the Respondent's property without compensation.

VII. Effective Date

39. The effective date of this CA/FO shall be the date on which the CA/FO is filed with the Regional Hearing Clerk.

AGREED AND CONSENTED TO:

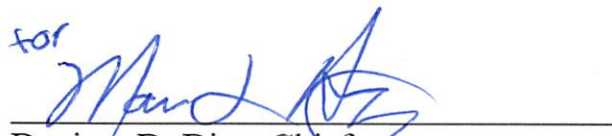
For RESPONDENT, TRUENORTH TRANSPORT LLC.:



Mr. Sonny Joe Sanders
TrueNorth Transport LLC

Date: 12/20/2016

For COMPLAINANT, U.S. ENVIRONMENTAL PROTECTION AGENCY:

^{for}


Denisse D. Diaz, Chief
NPDES Permitting and Enforcement Branch
Water Protection Division
U.S. EPA, Region 4

Date: 5/9/17

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY
REGION 4

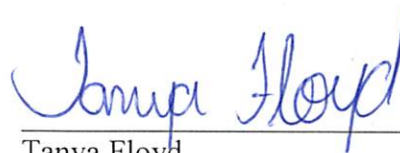
IN THE MATTER OF:)
)
TRUENORTH TRANSPORT) CONSENT AGREEMENT AND
LIMITED LIABILITY) FINAL ORDER
CORPORATION,)
VESSEL NORFOLK)
)
RESPONDENT.) Docket No. CWA-04-2016-4519(b)
_____)

FINAL ORDER

In accordance with 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*, including Subpart I, 40 C.F.R. Part 22, and authorities delegated to me, the foregoing Consent Agreement is hereby approved and incorporated by reference into this Final Order. Pursuant to Section 309(g)(2)(A) of the CWA, 33 U.S.C. § 1319(g)(2)(A), the Respondent is hereby ordered to comply with the terms of the foregoing Consent Agreement.

U.S. ENVIRONMENTAL PROTECTION AGENCY

Date: May 16, 2017



Tanya Floyd
Regional Judicial Officer

Docket No. CWA 04-2016-4519(b)

CERTIFICATE OF SERVICE

The undersigned certifies that a true and correct copy of the attached **CONSENT AGREEMENT AND FINAL ORDER** in the matter of **TRUENORTH TRANSPORT LLC**, Docket No. CWA-04-2016-4519(b) filed with the Regional Hearing Clerk on May 23, 2017, was served on May 23, 2017, in the manner specified to each of the persons listed below.

By hand-delivery:

Ms. Wilda Cobb
Associate Regional Counsel
Office of Environmental Accountability
U.S. Environmental Protection Agency, Region 4
61 Forsyth Street, S.W.
Atlanta, Georgia 30303

By certified mail,
return receipt requested:

Joseph A. Walsh II
Clyde & Co US LLP
4675 MacArthur Court, Suite 500
Newport Beach, CA. 92660
949-346-5700



Regional Hearing Clerk
U.S. Environmental Protection Agency, Region 4
Atlanta Federal Center
61 Forsyth Street, S.W.
Atlanta, Georgia 30303
(404) 562-9513