

Service Date: December 3, 2019

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

NOTICE OF PENALTIES INCURRED AND DUE
FOR VIOLATIONS OF LAWS AND RULES

RECEIVED

DEC 26 2019

WASH. UT. & TP. COMM

PENALTY ASSESSMENT: DG-190980

PENALTY AMOUNT: \$2,500

Investigation # 8111

UBI: 603-006-027

Phone: (206) 571-8386

Terra's Construction LLC
18024 40th Ave. W
Lynnwood, WA 98037

The Washington Utilities and Transportation Commission (Commission) believes that Terra's Construction LLC (Terra's Construction or Company) has violated Revised Code of Washington (RCW) 19.122.030(2) by failing to request a dig ticket prior no less than two full business days before excavating and damaging an underground natural gas facility. RCW 19.122.055 states, in part, that any excavator who fails to notify a one-number locator service and causes damage to a hazardous liquid or gas facility is subject to a civil penalty of not more than \$10,000 for each violation.

Commission staff (Staff) conducted an investigation that included reviewing damage reports submitted by Puget Sound Energy (PSE) that identified a natural gas damage event involving Terra's Construction . Accordingly, the Commission hereby notifies you that it is assessing a penalty of \$2,500 against you on the following grounds:

On August 30, 2018, the Commission assessed a \$1,000 penalty against Terra's Construction in Docket DG-180695. The Commission assessed the penalty following an investigation into a report of damage caused by Terra's Construction on March 15, 2018, that occurred because Terra's Construction failed to submit a request to locate underground utilities before excavating. The Company was provided the opportunity to suspend and ultimately waive the penalty amount if it attended excavation safety training and incurred no additional violations for 12 months, but instead opted to pay the penalty in full.

On May 1, 2019, Terra's Construction was excavating at 3743 W. Commodore Way, Seattle, Washington. While excavating, Terra's Construction workers struck and damaged an underground PSE gas facility. The Damage Information Reporting Tool report submitted by PSE on June 10, 2019, indicated that Terra's Construction was excavating without a valid request to locate underground utilities. Staff's subsequent investigation determined that the Company did not have a valid dig ticket for the excavation that resulted in the damage incident.

Staff recommends the Commission assess a \$2,500 penalty against Terra's Construction for one violation of RCW 19.122.030(2) for failing to provide the required notice to a one-number locator service before excavating, as follows:

- \$2,500 penalty for the violation of RCW 19.122.030(2) that occurred on May 1, 2019.

The Commission agrees with Staff's recommendation and assesses a penalty of \$2,500.

These facts, if not contested or if proved at a hearing and not rebutted or explained, are sufficient to support the penalty assessment.

Your penalty is due and payable now. If you believe the violation did not occur, you may deny committing the violation and contest the penalty through evidence presented at a hearing or in writing. Or, if there is a reason for the violation that you believe should excuse you from the penalty, you may ask for mitigation (reduction) of the penalty through evidence presented at a hearing or in writing. The Commission will grant a request for hearing only if material issues of law or fact require consideration of evidence and resolution in a hearing. Any request to contest the violation or for mitigation of the penalty must include a written statement of the reasons supporting that request. Failure to provide such a statement will result in denial of the request. *See* RCW 81.04.405.

If you properly present your request for a hearing and the Commission grants that request, the Commission will review the evidence supporting your dispute of the violation or application for mitigation in a Brief Adjudicative Proceeding before an administrative law judge. The administrative law judge will consider the evidence and will notify you of his or her decision.

You must act within 15 days after receiving this notice to do one of the following:

- Pay the \$2,500 penalty amount due; or
- Request a hearing to contest the occurrence of the violation; or
- Request mitigation to reduce the amount of the penalty.

Please indicate your selection on the enclosed form and send it to the Washington Utilities and Transportation Commission, P.O. Box 47250, Olympia, Washington 98504-7250, **within FIFTEEN (15) days** after you receive this notice.

If you do not act within 15 days, the Commission may refer this matter to the Office of the Attorney General for collection. The Commission may then sue you to collect the penalty.

DATED at Lacey, Washington, and effective December 3, 2019.

/s/ Rayne Pearson
RAYNE PEARSON
Director, Administrative Law Division

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION
PENALTY ASSESSMENT DG-190980, Investigation # 8111

PLEASE NOTE: You must complete and sign this document, and send it to the Commission within 15 days after you receive the penalty assessment. Use additional paper if needed.

I have read and understand RCW 9A.72.020 (printed below), which states that making false statements under oath is a class B felony. I am over the age of 18, am competent to testify to the matters set forth below and I have personal knowledge of those matters. I hereby make, under oath, the following statements:

1. **Payment of penalty.** I admit that the violation occurred and enclose \$2,500 in payment of the penalty.

2. **Contest the violation.** I believe that the alleged violation(s) did not occur for the reasons I describe below (if you do not include reasons supporting your contest here, your request will be denied):

a) I ask for a hearing to present evidence on the information I provide above to an administrative law judge for a decision.

OR b) I ask for a Commission decision based solely on the information I provide above.

3. **Request mitigation.** I admit the violation, but I believe that the penalty should be reduced for the reasons set out below (if you do not include reasons supporting your application here, your request will be denied):

a) I ask for a hearing to present evidence on the information I provide above to an administrative law judge for a decision.

OR b) I ask for a Commission decision based solely on the information I provide above.

I declare under penalty of perjury under the laws of the State of Washington that the foregoing, including information I have presented on any attachments, is true and correct.

Dated: 12-20-19 [Month/Day/Year], at Lynnwood, WA [City, State]

Terra's Construction LLC
Name of Respondent (Company) – please print

Dani G. Gert
Signature of Applicant

RCW 9A.72.020:

“Perjury in the first degree. (1) A person is guilty of perjury in the first degree if in any official proceeding he makes a materially false statement which he knows to be false under an oath required or authorized by law. (2) Knowledge of the materiality of the statement is not an element of this crime, and the actor’s mistaken belief that his statement was not material is not a defense to a prosecution under this section. (3) Perjury in the first degree is a class B felony.”