Service Date: August 20, 2020

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

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

PENALTY ASSESSMENT: DG-200451 PENALTY AMOUNT: \$1,000 Investigation # 8182

> UBI: 603-165-786 Phone: (360) 886-7257

Pro Grade Enterprises, Inc. PO Box 1182 Maple Valley, WA 98038 ryan@pro-grade-inc.com

The Washington Utilities and Transportation Commission (Commission) believes that Pro Grade Enterprises, Inc., (Pro Grade or Company) has violated Revised Code of Washington (RCW) 19.122.055 by failing to request a dig ticket prior to excavation and subsequently 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 no less than two full business days before excavating 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 Pro Grade . Accordingly, the Commission hereby notifies you that it is assessing a penalty of \$1,000 against you on the following grounds:

On March 16, 2018, the Commission assessed a \$3,500 penalty against Pro Grade for two violations of RCW 19.122 in docket DG-180203. The violations occurred because Pro Grade failed to submit utility locate requests before excavating and subsequently caused damage to underground natural gas facilities on October 6, 2016, and August 1, 2017.

On November 5, 2019, Pro Grade was excavating at 9739 S 208th St., Kent, Washington. While excavating, Pro Grade workers struck and damaged an underground PSE gas facility. The Damage Information Reporting Tool report submitted by PSE on December 19, 2019, indicated that Pro Grade was excavating without a valid request to locate underground utilities. Staff's investigation found that Pro Grade's valid utility locate request expired October 27, 2019, and its request to re-mark underground utilities, submitted November 4, 2019, was not valid until November 7, 2019.

Staff recommends the Commission assess a \$1,000 penalty against Pro Grade for one violation of RCW 19.122.055 for failing to provide the required notice to a one-number locator service and causing damage to an underground natural gas facility on November 5, 2019.

The Commission agrees with Staff's recommendation and assesses a penalty of \$1,000.

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 their decision.

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

- Pay the \$1,000 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 August 20, 2020.

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

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

PENALTY ASSESSMENT DG-200451, Investigation # 8182

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:

IOHOWII	ig stateme	nts.	
[] 1.	Payment of penalty. I admit that the violation occurred and enclose \$1,000 in payment of the penalty.		
[] 2.	describe		d violation did not occur for the reasons I supporting your contest here, your
	[] a)	I ask for a hearing to present evidence administrative law judge for a decision	e on the information I provide above to an on.
OR	[] b)	I ask for a Commission decision base	d solely on the information I provide above.
[] 3.	Request mitigation. I admit the violation, but I believe that the penalty should be redufer the reasons set out below (if you do not include reasons supporting your application, your request will be denied):		
OR	[] a) [] b)	administrative law judge for a decision	e on the information I provide above to an on. d solely on the information I provide above.
	-	nalty of perjury under the laws of the tion I have presented on any attachme	State of Washington that the foregoing, nts, is true and correct.
Dated: _		[Month/Day/Year], at	[City, State]
Name of	f Respond	ent (Company) – please print	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."