**BEFORE THE WASHINGTON**

**UTILITIES AND TRANSPORTATION COMMISSION**

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| In the Matter of a Penalty Assessment Against TELESPAN COMMUNICATIONS, LLCin the amount of $1,000. . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . .  | ))))))) | DOCKET UT-150850ORDER 01ORDER GRANTING MITIGATION TO $250 |

**BACKGROUND**

1. Washington law requires regulated telecommunications companies to file annual reports and pay regulatory fees by May 1 of each year. WAC 480-120-382. On February 27, 2015, the Washington Utilities and Transportation Commission (Commission) mailed annual report and regulatory fee forms to all regulated telecommunications companies. The forms included a reminder that companies must file their annual reports and pay their regulatory fees by May 1, 2015, or face penalties of $100 for each violation of Commission rules. In the case of continuing violations, each day’s continuance is a separate violation. RCW 80.04.405.
2. TeleSpan Communications, LLC (TeleSpan or Company) field an incomplete annual report on April 23, 2015, and had not made a complete filing by May 15. On June 5, the Commission assessed a penalty of $1,000 against TeleSpan, calculated as $100 per business day from May 1 to May 15.
3. On June 10, 2015, TeleSpan filed a complete annual report. On June 15, the Company responded to the Commission’s penalty assessment, admitting the violations and requesting mitigation based on the written information provided. The Company acknowledged that it incorrectly submitted confidential information and failed to respond to Staff’s notification of the discrepancy. The Company requested the penalty be reduced to $100.
4. On June 26, 2015, Commission staff (Staff) filed a response recommending a penalty reduction to $25 per day, or $250, because the Company has no prior violations of WAC 480-120-382.

**DISCUSSION**

1. WAC 480-120-382 requires regulated telecommunications companies to file annual reports and pay regulatory fees by May 1 of each year. Companies are responsible for complying with their legal obligations, and the Company should have ensured that its complete report was timely filed.
2. The Commission nevertheless agrees with Staff’s recommendation. The Commission may consider a number of factors when entertaining a request for mitigation, including whether the violation was promptly corrected and the likelihood the violation will recur.[[1]](#footnote-1) This is TeleSpan’s first violation of WAC 480-120-382, and the Company has since filed its corrected annual report. In addition, the Company has been regulated since 2009; given its history of compliance, the violation is not likely to recur. In light of these factors, the Commission will exercise its discretion to reduce the penalty to $250.

**ORDER**

THE COMMISSION ORDERS:

1. (1) TeleSpan Communications, LLC’s request for mitigation of the $1,000 penalty is GRANTED in part, and the penalty is reduced to $250.
2. (2) The $250 penalty is due and payable no later than July 21, 2015.
3. The Secretary has been delegated authority to enter this order on behalf of the Commissioners under WAC 480-07-904(1)(h).

DATED at Olympia, Washington, and effective July 9, 2015.

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

STEVEN V. KING

 Executive Director and Secretary

**NOTICE TO PARTIES: This is an order delegated to the Executive Secretary for decision. As authorized in WAC 480-07-904(3), you must file any request for Commission review of this order no later than 14 days after the date the decision is posted on the Commission’s website.**

1. Docket A-120061, Enforcement Policy for the Washington Utilities and Transportation Commission (January 7, 2013). [↑](#footnote-ref-1)