

UNITED STATES

ENVIRONMENTAL PROTECTION AGENCY

Washington, D.C.

_____)	
In the matter of:)	
)	
MAPCO Petroleum Inc.)	File No. MSEB/AED - 4673
)	
Respondent.)	SETTLEMENT AGREEMENT
_____)	

THIS AGREEMENT is made and entered into by and between the United States Environmental Protection Agency (EPA) and MAPCO Petroleum Inc., located at 543 West Mallory Avenue, Memphis, Tennessee (Respondent).

Preliminary Statement

1. On September 30, 1996 a Notice of Violation (NOV) was issued to Respondent alleging that Respondent had violated § 211 of the Clean Air Act (the Act), 42 U.S.C. § 7545, and the regulations promulgated thereunder at 40 CFR Part 80. The NOV alleged that on several occasions on or about June 21 and 22, 1996, gasoline was sold and offered for sale at the Memphis Refinery which had a Reid vapor pressure (RVP) in excess of the applicable standard of 7.8 psi and that Respondent was liable for these violations. The NOV further stated that the statutory

civil penalty is Twenty-Five Thousand Dollars (\$25,000) per day for each such violation plus the amount of economic benefit or savings resulting from the violation pursuant to § 211(d) of the Act, 42 U.S.C. § 7545(d).

2. After considering the gravity of the violations and Respondent's history of compliance with the Act, EPA proposed in the NOV a civil penalty of Twelve Thousand Dollars (\$12,000).

3. The parties, desiring to settle and resolve this matter, in consideration of the mutual covenants and agreements contained herein, which consideration is acknowledged by the parties to be adequate, agree as set forth herein.

Notwithstanding its agreement to settle or resolve this matter, Respondent specifically does not admit or deny the findings of fact or conclusions or law.

Terms of Agreement

4. The parties agree that the settlement of this matter is in the public interest and that this Agreement is the most appropriate means of resolving the matter.

5. The parties stipulate and agree to the following facts. It is further agreed that these stipulations are applicable to this Agreement and any proceeding arising out of this Agreement or the subject matter of this Agreement. The findings of fact and

conclusions of law are as follows:

a. At all relevant times Respondent was a refiner within the meaning of 40 CFR § 80.2(i).

b. On August 7, 1996 representatives of EPA conducted an inspection at Respondent's Memphis terminal facility. EPA's inspection alleged that, in violation of 40 CFR § 80.27,

(1) on June 21, 1996, gasoline having an RVP of 7.81 psi was sold and offered for sale, and

(2) on June 22, 1996, gasoline having an RVP of 7.91 psi was sold and offered for sale.

c. Pursuant to 40 CFR § 80.28, Respondent is liable for violations of 40 CFR § 80.27.

d. In order to prevent future violations, Respondent has implemented new procedures which requires that sales are immediately stopped whenever a test result above the standard is found at the discharge level. The upper limit of the standard is 7.8 psi or 9.0 psi. The gasoline in question is re-tested, re-sampled and re-blended as necessary. Sales are not resumed until the volatility of the gasoline is within the applicable standard. Any trucks which have loaded material at the rack and have not left the grounds will be held until the load is confirmed to meet standards or the material is off-loaded.

e. Jurisdiction to settle this matter exists pursuant to section 211 of the Act, 42 U.S.C. § 7545, 40 CFR Part 80, and other provisions of law.

6. After considering the gravity of the alleged violation, Respondent's history of compliance, the terms of this Agreement, and other facts presented by Respondent, EPA has determined to conditionally remit and mitigate the civil penalty to Nine Thousand Dollars (\$9,000) pending successful completion of the terms of this Agreement.

Respondent agrees to pay Nine Thousand Dollars (\$9,000). The payment is due thirty (30) days from the date this Agreement is executed by EPA. In the event Respondent does not receive a copy of this Agreement within thirty (30) days following its execution by EPA, the first due date shall be thirty (30) days following the date of Respondent's receipt of an executed copy. In accordance with the Debt Collection Act of 1982, if the debt is not paid within thirty (30) days following the due date, interest will accrue from the due date at the rate of eight percent (8%) per annum, through the date of actual payment. A late payment handling charge of Twenty Dollars (\$20.00) will also be imposed if the amount due is not paid by the due date, with an additional charge of Ten Dollars (\$10.00) for each additional

thirty (30) day period. Respondent agrees to pay this amount by cashier's check or certified check with the notation "AED/MSEB - 4673," payable to the "United States of America," and mailed to:

U.S. Environmental Protection Agency
Washington Accounting Operations
P.O. Box 306277M
Pittsburgh, Pennsylvania 15251
Attention: AED/MSEB - 4673

A copy of this check shall be forwarded to Angela E. Fitzgerald, at the following address:

Angela E. Fitzgerald, Attorney/Advisor
U.S. Environmental Protection Agency
401 M Street, S.W. (2242A)
Washington, D.C. 20460

7. Time is of the essence to this Agreement. Upon failure to timely perform pursuant to paragraph 6 of this Agreement, or upon default of or failure to comply with any terms of this Agreement by Respondent, the proposed penalty of Twelve Thousand Dollars (\$12,000) shall be due and owing. The parties agree that upon such default of failure to comply, EPA may commence an action to enforce this Agreement or to recover the civil penalty pursuant to § 205 of the Clean Air Act; or pursue any other remedies available to it. Respondent specifically agrees that in the event of such default or failure to comply, EPA may proceed in an action based on the original claim of violation of § 203 of

the Act, 42 U.S.C. § 7522, and Respondent expressly waives its right to assert that such action is barred by 28 U.S.C. § 2462, other statutes of limitation, or other provisions limiting actions as a result of the passage of time.

9. This Agreement becomes effective upon the date accepted by EPA, at which time a copy will be returned to Respondent.

10. Respondent hereby represents that the individual or individuals executing this Agreement on behalf of Respondent are authorized to do so and that such execution is intended and is sufficient to bind Respondent, its officers, agents, directors, owners, heirs, assigns, and successors.

11. Respondent waives its rights, if any, to a hearing, trial or any other proceeding on any issue of fact or law relating to matters consented to herein.

12. The terms of this Agreement are contractual and not a mere recital. If any provision or provisions of this Agreement are held to be invalid, illegal or unenforceable, the remaining provisions shall not in any way be affected or impaired thereby.

13. The validity, enforceability and construction of all matters pertaining to this Agreement shall be determined in accordance with applicable federal law.

14. Upon completion of the terms of this Agreement, this

matter shall be deemed terminated and resolved. Nothing herein shall limit the right of EPA to proceed against Respondent in the event of default or noncompliance with this Agreement; for violations of § 203 of the Clean Air Act, 42 U.S.C. § 7522, which are not the subject matter of this Agreement; or for other violations of law.

The following agree to the terms of this Agreement:

MAPCO Petroleum, Inc.

by: Dale R. Morris
Dale R. Morris
Environmental Manager

Date: 1/24/97

United States
Environmental Protection Agency

by: Bruce C. Buckheit
Bruce C. Buckheit
Director, Air Enforcement Division
Office of Enforcement and Compliance Assurance

Date: 2/26/97