

STATE OF LOUISIANA

DEPARTMENT OF ENVIRONMENTAL QUALITY

IN THE MATTER OF:	* Settlement Tracking No.
	* SA-AE-11-0056
NEW ORLEANS COLD STORAGE AND WAREHOUSE COMPANY, LTD.	* Enforcement Tracking No.
	* AE-PP-10-01565
AI # 30289	* * *
PROCEEDINGS UNDER THE LOUISIANA ENVIRONMENTAL QUALITY ACT	* *
LA. R.S. 30:2001, <u>ET SEQ.</u>	*

SETTLEMENT

The following Settlement is hereby agreed to between New Orleans Cold Storage and Warehouse Company, LTD. (“Respondent”) and the Department of Environmental Quality (“DEQ” or “the Department”), under authority granted by the Louisiana Environmental Quality Act, La. R.S. 30:2001, et seq. (“the Act”).

I

Respondent is a limited liability company that owns and/or operates a cold storage facility located in New Orleans, Orleans Parish, Louisiana (“the Facility”).

II

On June 8, 2011, the Department issued to Respondent a Notice of Potential Penalty, Enforcement No. AE-PP-10-01565, which was based upon the following findings of fact:

On or about April 27, 2010, an inspection of Alvar Facility, owned and/or operated by New Orleans Cold Storage and Warehouse Company, LTD. (Respondent), was performed to determine the degree of compliance with the Louisiana Environmental Quality Act (the Act) and the Air

Quality Regulations. The facility is located at 3401 Alvar Street in New Orleans, Orleans Parish, Louisiana.

The following violations were noted during the course of the inspection and a subsequent file review conducted on or about October 4, 2010:

- A. The Respondent failed to identify in the written operating procedures conditions requiring an emergency shutdown. Specifically, the operating procedures failed to indicate the conditions requiring an emergency shutdown and did not assign shutdown responsibility to qualified operators. The failure to include conditions requiring emergency shutdowns and failure to assign shutdown responsibility in the written operating procedures are violations of 40 CFR 68.69(a)(1)(iv), which language has been adopted as a Louisiana regulation in LAC 33:III.5901.A; and La. R.S. 30:2057(A)(2).
- B. The Respondent failed to certify annually that the operating procedures reflect current operating practice. The failure to annually certify the operating procedures is a violation of 40 CFR 68.69(c), which language has been adopted as a Louisiana regulation in LAC 33:III.5901.A; and La. R.S. 30:2057(A)(2).
- C. The Respondent failed to conduct a compliance audit at least every three (3) years to certify that they have evaluated compliance with the provisions of 40 CFR 68 and LAC 33:III.5901. The failure to conduct a compliance audit at least every three (3) years is a violation of 40 CFR 68.79(a), which language has been adopted as a Louisiana regulation in LAC 33:III.5901.A; and La. R.S. 30:2057(A)(2).

III

Respondent denies it committed any violations or that it is liable for any fines, forfeitures and/or penalties.

IV

Nonetheless, Respondent, without making any admission of liability under state or federal statute or regulation, agrees to pay, and the Department agrees to accept, a payment in the amount of THREE THOUSAND AND NO/100 DOLLARS (\$3,000.00), of which Three Hundred Five and 95/100 Dollars (\$305.95) represents the Department's enforcement costs, in settlement of the claims

set forth in this agreement. The total amount of money expended by Respondent on cash payments to the Department as described above, shall be considered a civil penalty for tax purposes, as required by La. R.S. 30:2050.7(E)(1).

V

Respondent further agrees that the Department may consider the inspection report(s), the Notice of Potential Penalty and this Settlement for the purpose of determining compliance history in connection with any future enforcement or permitting action by the Department against Respondent, and in any such action Respondent shall be estopped from objecting to the above-referenced documents being considered as proving the violations alleged herein for the sole purpose of determining Respondent's compliance history.

VI

This agreement shall be considered a final order of the Secretary for all purposes, including, but not limited to, enforcement under La. R.S. 30:2025(G)(2), and Respondent hereby waives any right to administrative or judicial review of the terms of this agreement, except such review as may be required for interpretation of this agreement in any action by the Department to enforce this agreement.

VII

This settlement is being made in the interest of settling the state's claims and avoiding for both parties the expense and effort involved in litigation or an adjudicatory hearing. In agreeing to the compromise and settlement, the Department considered the factors for issuing civil penalties set forth in La. R. S. 30:2025(E) of the Act.

VIII

The Respondent has caused a public notice advertisement to be placed in the official journal of the parish governing authority in Orleans Parish, Louisiana. The advertisement, in form, wording, and size approved by the Department, announced the availability of this settlement for public view and comment and the opportunity for a public hearing. Respondent has submitted an original proof-of-publication affidavit and an original public notice to the Department and, as of the date this Settlement is executed on behalf of the Department, more than forty-five (45) days have elapsed since publication of the notice.

IX

Payment is to be made within ten (10) days from notice of the Secretary's signature. If payment is not received within that time, this Agreement is voidable at the option of the Department. Payments are to be made by check, payable to the Department of Environmental Quality, and mailed or delivered to the attention of Accountant Administrator, Financial Services Division, Department of Environmental Quality, Post Office Box 4303, Baton Rouge, Louisiana, 70821-4303. Each payment shall be accompanied by a completed Settlement Payment Form (Exhibit A).

X

In consideration of the above, any claims for penalties are hereby compromised and settled in accordance with the terms of this Settlement.

XI

Each undersigned representative of the parties certifies that he or she is fully authorized to execute this Settlement Agreement on behalf of his or her respective party, and to legally bind such party to its terms and conditions.

**NEW ORLEANS COLD STORAGE
AND WAREHOUSE COMPANY, LTD.**

BY: _____
(Signature)

(Printed)

TITLE: _____

THUS DONE AND SIGNED in duplicate original before me this _____ day of _____, 20_____, at _____.

NOTARY PUBLIC (ID # _____)

(stamped or printed)

**LOUISIANA DEPARTMENT OF
ENVIRONMENTAL QUALITY**
Peggy M. Hatch Secretary

BY: _____
Cheryl Sonnier Nolan, Assistant Secretary
Office of Environmental Compliance

THUS DONE AND SIGNED in duplicate original before me this _____ day of _____, 20_____, at Baton Rouge, Louisiana.

NOTARY PUBLIC (ID # _____)

(stamped or printed)

Approved: 
Cheryl Sonnier Nolan, Assistant Secretary