

STATE OF LOUISIANA

DEPARTMENT OF ENVIRONMENTAL QUALITY

IN THE MATTER OF:

STUPP BROS., INC.

AI # 1157

PROCEEDINGS UNDER THE LOUISIANA
ENVIRONMENTAL QUALITY ACT
LA. R.S. 30:2001, ET SEQ.

* Settlement Tracking No.
* SA-AE-25-0026
* Enforcement Tracking No.
* AE-PP-22-00802
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SETTLEMENT AGREEMENT

The following Settlement Agreement is hereby agreed to between Stupp Bros., Inc. (“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 corporation that owns and/or operates a spiral weld pipe mill located in Baton Rouge, East Baton Rouge Parish, Louisiana (“the Facility”).

II

On September 27, 2023, the Department issued to Respondent a Notice of Potential Penalty, Enforcement Tracking No. AE-PP-22-00802 (Exhibit 1).

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 TWENTY-TWO THOUSAND FIVE HUNDRED AND NO/100 DOLLARS (\$22,500.00), of which One Thousand Two Hundred Fifteen and 14/100 Dollars (\$1,215.14) represents the Department's enforcement costs, in settlement of the claims set forth in this Settlement 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 Agreement 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 Settlement 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 Settlement Agreement in any action by the Department to enforce this Settlement Agreement.

VII

This Settlement Agreement 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 Agreement, the Department considered the factors for

issuing civil penalties set forth in La. R.S. 30:2025(E) of the Act.

VIII

As required by law, the Department has submitted this Settlement Agreement to the Louisiana Attorney General for approval or rejection. The Attorney General's concurrence is appended to this Settlement Agreement.

IX

The Respondent has caused a public notice advertisement to be placed in the official journal of the parish governing authority in East Baton Rouge Parish, Louisiana. The advertisement, in form and wording approved by the Department, announced the availability of this Settlement Agreement 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 Agreement is executed on behalf of the Department, more than forty-five (45) days have elapsed since publication of the notice.

X

Payment is to be made within thirty (30) days from notice of the Secretary's signature. If payment is not received within that time, this Settlement Agreement is voidable at the option of the Department. The Respondent shall provide its tax identification number when submitting payment. 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 attached hereto.

XI

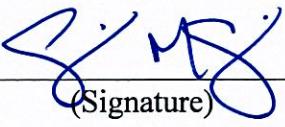
In consideration of the above, any claims for penalties are hereby compromised and settled in

accordance with the terms of this Settlement Agreement.

XII

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.

STUPP BROS., INC.

BY: 
(Signature)

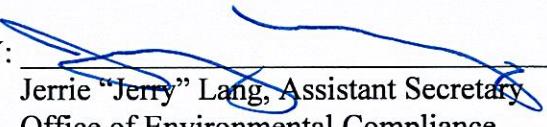
Chip McAlpin
(Printed)

TITLE: Vice President

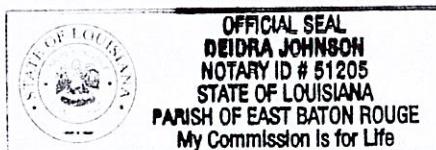
THUS DONE AND SIGNED in duplicate original before me this 2nd day of
September, 20 25, at East Baton Rouge Parish,
Baton Rouge, Louisiana, Bar Roy No. 18841
Robert L. Coco
NOTARY PUBLIC (ID #)

Robert L. Coco
(stamped or printed)

LOUISIANA DEPARTMENT OF
ENVIRONMENTAL QUALITY
Courtney J. Burdette, Secretary

BY: 
Jerrie "Jerry" Lang, Assistant Secretary
Office of Environmental Compliance

THUS DONE AND SIGNED in duplicate original before me this 7th day of
January, 20 26, at Baton Rouge, Louisiana.




NOTARY PUBLIC (ID # 51205)

(stamped or printed)

Approved: 
Jerrie "Jerry" Lang, Assistant Secretary

LOUISIANA DEPARTMENT OF ENVIRONMENTAL QUALITY
OFFICE OF ENVIRONMENTAL COMPLIANCE
ENFORCEMENT DIVISION
POST OFFICE BOX 4312
BATON ROUGE, LOUISIANA 70821-4312

NOTICE OF POTENTIAL PENALTY



Enforcement Tracking No.	AE-PP-22-00802	Certified Mail No.	7021 2720 0002 7447 0212
Agency Interest (AI) No.	1157	Contact Name	Brent Richard Jr.
Alternate ID No.	0840-00147	Contact Phone No.	(225) 219-3703
Respondent:	Stepp Bros., Inc. c/o Corporation Service Company Agent for Service of Process 501 Louisiana Avenue Baton Rouge, LA 70802	Facility Name: Physical Location: City, State Zip: Parish:	Baton Rouge Mill 12555 Ronaldson Road Baton Rouge, LA 70802 East Baton Rouge

This NOTICE OF POTENTIAL PENALTY is issued by the Louisiana Department of Environmental Quality (the Department), under the authority granted by the Louisiana Environmental Quality Act (the Act), 1a. R.S. 30:2001, et seq., and 30:2050.3(B).

An authorized representative of the Department inspected the abovementioned facility or conducted a file review of the facility to determine the degree of compliance with regulations promulgated in the Louisiana Administrative Code, Title 33. The State regulatory citations for the violation(s) identified during the inspection and/or file review are indicated below.

I.	The Respondent owns and/or operates a spiral weld pipe mill located at 12555 Ronaldson Road in Baton Rouge, East Baton Rouge Parish, Louisiana. The facility currently operates or has operated under Title V Air Permit No. 0840-00147-V2 issued June 30, 2017 and Title V Air Permit No. 0840-00147-V3 issued April 15, 2021.
Date of Violation	Description of Violation
II.	Inspection(s) May 22, 2019 The Respondent failed to submit timely and complete permit applications for multiple emission sources (see Attachment A). The emission sources were reconciled in the Respondent's Title V Permit Renewal application submitted January 17, 2019 and permitted in Title V Air Permit No. 0840-00147-V3 issued April 15, 2021. Each failure to submit a permit application prior to construction, modification, or operation of an emission source is a violation of LAC 33:II.501.C.1 and La. R.S. 30:2057(A)(2). In response to Warning Letters AE-L-22-00062 and AE-L-22-00082, the Respondent stated the emissions sources were determined to be in existence at the facility but not listed in the facility's Title V Air Permit during preparation of the Title V Permit renewal application. The emission sources were reported as deviations in the Respondent's 2018 Title V 2nd Semiannual Monitoring report, dated March 27, 2019.
III.	Inspection(s) May 22, 2019 December 16, 2021 The Respondent installed and operated multiple emission sources (see Attachment A) without a permit. The emission sources were reconciled in the Respondent's Title V Permit Renewal application submitted January 17, 2019 and permitted in Title V Air Permit No. 0840-00147-V3 issued April 15, 2021. Each unauthorized construction, modification, or operation of a facility which ultimately may result in an initiation of, or an increase in, emission of air contaminants is a violation of Specific Requirement No. 56 of Title V Air Permit No. 0840-00147-V2, LAC 33:II.501.C.2, La. R.S. 30:2057(A)(1), and La. R.S. 30:2057(A)(2). In response to Warning Letters AE-L-22-00062 and AE-L-22-00082, the Respondent stated the emissions sources were determined to be in existence at the facility but not listed in the facility's Title V Air Permit during preparation of the Title V Permit renewal application. The emission sources were reported as deviations in the Respondent's 2018 Title V 2nd Semiannual Monitoring report, dated March 27, 2019.
IV.	Inspection(s) May 22, 2019 The Respondent failed to equip a gasoline storage tank with a submerged fill pipe. The Respondent's 2018 Title V 2nd Semiannual Monitoring Report dated March 27, 2019 reported that Gasoline Storage Tank 96-2 (EQT0015) was not equipped with a submerged fill pipe. The Respondent replaced EQT0015 per LAC 33:II.501.D on September 27, 2019. Failure to equip a VOC storage tank with a submerged fill pipe is a violation of Specific Requirement No. 10 of Title V Air Permit No. 0840-00147-V2, LAC 33:II.2103.A, LAC 33:II.501.C.4, La. R.S. 30:2057(A)(1), and La. R.S. 30:2057(A)(2). In response to Warning Letter AE-L-22-00062, the Respondent stated personnel determined Gasoline Storage Tank 96-2 was not equipped with a submerged fill pipe during the preparation of the 2018 Title V 2nd Semiannual Monitoring Report, dated March 27, 2019.
V.	Inspection(s) December 16, 2021 The Respondent operated an emission source without a permit. During the course of the inspection, the inspector noted that a Diesel Storage Tank (96-1) was on-site, but not listed in the permit as an emission source. Diesel Storage Tank (96-1) was previously listed as ISA006 in the Insignificant activities section of Title V Air Permit No. 0840-00147-V2 issued June 30, 2016 but was not included in the renewal application for Title V Air Permit No. 0840-00147-V3 submitted January 17, 2019. The Respondent submitted a Case-by-Case Insignificant Activity Notification Form on July 18, 2022 and received approval on August 4, 2022. Unauthorized construction, modification, or operation of a facility which ultimately may result in an initiation of, or an increase in, emission of air contaminants is a violation of LAC 33:II.501.C.2, La. R.S. 30:2057(A)(1), and La. R.S. 30:2057(A)(2). In response to Warning Letters AE-L-22-00062 and AE-L-22-00082, the Respondent stated that Diesel Storage tank (96-1) was inadvertently removed from the permit by the Title V renewal application.
VI.	Inspection(s) December 16, 2021 The Respondent failed to timely submit Title V semiannual monitoring and annual certification reports. The Respondent's 2019 Title V 2nd Semiannual Monitoring Report and 2019 Title V Annual Compliance Certification were due on May 1, 2020 and submitted on December 15, 2022. Each failure to timely submit an applicable Title V monitoring report or annual certification is a violation of Specific Requirement No. 56 of Title V Air Permit No. 0840-00147-V2, LAC 33:II.535, LAC 33:II.501.C.4, and La. R.S. 30:2057(A)(2). In response to Warning Letter AE-L-22-00082, the Respondent stated a records review after the site visit revealed that the 2019 Title V 2nd Semiannual Monitoring Report and 2019 Title V Annual Compliance Certification were not filed with the Department.

EXHIBIT
1

1010001

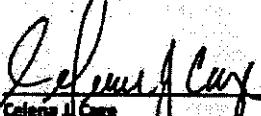
I.	Pursuant to La. R.S. 30:2050.3(B), you are hereby notified that the issuance of a penalty assessment is being considered for the violation(s) described herein. Written comments may be filed regarding the violation(s) and the contemplated penalty. If you elect to submit comments, it is requested that they be submitted within ten (10) days of receipt of this notice.
II.	Prior to the issuance of additional appropriate enforcement action(s), you may request a meeting with the Department to present any mitigating circumstances concerning the violation(s). If you would like to have such a meeting, please contact Brent Richard Jr. at (225) 219-3703 within ten (10) days of receipt of this NOTICE OF POTENTIAL PENALTY.
III.	The Department is required by La. R.S. 30:2025(E)(3)(a) to consider the gross revenues of the Respondent and the monetary benefits of noncompliance in order to determine whether a penalty will be assessed and the amount of such penalty. Please forward the Respondent's most current annual gross revenue statement along with a statement of the monetary benefits of noncompliance for the cited violations to the above named contact person within ten (10) days of receipt of this NOTICE OF POTENTIAL PENALTY. Include with your statement of monetary benefits the method(s) you utilized to arrive at the sum. If you assert that no monetary benefits have been gained, you are to fully justify this statement. If the Respondent chooses not to submit the requested most current annual gross revenues statement within ten (10) days, it will be viewed by the Department as an admission that the Respondent has the ability to pay the statutory maximum penalty as outlined in La. R.S. 30:2025.
IV.	For each violation described herein, the Department reserves the right to seek civil penalties and the right to seek compliance with its rules and regulations in any manner allowed by law, and nothing herein shall be construed to preclude the right to seek such penalties and compliance.
V.	To reduce document handling, please refer to the Enforcement Tracking Number and Agency Interest Number on the front of this document on all correspondence in response to this action.

Enforcement Division:	Physical Address (if hand delivered):
Louisiana Department of Environmental Quality Office of Environmental Compliance Air Enforcement Division P.O. Box 4312 Baton Rouge, LA 70821 Attn: Brent Richard Jr.	Department of Environmental Quality 602 N Fifth Street Baton Rouge, LA 70802

To expedite closure of the NOTICE OF POTENTIAL PENALTY, the Respondent may offer a settlement amount to resolve any claim for civil penalties for the violation(s) described herein.

- The Department assesses civil penalties based on LAC 33:1 Subpart 1 Chapter 7.
- The Respondent may offer a settlement amount but the Department is under no obligation to enter into settlement negotiations. It is decided upon on a discretionary basis.
- The settlement offer amount may be entered on the attached "NOTICE OF POTENTIAL PENALTY REQUEST TO SETTLE" form. The Respondent must include a justification of the offer.
- The Respondent may submit the settlement offer within one hundred and eighty (180) days of receipt of this NOTICE OF POTENTIAL PENALTY.
- **DO NOT** submit payment of the offer amount with the form. The Department will review the settlement offer and notify the Respondent as to whether the offer is or is not accepted.

If you have questions or need more information, you may contact Brent Richard Jr. at (225) 219-3703 or Brent.Richard@la.gov.


Celena J. Cope
 Assistant Secretary
 Office of Environmental Compliance

Date: 09/30/2023

Attachment(s)

- Request to Settle
- Attachment A

cc: Stupp Bros., Inc.
3800 Weber Road
St. Louis, MO 63125

LOUISIANA DEPARTMENT OF ENVIRONMENTAL QUALITY
 OFFICE OF ENVIRONMENTAL COMPLIANCE
 ENFORCEMENT DIVISION
 POST OFFICE BOX 4312
 BATON ROUGE, LOUISIANA 70821-4312

NOTICE OF POTENTIAL PENALTY
 REQUEST TO SETTLE (OPTIONAL)



Enforcement Tracking No.	AE-PP-22-00802	Contact Name	Brent Richard Jr.
Agency Interest (AI) No.	1157	Contact Phone No.	(225) 219-3703
Alternate ID No.	0840-00147		
Respondent:	Shupp Bros., Inc.	Facility Name:	Baton Rouge Mill
	c/o Corporation Service Company	Physical Location:	12555 Ronaldson Road
	Agent for Service of Process		
	501 Louisiana Avenue	City, State Zip:	Baton Rouge, LA 70802
	Baton Rouge, LA 70802	Parish:	East Baton Rouge

(check the applicable option)

<input type="checkbox"/>	The Respondent is not interested in entering into settlement negotiations with the Department with the understanding that the Department has the right to assess civil penalties based on LAC 33:1, Subpart 1, Chapter 7.
<input type="checkbox"/>	In order to resolve any claim for civil penalties for the violations in NOTICE OF POTENTIAL PENALTY (AE-PP-22-00802), the Respondent is interested in entering into settlement negotiations with the Department and would like to set up a meeting to discuss settlement procedures.
<input type="checkbox"/>	The Respondent may submit the settlement offer within one hundred and eighty (180) days of receipt of this NOTICE OF POTENTIAL PENALTY (AE-PP-22-00802).
<input type="checkbox"/>	In order to resolve any claim for civil penalties for the violations in NOTICE OF POTENTIAL PENALTY (AE-PP-22-00802), the Respondent is interested in entering into settlement negotiations with the Department and offers to pay \$ _____ which shall include LDEQ enforcement costs and any monetary benefit of non-compliance.
<ul style="list-style-type: none"> • Monetary component = \$ _____ • Beneficial Environmental Project (BEP) component (optional) = \$ _____ • <i>DO NOT SUBMIT PAYMENT OF THE OFFER WITH THIS FORM- the Department will review the settlement offer and notify the Respondent as to whether the offer is or is not accepted.</i> 	
<p>The Respondent has reviewed the violations noted in NOTICE OF POTENTIAL PENALTY (AE-PP-22-00802) and has attached a justification of its offer and a description of any BEPs if included in settlement offer.</p>	

I certify, under provisions in Louisiana and United States law that provide criminal penalties for false statements, that based on information and belief formed after reasonable inquiry, the statements and information attached and the compliance statement above, are true, accurate, and complete. I also certify that I do not owe outstanding fees or penalties to the Department for this facility or any other facility I own or operate. I further certify that I am either the Respondent or an authorized representative of the Respondent.

Respondent's Signature	Respondent's Printed Name	Respondent's Title
Respondent's Physical Address	Respondent's Phone #	Date

Louisiana Department of Environmental Quality
 Office of Environmental Compliance
 Enforcement Division
 P.O. Box 4312
 Baton Rouge, LA 70821
 Attn: Brent Richard Jr.

If you have questions or need more information, you may contact Brent Richard Jr. at (225) 219-3703 or Brent.Richard@la.gov.

Attachment A

ITEM NUMBER	DESCRIPTION	INSTALL DATE
EQT0026	Plasma Cutter HFW Double Joint 1 (Net)	2018
EQT0027	Plasma Cutter HFW Hole Cutter	2017
EQT0028	Plasma Cutter HFW Weld Station	2012
EQT0029	Plasma Cutter HFW Area 100	2012
EQT0030	Plasma Cutter HFW Finishing	2012
EQT0034	Plasma Cutter SAWH Sample Cut Prep	2008
EQT0035	Plasma Cutter SAWH Tab Removal 1	2008
EQT0036	Plasma Cutter SAWH Tab Removal 2	2008
EQT0037	Plasma Cutter SAWH Coil Prep Station	2008
EQT0038	Plasma Cutter SAWH Crosswelder 1	2008
EQT0039	Plasma Cutter SAWH Pipe End Cut 1	2008
EQT0040	Plasma Cutter SAWH Pipe End Cut 2	2008
EQT0041	Plasma Cutter SAWH Mill Jointing	2016
EQT0042	Plasma Cutter SAWH Spiral Plasma Cutoff	2018
EQT0043	Plasma Cutter SAWH Pipe End Cut Alternate 1	2016
EQT0044	Plasma Cutter SAWH Pipe End Cut Alternate 2	2016
EQT0045	Plasma Cutter SAWH Crosswelder 2	2016
EQT0046	Plasma Cutter SAWH Cross Weld Removal	2016
EQT0047	Plasma Cutter SAWH Maint Shop Hand Held	2016
EQT0048	Plasma Cutter SAWH Spare 1	2016
EQT0049	Plasma Cutter SAWH Spare 2	2016
EQT0050	Plasma Cutter SAWH Spare 3	2016
EQT0057	Dry Saw HFW Stationary Cutoff	Unknown*
EQT0059	HFW Marley Closed-Circuit CWT	Unknown*

*Respondent was unable to provide the date of installation of the equipment

WHAT IS A SETTLEMENT AGREEMENT?

Once the Department has determined that a penalty is warranted for a violation, the Assistant Secretary of the Department, with the concurrence of the Attorney General, may enter into a settlement agreement with the Respondent as a means to resolve the Department's claim for a penalty.

HOW DOES THE SETTLEMENT AGREEMENT PROCESS WORK?

To begin the settlement agreement process, the Department must receive a written settlement offer. Once this offer is submitted, it is sent for approval by the Assistant Secretary of the Office of Environmental Compliance. The formal Settlement Agreement is drafted and sent to the Attorney General's office where the Attorney General has a 90 day concurrence period. During this time, the Respondent is required to run a public notice in an official journal and/or newspaper of general circulation in each affected parish. After which, a 45 day public comment period is opened to allow the public to submit comments. Once the Department has received concurrence, the settlement agreement is signed by both parties. The Department then forwards a letter to the responsible party to establish a payment plan and/or beneficial environmental project (BEP).

WHAT SHOULD I INCLUDE IN A SETTLEMENT AGREEMENT?

The Department uses the penalty determination method defined in LAC 33:L705 as a guideline to accepting settlement offers. The penalty matrix is used to determine a penalty range for each violation based on the two violation specific factors, the nature and gravity of the violation and the degree of risk/impact to human health and property.

NATURE AND GRAVITY OF THE VIOLATION			
DEGREE OF RISK TO HUMAN HEALTH MAJOR, MODERATE, OR MINOR	MAJOR	MODERATE	MINOR
	\$32,500 to \$20,000	\$20,000 to \$15,000	\$15,000 to \$11,000
	\$11,000 to \$8,000	\$8,000 to \$5,000	\$5,000 to \$3,000
	\$3,000 to \$1,500	\$1,500 to \$500	\$500 to \$100

Degree of Risk to Human Health or Property

Major: (actual measurable harm or substantial risk of harm) A violation of major impact to an environmental resource or a hazard characterized by high volume and/or frequent occurrence and/or high pollutant concentration.

Moderate: (potential for measurable detrimental impact) A violation of moderate impact and hazard may be one characterized by occasional occurrence and/or pollutant concentration that may be expected to have a detrimental effect under certain conditions.

Minor: (no harm or risk of harm) A violation of minor impact are isolated single incidences and that cause no measurable detrimental effect or are administrative in nature.

Nature and Gravity of the Violation

Major: Violations of statutes, regulations, orders, permit limits, or permit requirements that result in negating the intent of the requirement to such an extent that little or no implementation of requirements occurred.

Moderate: Violations that result in substantially negating the intent of the requirements, but some implementation of the requirements occurred.

Minor: Violations that result in some deviation from the intent of the requirement; however, substantial implementation is demonstrated.

The range is adjusted using the following violator specific factors:

1. History of previous violations or repeated noncompliance;
2. gross revenues generated by the respondent;
3. degree of culpability, recalcitrance, defiance, or indifference to regulations or orders;
4. whether the Respondent has failed to mitigate or to make a reasonable attempt to mitigate the damages caused by the violation; and
5. whether the violation and the surrounding circumstances were immediately reported to the department, and whether the violation was concealed or there was an attempt to conceal by the Respondent.



Given the previous information, the following formula is used to obtain a penalty amount.

Penalty Event Total = Penalty Event Minimum + (Adjustment Percentage x [Penalty Event Maximum - Penalty Event Minimum])

After this, the Department adds any monetary benefit of noncompliance to the penalty event. In the event that a monetary benefit is gained due to the delay of a cost that is ultimately paid, the Department adds the applicable judicial interest. Finally, the Department adds all response costs including, but not limited to, the cost of conducting inspections, and the staff time devoted to the preparation of reports and issuing enforcement actions.

WHAT IS A BEP?

A BEP is a project that provides for environmental mitigation which the respondent is not otherwise legally required to perform, but which the defendant/respondent agrees to undertake as a component of the settlement agreement.

Project categories for BEPs include public health, pollution prevention, pollution reduction, environmental restoration and protection, assessments and audits, environmental compliance promotion, and emergency planning, preparedness and response. Other projects may be considered if the Department determines that these projects have environmental merit and is otherwise fully consistent with the intent of the BEP regulations.

WHAT HAPPENS IF MY OFFER IS REJECTED?

If an offer is rejected by the Assistant Secretary, the Legal Division will contact the responsible party, or anyone designated as an appropriate contact in the settlement offer, to discuss any discrepancies.

WHERE CAN I FIND EXAMPLES AND MORE INFORMATION?

Settlement Offers	searchable in EDMS using the following filters Media: Air Quality; Function: Enforcement; Description: Settlement
Settlement Agreements	Enforcement Division's website specific examples can be provided upon request
Penalty Determination Method	LAC 33:1 Chapter 7
Beneficial Environmental Projects	LAC 33:1 Chapter 25
Judicial Interest	FAQs provided by the Louisiana State Bar Association

