

ARKANSAS DEPARTMENT OF ENVIRONMENTAL QUALITY

IN THE MATTER OF:

AFIN: 60-02392

LIS No. 16-055

SHERWOOD MARBLE COMPANY, INC.
15701 HIGHWAY 107
JACKSONVILLE, AR 72076

CONSENT ADMINISTRATIVE ORDER

This Consent Administrative Order (hereinafter "CAO") is issued pursuant to the authority delegated under the federal Clean Air Act, 42 U.S.C. § 7401 *et seq.*, and the federal regulations issued thereunder. In addition, this CAO is issued pursuant to the authority of the Arkansas Water and Air Pollution Control Act (hereinafter "the Act"), Ark. Code Ann. § 8-4-101 *et seq.*, Arkansas Pollution Control and Ecology Commission (hereinafter "APC&EC") Regulation 7, APC&EC Regulation 8, APC&EC Regulation 18, and APC&EC Regulation 19.

The issues herein having been settled by agreement of Sherwood Marble Company, Inc. (hereinafter "Respondent") and the Director of the Arkansas Department of Environmental Quality (hereinafter "ADEQ"), it is hereby agreed and stipulated that the following FINDINGS OF FACT and ORDER AND AGREEMENT be entered.

FINDINGS OF FACT

1. Respondent owns and operates a cultured marble production facility located at 15701 Highway 107 in Jacksonville, Pulaski County, Arkansas.
2. ADEQ issued Air Permit 2078-AR-1 (hereinafter "Permit AR-1") to Respondent on October 11, 2011.

3. ADEQ issued Air Permit 2078-AR-2 (hereinafter "Permit AR-2") to Respondent on August 9, 2012.

4. Ark. Code Ann. § 8-4-217(a)(3) provides:

(a) It shall be unlawful for any person to:

...

(3) Violate any provisions of this chapter or of any rule, regulation, or order adopted by the Arkansas Pollution Control and Ecology Commission under this chapter or of a permit issued under this chapter by the Arkansas Department of Environmental Quality.

5. Ark. Code Ann. § 8-4-103(c)(1) as referenced by Ark. Code Ann. §§ 8-4-304 and 8-4-311 authorizes ADEQ to assess an administrative civil penalty not to exceed ten thousand dollars (\$10,000) per violation for any violation of any provision of the Act and any regulation or permit issued pursuant to the Act.

6. Pursuant to Ark. Code Ann. § 8-4-103(c)(1)(B) as referenced by Ark. Code Ann. § 8-4-304, "Each day of a continuing violation may be deemed a separate violation for purposes of penalty assessment."

7. On June 29, 2015, and July 1, 2015, ADEQ personnel conducted a full compliance inspection of Respondent's facility for the time period covering January 2012 through May 2015.

8. During the review of Respondent's records, it was discovered that Respondent had failed to maintain purchase records for the Gel Coat Material used at the Gel Coat Spray Booth (hereinafter "SN-01"), the Resin used at the Resin Application Area (hereinafter "SN-02"), the Catalyst used at SN-01 and SN-02, and the Acetone used at the Cleaning Area (hereinafter "SN-03"). Respondent was unable to produce any purchase records for the Gel Coat Material, Resin, Catalyst, and Acetone for the entire time period covered by the inspection (41

months). Failure to maintain the purchase records for the Gel Coat Material, Resin, Catalyst, and Acetone inhibits ADEQ's ability to determine compliance with Specific Conditions 5, 6, 10, 11, 15, 17, and 18 of Permit AR-1 and Permit AR-2. Such failures violate Specific Conditions 7, 12, 16, and 19 of Permit AR-1 and Permit AR-2 and therefore violate Ark. Code Ann. § 8-4-217(a)(3) as referenced by Ark. Code Ann. § 8-4-304.

9. Records reviewed during the inspection indicated that Respondent exceeded the permitted Hazardous Air Pollutant (hereinafter "HAP") content limit for Cobalt 2-Ethylhexanoate (hereinafter "12% Cobalt"). The permitted maximum content by weight for 12% Cobalt used in any gel coat material at SN-01 is 0.045%. The Material Safety Data Sheet (hereinafter "MSDS") for the Marble Clear Coat Gel used at SN-01 indicated that the content by weight of 12% Cobalt was 0.046%. Such act violates Specific Condition 8 of Permit AR-2 and therefore violates Ark. Code Ann. § 8-4-217(a)(3) as referenced by Ark. Code Ann. § 8-4-304.

10. Records reviewed during the inspection indicated that Respondent exceeded the permitted HAP content for Styrene. The permitted maximum content by weight of Styrene used in any resin material at SN-02 is 30%. The MSDS for the Unsaturated Polyester Resin used at SN-02 indicated that the content by weight of Styrene was 31.145%. Such act violates Specific Condition 13 of Permit AR-1 and Permit AR-2 and therefore violates Ark. Code Ann. § 8-4-217(a)(3) as referenced by Ark. Code Ann. § 8-4-304.

11. Respondent failed to maintain a copy of Permit AR-2 on the premises where the control apparatus is located and available for inspection. Respondent was unable to produce a copy of Permit AR-2 during both inspection visits to the facility (June 29, 2015 & July 1, 2015).

Such failure violates General Condition 15 of Permit AR-1 and Permit AR-2 and therefore violates Ark. Code Ann. § 8-4-217(a)(3) as referenced by Ark. Code Ann. § 8-4-304.

12. In correspondence dated October 2, 2015, Respondent stated that he intends to cease marble production no later than October 9, 2015.

13. In correspondence dated April 20, 2016, Respondent stated that he ceased marble production on October 1, 2015, and requested to void Air Permit 2078-AR-2.

14. On May 19, 2016, the Department voided Air Permit 2078-AR-2.

ORDER AND AGREEMENT

WHEREFORE, Respondent, neither admitting nor denying the factual and legal allegations contained in this CAO, and ADEQ do hereby agree and stipulate as follows:

1. This CAO addresses all violations set forth in the FINDINGS OF FACT.

2. In compromise and full settlement for instances of noncompliance specified in the FINDINGS OF FACT, Respondent agrees to pay the sum of **FIVE HUNDRED DOLLARS (\$500.00)**. Payment is due within thirty (30) calendar days of the effective date of this CAO.

Such payment shall be made payable to:

ADEQ, Fiscal Division
5301 Northshore Drive
North Little Rock, Arkansas 72118-5317.

In the event that Respondent fails to pay the civil penalty within the prescribed time, ADEQ shall be entitled to attorneys' fees and costs associated with collection.

3. All applicable submissions required by this CAO are subject to approval by ADEQ. In the event of any deficiency, Respondent shall, within fifteen (15) calendar days of notification by ADEQ, submit any additional information requested. Failure to adequately

respond to the notice of deficiency within fifteen (15) calendar days constitutes a failure to meet a deadline and is subject to the civil penalties established in the following Paragraph.

4. Failure to meet the limits, requirements, or deadlines of this CAO or the applicable approved schedules provided for herein constitutes a violation of said CAO. If Respondent fails to meet any limits, requirements, or deadlines, Respondent consents and agrees to pay, on demand, to ADEQ civil penalties according to the following schedule:

- | | |
|--|----------------|
| (a) First day through the fourteenth day: | \$100 per day |
| (b) Fifteenth day through the thirtieth day: | \$500 per day |
| (c) More than thirty days: | \$1000 per day |

Stipulated penalties shall be paid within thirty (30) calendar days of receipt of ADEQ's demand to Respondent for such penalties. These stipulated penalties may be imposed for delay in scheduled performance and shall be in addition to any other remedies or sanctions which may be available to ADEQ by reason of Respondent's failure to comply with the requirements of this CAO. ADEQ reserves its rights to collect other penalties and fines pursuant to its enforcement authority in lieu of the stipulated penalties set forth above.

5. If any event, including, but not limited to, an occurrence of nature, causes or may cause a delay in the achievement of compliance by Respondent with the requirements or deadlines of this CAO, Respondent shall notify ADEQ in writing as soon as reasonably possible after it is apparent that a delay will result, but in no case after the due dates have passed. The notification shall describe in detail the anticipated length of the delay, the precise cause of the delay, the measures being taken and to be taken to minimize the delay, and the timetable by which those measures will be implemented.

6. ADEQ may grant an extension of any provision of this CAO, provided that

Respondent requests such an extension in writing and provided that the delay or anticipated delay has or will be caused by circumstances beyond the control of and without the fault of Respondent. The time for performance may be extended for a reasonable period, but in no event longer than the period of delay resulting from such circumstances. The burden of proving that any delay is caused by circumstances beyond the control of and without the fault of Respondent and the length of the delay attributable to such circumstances shall rest with Respondent. Failure to notify ADEQ promptly, as provided in the previous Paragraph of the ORDER AND AGREEMENT, shall be grounds for a denial of an extension.

7. This CAO is subject to public review and comment in accordance with Ark. Code Ann. § 8-4-103(d), and therefore is not effective until thirty (30) calendar days after public notice of the CAO is given. ADEQ retains the right and discretion to rescind this CAO based on comments received within the thirty-day public comment period.

8. As provided by APC&EC Regulation 8, this matter is subject to being reopened upon Commission initiative or in the event a petition to set aside this CAO is granted by the Commission.

9. Nothing contained in this CAO shall relieve Respondent of any obligations imposed by any other applicable local, state, or federal laws, nor, except as specifically provided herein, shall this CAO be deemed in any way to relieve Respondent of responsibilities contained in the permit.

10. Nothing in this CAO shall be construed as a waiver by ADEQ of its enforcement authority over alleged violations not specifically addressed herein. In addition, this CAO does not exonerate Respondent from any past, present, or future conduct which is not expressly

addressed herein, nor does it relieve Respondent of the responsibilities for obtaining any necessary permits.

11. By virtue of the signature appearing below, the individual represents that he or she is an Officer of Respondent, being duly authorized to execute and bind Respondent to the terms contained herein. Execution of this CAO by an individual other than an Officer of Respondent shall be accompanied by a resolution granting signature authority to said individual as duly ratified by the governing body of the entity.

SO ORDERED THIS 8th DAY OF July, 2016.

Becky W. Keogh
BECKY W. KEOGH, DIRECTOR

ARKANSAS DEPARTMENT OF
ENVIRONMENTAL QUALITY

APPROVED AS TO FORM AND CONTENT:

SHERWOOD MARBLE COMPANY, INC.

BY: Tim Blankenship (Signature)

Tim Blankenship (Typed or printed name)

TITLE: Vice President

DATE: 7-6-16