STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS DEPARTMENT OF ENVIRONMENTAL MANAGEMENT

OFFICE OF COMPLIANCE AND INSPECTION

In Re: Ashville Corporation File No.: Dam State I.D. 229

Greene Plastics Corporation AAD No.: 10-002/DE

CONSENT AGREEMENT

A. INTENT & PURPOSE

This Agreement is entered by and between the Rhode Island Department of Environmental Management's Office of Compliance & Inspection ("RIDEM") and Ashville Corporation and Greene Plastics Corporation (the "Respondents"). This Agreement is entered in accordance with Section 42-17.1-2 et seq. of the Rhode Island General Laws ("R.I. Gen. Laws") for the purpose of resolving the administrative enforcement action set forth in a Notice of Violation ("NOV") issued to the Respondents by RIDEM on August 12, 2010.

B. STIPULATED FACTS

- (1) WHEREAS, the subject property is located at Assessor's Plat 14, Lot 25 in the town of Hopkinton, Rhode Island (the "Property"). The Property includes a former water body identified as Blue Pond and a former dam and associated spillway identified as Blue Pond Dam. State Identification Number 229.
- (2) WHEREAS, Ashville Corporation owns the Property.
- (3) WHEREAS, Greene Plastics Corporation owns Ashville Corporation.
- (4) WHEREAS, on August 12, 2010, RIDEM issued a NOV to the Respondents alleging certain violations of RIDEM's Rules and Regulations for Dam Safety (the "Dam Safety Regulations").
- (5) WHEREAS, the Respondents requested an administrative hearing to contest the NOV.
- (6) WHEREAS, in lieu of proceeding to an administrative adjudicatory hearing on the NOV and to effect a timely and amicable resolution of the NOV, RIDEM and the Respondents hereby agree that it is in the best interest of the parties and in the public interest to resolve the issues raised in the NOV.
- (7) WHEREAS, RIDEM finds that this Agreement is a reasonable and fair settlement and adequately protects the public interest in accordance with the Dam Safety Regulations.

C. AGREEMENT

- (1) <u>JURISDICTION</u> RIDEM has jurisdiction over the subject matter of this Agreement and has personal jurisdiction over the Respondents.
- (2) <u>FORCE and EFFECT</u> This Agreement shall have the full force and effect of a final compliance order issued after a full hearing on the merits pursuant to the Administrative Procedures Act, R.I. Gen. Laws Section 42-35-1 et seq. from which no timely appeal was taken, and which is enforceable in Superior Court in accordance with R.I. Gen. Laws Section 42-17.1-2(21)(v).
- (3) <u>APPLICATION</u> The provisions of this Agreement shall apply to and be binding upon RIDEM, the Respondents and their agents, servants, employees, successors, assigns and all persons, firms and corporations acting under, through and for the Respondents in the performance of work relating to or impacting the requirements of this Agreement.

(4) CONDITIONS -

- (a) Penalty Respondents shall pay to RIDEM the sum of **Forty Thousand Dollars** (\$40,000.00) in administrative penalties assessed as follows:
 - (i) On or before February 2, 2012, Ashville Corporation shall sell to RIDEM a parcel of land with an appraised value of Four Hundred Thousand Dollars (\$400,000.00) for Three Hundred and Sixty Thousand Dollars (\$360,000.00). The parcel of land is described in the Purchase and Sales Contract executed between Ashville Corporation and RIDEM on May 23, 2011, a copy of which is attached hereto and incorporated herein as Attachment A.
 - (ii) Penalties that the Respondents agree to pay in this Agreement are penalties payable to and for the benefit of the State of Rhode Island and are not compensation for actual pecuniary loss.

D. COMPLIANCE

- (1) <u>EFFECT OF COMPLIANCE</u> Compliance with and fulfillment of this Agreement shall be deemed to resolve all issues raised in the NOV.
- (2) <u>COMPLIANCE WITH OTHER APPLICABLE LAWS</u> Compliance with the terms of this Agreement does not relieve the Respondents of any obligation to comply with any other applicable laws or regulations administered by, through or for RIDEM or any other governmental entity.
- (3) <u>ADDITIONAL ENFORCEMENT ACTIONS</u> Upon a determination by the Director that there is a threat to the public health or the environment, or upon discovery of any new information, RIDEM reserves the right to take additional enforcement actions as provided by law or regulation, including, but not limited to, the issuance of "Immediate Compliance Orders" as authorized by R.I. Gen. Laws Section 42-17.1-

- 2(21). This Agreement shall not restrict any right to hearing or other right available by statute or regulation that the Respondents may have regarding any new enforcement action commenced by RIDEM after the execution of this Agreement.
- (4) <u>FUTURE ACTIVITIES AND UNKNOWN CONDITIONS</u> This Agreement shall not operate to shield the Respondents from liability arising from future activities, as of the date of execution of this Agreement.
- (5) <u>SCOPE OF THE AGREEMENT</u> The scope of the Agreement is only violations alleged in the NOV.
- (6) <u>EFFECTIVE DATE</u> This Agreement shall be deemed entered as of the date of execution by all parties.

IN WITNESS WHEREOF, the undersigned consent to this Agreement in substance and in form.

By:	(Print Name)
Its:	(Title)
Dated:	
For Greene Plastics Corporation:	
By:	(Print Name)
	(Title)

For	the	State	of	Rhode	Island	Department	of
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