ARKANSAS DEPARTMENT OF ENERGY AND ENVIRONMENT, DIVISION OF ENVIRONMENTAL QUALITY

IN THE MATTER OF:

AFIN: 73-01352

LIS No. <u>33-037</u>

LYONS CONTRACTING, LLC 136 HAYNES ROAD BALD KNOB, ARKANSAS 72010

CONSENT ADMINISTRATIVE ORDER

This Consent Administrative Order (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 (the Act), Ark. Code Ann. § 8-4-101 *et seq.*, the Removal of Asbestos Material Act, Ark. Code Ann. § 20-27-1001 *et seq.*, Arkansas Pollution Control and Ecology Commission (APC&EC) Rule 7, APC&EC Rule 8, and APC&EC Rule 21.

The issues herein having been settled by agreement of Lyons Contracting, LLC (Respondent) and the Chief Administrator of the Division of Environmental Quality (DEQ), it is hereby agreed and stipulated that the following FINDINGS OF FACT and ORDER AND AGREEMENT be entered.

FINDINGS OF FACT

1. On or before August 26, 2022, Respondent demolished or caused to be demolished a structure formerly located at 405 South Main Street, Bald Knob, White County, Arkansas 72010 (the Site).

2. Ark. Code Ann. § 20-27-1007(2) and (4) provides:

It shall be unlawful for any person:

- (2) To participate in any response action, demolition, or renovation contrary to the rules or orders issued under this subchapter or contrary to the Arkansas Water and Air Pollution Control Act, § 8-4-101 *et seq.*, and the Arkansas Solid Waste Management Act, § 8-6-201 *et seq.*, and the rules promulgated thereunder, whether or not such person is required to have a license or certificate pursuant to this subchapter;
- (4) To violate any provision of this subchapter or any rule or order adopted or issued under this subchapter.
- 3. Ark. Code Ann. § 8-4-103(c)(1)(A) provides, "Any person that violates any provision of this chapter and rules, permits, or plans issued pursuant to this chapter may be assessed an administrative civil penalty not to exceed ten thousand dollars (\$10,000) per violation."
- 4. Pursuant to Ark. Code Ann. § 8-4-103(c)(1)(B) as referenced by Ark. Code Ann. § 20-27-1002(a), "Each day of a continuing violation may be deemed a separate violation for purposes of penalty assessment."
- 5. The structure(s) in question constitutes a "facility" as defined in APC&EC Rule 21, Chapter 4.
- 6. Respondent meets the definition of an "owner or operator of a demolition or renovation activity" as defined in APC&EC Rule 21, Chapter 4.
- 7. APC&EC Rule 21.601 states that "For any demolition of a facility or facility component (even if no asbestos is present), the owner or operator shall submit a written Notice of Intent (NOI) to the Division by either hand delivery, post-marked by U.S. Postal Service, or post-marked by a commercial delivery service at least 10 working days before any demolition activity begins. Such notice must be accompanied by the required fee which is described in

Chapter 22 of this rule."

- 8. On August 25, 2022, DEQ received a complaint regarding demolition activities at the Site.
 - 9. On August 26, 2022, DEQ conducted an investigation into the complaint.
- 10. During the complaint investigation, it was discovered that demolition activities had commenced with approximately half of the structure demolished. Building material on-site included cinderblock, wood, felt roofing, wall vinyl, floor tiles, and ceiling panels.
- 11. DEQ Asbestos personnel requested the on-site documents including the thorough asbestos inspection and NOI from Respondent.
- 12. While on-site, the chain of custody and bulk sample analyses prepared by Environmental Protection Associates was reviewed. Subsequently, a thorough asbestos inspection report was provided for review.
- 13. A review of the thorough asbestos inspection report provided that tan linoleum, linoleum with mastic, floor covering with mastic, and black roofing with tar as asbestos containing materials. These materials were observed to have been impacted by the demolition activities.
- 14. Respondent stated that they were unaware that a NOI should have been submitted. Respondent failed to submit a written NOI and appropriate NOI fee to DEQ at least ten (10) working days prior to commencing the demolition activity. Such a failure violates APC&EC Rule 21.601, and therefore violates Ark. Code Ann. § 20-27-1007(4).
- 15. Respondent submitted an NOI to DEQ on September 1, 2022; however, the NOI was incorrect. A corrected copy of the NOI was submitted on September 2, 2022.

ORDER AND AGREEMENT

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

- 1. This CAO addresses all violations contained 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 **ONE THOUSAND TWO HUNDRED DOLLARS (\$1,200.00)**. Payment is due within thirty (30) calendar days of the effective date of this CAO. Such payment shall be made payable to:

DEQ, 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, DEQ shall be entitled to attorneys' fees and costs associated with collection.

- 3. All applicable submissions required by this CAO are subject to approval by DEQ. In the event of any deficiency, Respondent shall, within <u>fifteen (15) calendar days</u> of notification by DEQ, submit any additional information requested. Failure to respond adequately to the notice of deficiency within <u>fifteen (15) calendar days</u> 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 this CAO. If Respondent fails to meet any limits, requirements, or deadlines, Respondent shall pay, on demand, to DEQ 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 DEQ'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 that may be available to DEQ by reason of Respondent's failure to comply with the requirements of this CAO. DEQ 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 DEQ 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. DEQ 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 DEQ 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. DEQ 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 Rule 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.
- 10. Nothing in this CAO shall be construed as a waiver by DEQ of its enforcement authority over alleged violations not specifically addressed herein. In addition, this CAO neither exonerates Respondent from any past, present, or future conduct that 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 a Managing Member of Respondent, being duly authorized to execute and bind Respondent to the terms contained herein. Execution of this CAO by an individual other than a Managing Member of Respondent shall be accompanied by a resolution granting signature authority to that individual as duly ratified by the governing body of the entity.

SO ORDERED THIS DAY OF	, 2023.
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CALEB J. OSBORNE	
DIVISION OF ENVIRONMENTAL QUALITY, DIRECTOR	
CHIEF ADMINISTRATOR, ENVIRONMENT	
ARKANSAS DEPARTMENT OF ENERGY & ENVIRONMENT	
APPROVED AS TO FORM AND CONTENT:	
LYONS CONTRACTING, LLC	
BY: (Signature)	
(Typed or printed name)	
TITLE: Owner	
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