



STATE OF WASHINGTON
WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION
1300 S. Evergreen Park Dr. S.W., P.O. Box 47250 • Olympia, Washington 98504-7250
(360) 664-1160 • TTY (360) 586-8203

March 21, 2013

Steven V. King, Acting Executive Director and Secretary
Washington Utilities and Transportation Commission
1300 S. Evergreen Park Dr. SW
P. O. Box 47250
Olympia, Washington 98504-7250

RE: *Washington Utilities and Transportation Commission v. Excalibur Limousine, LLC d/b/a Seattle Green Limo*
Commission Staff's Response to Application for Mitigation of Penalties
Docket TE-130198

Dear Mr. King:

On March 4, 2013, the Washington Utilities and Transportation Commission issued a \$1,800 Penalty Assessment in Docket TE-130198 against Excalibur Limousine, LLC d/b/a Seattle Green Limo (Excalibur) for 18 violations of WAC 480-30-071, which requires Charter and Excursion companies to file annual safety reports with the commission by December 31 each year; and WAC 480-30-076, which requires such companies to pay regulatory fees annually on that date.¹

On March 11, 2013, Excalibur responded to the commission, requesting a hearing. In its Hearing Request, Excalibur disputes that the violation occurred. The company states, "I received a notice of penalty stating that I have not sent in my 2012 safety report or filed my 2013 fees. I am requesting a hearing, although I don't believe a hearing will even be necessary as this appears to be more of a paperwork mix-up. The UTC does have my 2012 Safety Report. I called just a couple of days ago to confirm this. I am no longer in operation and therefore won't be registering or paying for vehicles as I have none to pay for. The vehicles have all been sold or are for sale. The confusion may have arisen as, back in December, I worked with Rick Smith to shut the company down. He instructed me to fill out a number of forms and send them in. I did not realize [sic] at the time that the forms were all Federal, and not the UTC forms. At the time I assumed Mr. Smith was making notations in my file that I was halting business as of 2012. About a week into 2013 I received the Safety report and 2013 regulatory fees. I called in and spoke to Rae Lynn Carnes, explaining I was no longer in business and didn't think I had to send in the Safety Report since I had ended business before 2012 was over. She explained that I did so

¹ See Attachment A for a copy of the penalty assessment sent to Excalibur Limousine, LLC.

I sent in the Safety Report section. At the time I still had all my vehicles as the sales had fallen through a couple of times so I told Rae Lynn that I might send in the regulatory fees if I couldn't sell the cars and decided to start the business up. As interest in the vehicles picked up, after listing them nationally, about a week after that I faxed the Voluntary Cancellation Form. Again, I won't be doing any business in 2013 or beyond. If that changes I understand that I will have to reapply with the commission. Please let me know if you are able to locate the Safety Report and if a hearing is necessary. Also, please be aware that the company number, 206-407-3656, no longer goes to me. Thanks for your time and good luck in the future."²

It is the company's responsibility to ensure that the regulatory fee is paid and the annual report is filed by the December 31 deadline. On November 15, 2012, the Commission mailed 2012 Annual Safety Report forms and 2013 regulatory Fee packets to Charter and Excursion companies registered in Washington state. A letter from the commission's Assistant Director for Transportation Safety, David Pratt, instructed these companies to file annual reports and pay regulatory fees by December 31, 2012. The letter stated failure to file the annual report by December 31 would result in a penalty and possible cancellation of the company's permit to operate in Washington. Those companies wishing to request an extension to file the annual report were asked to do so prior to December 31, providing a reason for the requested extension. No extension was requested.³

On January 7, 2013, the commission issued a notice to companies that had not yet filed their annual report and paid regulatory fees, informing these companies that they were subject to enforcement action, including the assessment of penalties beginning to accrue on that date. Companies that filed their annual reports and paid regulatory fees after January 7, 2013, but on or before January 18, 2013, are subject to penalties that the commission uses its discretion to mitigate to \$25 per day if the company had not made these filings late in prior years. Companies that were late in prior years are subject to an additional \$25 per day for each year in which they were late up to a total of \$100 per day. For first time late-filers who filed their report after January 18, the commission will mitigate the penalties to 50 percent of the maximum permissible amount. No further mitigation will be granted unless the company provides new information that is unrelated to these factors. Mitigation will not be granted on the basis that a company was unaware a report must be filed.⁴

On January 11, 2013, Excalibur submitted a letter to the commission stating, "As of the middle of December 2012 I was working with Rick Smith and submitted paperwork stating that [sic] company was no longer operational. However, that was on a Federal level and I didn't realized [sic] there was separate paperwork to submit for the State and since we were out of operation at the end of the year and had no accidents to report, no safety report was submitted. The sale of the company in December ended up falling through and, after calling into the UTC and talking to Trina subsequent to receiving notice that our safety report had not been turned in, it has become known to use [sic] that the UTC considers Excalibur still in operation. I spoke to Rick Smith again today who informed me that we'll have to get a new DOT number if we plan to continue operations, now that we are still with vehicles. We will evaluate our current standing and future

² See Attachment B for a copy of the letter submitted by Excalibur on March 11, 2013.

³ See Attachment C for a copy of the letter sent to all regulated companies on November 15, 2012.

⁴ See Attachment D for a copy of the Enforcement letter sent to all delinquent companies on January 7, 2013.

prospects over the weekend and getting all that information into the UTC early next week. In the meantime I wanted to get the record of the safety report, showing zero accidents, into the UTC asap.”⁵


As of March 13, 2013, Excalibur has failed to complete the annual safety report. The company must complete page four of the annual safety report form, complete the regulatory fee sheet and pay the required regulatory fees for 2012. Excalibur operated in 2012 and the companies permit remains active. Excalibur has not submitted a voluntary cancellation form. Rae Lynn Carnes, Commission staff, instructed Excalibur to complete the annual safety report and the regulatory fee sheet on January 22, 2013, and Excalibur failed to do so.

As of January 31, 2013, Excalibur failed to file its 2012 annual safety report or pay its 2013 regulatory fees. That date is 18 business days past the January 7, 2013, notice date when penalties began to accrue, resulting in a penalty assessment of \$1,800 (\$100 per day times 18 days). Excalibur is not a first time late-filer, having received a penalty for violations of WAC 480-30-071 in 2011. Excalibur therefore, is not eligible for administrative mitigation and is subject to the full penalty assessment of \$1,800.

Staff does not support mitigating the assessed penalty of \$1,800. In addition to failing to file its 2012 annual safety report timely, Excalibur received penalties for failing to comply with WAC 480-30-071 in 2011. Staff recommends denying the mitigation request.

If you have questions regarding this recommendation, please contact Mathew Perkinson, Compliance Investigator, at (360) 664-1105, or at mperkinson@utc.wa.gov.

Sincerely,



Sharon Wallace, Assistant Director
Consumer Protection and Communications

⁵ See Attachment E for a copy of the letter submitted by Excalibur on January 11, 2013.

Attachment A

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

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

PENALTY ASSESSMENT: TE-130198
PENALTY AMOUNT: \$1,800

KEVIN WILLIAMS
EXCALIBUR LIMOUSINE, LLC
15810 74TH AVE. NE
KENMORE, WA 98028

According to the Washington Utilities and Transportation Commission (Commission) records, you have committed violations of two Commission rules: (1) Washington Administrative Code (WAC) 480-30-071, which requires Charter and Excursion companies to file annual safety reports with the Commission by December 31 each year; and (2) WAC 480-30-076, which requires such companies to pay regulatory fees annually on that date. You are classified as a Charter and Excursion company. Commission records show that you did not file an annual safety report or pay annual regulatory fees by December 31, 2012.

Revised Code of Washington (RCW) 81.04.405 authorizes the Commission to assess penalties of \$100 for violations of Commission rules. Each and every such violation shall be a separate and distinct offense and, in the case of a continuing violation, every day's continuance shall be and be deemed to be a separate and distinct violation. The Commission interprets noncompliance with WAC 480-30-071 and WAC 480-30-076 as continuing violations, giving rise to penalties of \$100 for each day a company fails to make each requisite filing after the date on which it was due.

As a result, the Commission hereby notifies you that it has assessed penalties against you in the amount of \$1,800 on the following basis:

On November 15, 2012, the Commission mailed 2012 Annual Safety Report forms and 2013 Regulatory Fee packets to Charter and Excursion companies registered in Washington state. A letter from the Commission's Assistant Director for Transportation Safety, David Pratt, instructed these companies to file annual reports and pay regulatory fees by December 31, 2012. The letter stated failure to file the annual report by December 31 would result in a penalty and possible cancellation of the company's permit to operate in Washington. Those companies wishing to request an extension to file the annual report were asked to do so prior to December 31, providing a reason for the requested extension. No extension was requested.

On January 7, 2013, the Commission issued a notice to companies that had not yet filed their annual report and paid regulatory fees, informing these companies that they were subject to enforcement action, including the assessment of penalties beginning to accrue on that date. Companies that filed their annual reports and paid regulatory fees after January 7, 2013, but on or before January 18, 2013, are subject to penalties that the Commission uses its discretion to mitigate to \$25 per

PENALTY ASSESSMENT TE-130198

PAGE 2

day if the company had not made these filings late in prior years. Companies that were late in prior years are subject to an additional \$25 per day for each year in which they were late up to a total of \$100 per day. For first time late-filers who filed their report after January 18, the Commission will mitigate the penalties to 50 percent of the maximum permissible amount. No further mitigation will be granted unless the company provides new information that is unrelated to these factors. Mitigation will not be granted on the basis that a company was unaware a report must be filed.

As of January 31, 2013, Excalibur Limousine, LLC, has failed to file its 2012 Annual Safety Report or pay its 2013 Regulatory Fees. That date is 18 business days past the January 7, 2013, notice date when penalties began to accrue, resulting in a potential penalty assessment of \$1,800 (\$100 per day times 18 days). Excalibur Limousine, LLC, is not a first time late-filer, having received a penalty for violations of WAC 480-30-071 in 2011. Excalibur Limousine, LLC, therefore, is not eligible for mitigation and is subject to the full penalty assessment of \$1,800.

Your penalty is due and payable now. If you believe the violation did not occur, you may request a hearing to contest the penalty assessment. If there is a reason for the violation that you believe should excuse you from the penalty, you may ask for mitigation (reduction) of this penalty. See RCW 81.04.405.

You have the right to present your request for review or mitigation at a hearing, but you are not required to do so. If you do, the Commission will review the evidence supporting your request in an informal hearing, called a Brief Adjudicative Proceeding, before an administrative law judge. The administrative law judge will consider your plea and 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 amount due;
- Request a hearing to contest the occurrence of the violations; or
- Request mitigation to contest the amount of the penalty.

Please indicate your selection on the enclosed form and send it to the Washington Utilities and Transportation Commission, Post Office 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 will then sue you to collect the penalty.

DATED at Olympia, Washington, and effective March 4, 2013.



GREGORY J. KOPTA
Administrative Law Judge

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION
PENALTY ASSESSMENT TE-130198

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 violations occurred. I have:

Enclosed \$1,800 as payment of the penalty.

Submitted my payment of \$1,800 online at www.utc.wa.gov. My confirmation number is _____.

2. **Request for a hearing.** I believe that one or more of the alleged violations did not occur, based on the following information, and request a hearing, which is a process that allows an affected person to present argument to an administrative law judge for a decision by an administrative law judge:

3. **Application for mitigation.** I admit the violations, but I believe that the penalty should be reduced for the reason(s) set out below.

a) I ask for a hearing for a decision by an administrative law judge based on the information presented above.

OR b) I waive a hearing and ask for an administrative decision on the information I present directly 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: _____ [month/day/year], at _____ [city, state]

Name of Respondent (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."

Attachment B

March 6th, 2013

RECEIVED
2013 MAR 11 AM 7:25
15810 74th Ave NE
KENTON WA 98501
KENTON WA SERVICES

UTC Commission
PO Box 47250
Olympia, WA 98504-7250

RECEIVED

MAR 11 2013

RE: Excalibur Limousine LLC

WASH. UT. & TP. COMM

NO MONIES
ENCLOSURE

To Whom It May Concern,

I received a notice of penalty stating that I have not sent in my 2012 safety report or filed my 2013 fees. I am requesting a hearing, although I don't believe a hearing will even be necessary as this appears to be more of a paperwork mix-up.

The UTC does have my 2012 Safety Report. I called just a couple of days ago to confirm this.

I am no longer in operation and therefore won't be registering or paying for vehicles as I have none to pay for. The vehicles have all been sold or are for sale.

The confusion may have arisen as, back in December, I worked with Rick Smith to shut the company down. He instructed me to fill out a number of forms and send them in. I did not realize at the time that the forms were all Federal, and not the UTC forms. At the time I assumed Mr. Smith was making notations in my file that I was halting business as of 2012.

About a week into 2013 I received the Safety report and 2013 Regulatory fees. I called in and spoke to Rae Lynn Carnes, explaining I was no longer in business and didn't think I had to send in the Safety Report since I had ended business before 2012 was over. She explained that I did so I sent in the Safety Report section. At the time I still had all my vehicles as the sales had fallen through a couple of times so I told Rae Lynn that I might send in the regulatory fees if I couldn't sell the cars and decided to start the business up. As interest in the vehicles picked up, after listing them nationally, about a week after that I faxed in the Voluntary Cancellation Form.

Again, I won't be doing any business in 2013 or beyond. If that changes I understand that I will have to reapply with the Commission.

Please let me know if you are able to locate the Safety Report and if a hearing is necessary. Also, please be aware that the company number, 206-407-3656, no longer goes to me.

Thanks for your time and good luck in the future,
Kevin Williams
206-510-5900

2013 MAR 11 AM 9:26
KENTON WA SERVICES

Attachment C



STATE OF WASHINGTON
WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION
1300 S. Evergreen Park Dr. S.W., P.O. Box 47250 • Olympia, Washington 98504-7250
(360) 664-1160 • TTY (360) 586-8203

November 15, 2012

**Subject: Your Charter and Excursion Annual Safety Report and Regulatory Fees are Due
December 31, 2012**

You are required to file an annual safety report and pay regulatory fees if you operate as a charter or excursion company.

What is required?

By December 31, you must:

- Complete and file the enclosed 2012 annual safety report form.
- Pay your 2013 regulatory fees.

If you are using U.S. postal mail to send your annual safety report and pay your regulatory fee, the envelope must be postmarked by Monday, December 31, 2012. If you are planning on using another delivery method, the company must ensure that it arrives at the commission by 5:00 p.m. Monday, December 31, 2012.

Failure to file or mail your annual safety report or pay regulatory fees by December 31, 2012 will result in a penalty and possible cancellation of your permit to operate in Washington. This is the only notice you will receive from the commission.

What happens if you do not pay your regulatory fees by December 31?

If regulatory fees are not paid by December 31, you will incur:

- a 2 percent penalty on the amount due; and
- a 1 percent monthly interest charge on the unpaid balance.

Can you request an extension of time if you are unable to file the annual safety report by December 31?

Yes, you must provide the request in writing, including a valid reason for the extension by December 31. We will notify you when your request is approved or denied. You will still be liable for penalty and interest payments if you fail to pay your regulatory fees by December 31. If you are late filing your annual safety report or fail to file, you could incur additional penalties up to \$100 a day.



November 15, 2012
Page 2

May you perform some of these tasks online?

Yes. You may complete the following tasks from the annual reports page at the UTC website www.utc.wa.gov/annualreports:

- Obtain electronic versions of annual report forms
- Pay regulatory fees
- File your report electronically
- Cancel your permit if your company ceased operations in 2012.

What if you didn't operate during the year?

You must indicate this on the report and regulatory fee sheet that you've had no operations, include the minimum \$25 fee and return both forms to the commission. If you are no longer using your charter or excursion authority and wish to cancel it, go to our website at www.utc.wa.gov and locate the, "voluntary permit cancellation form" or call us at (360) 664-1222 and we'll mail you the form.

Where do you mail the completed annual safety report form and regulatory fee payment?

Washington Utilities and Transportation Commission
PO Box 47250
Olympia, WA 98504-7250

Where can you obtain an electronic version of the annual safety report?

Forms are available on our website at www.utc.wa.gov. Locate "Quick Links" then select "2012 annual safety report".

Who do you contact if you have questions?

You may call Tom McVaugh at (360) 664-1237 or e-mail him at tmcvaugh@utc.wa.gov for questions related to the annual safety report. If you have questions calculating your regulatory fee, penalties or interest, call Rae Lynn Carnes at (360) 664-1152 or e-mail her at rcarnes@utc.wa.gov. If you need this information in an alternate format, please call (360) 664-1133. TTY Toll Free phone number is (800) 416-5289 or (360) 586-8203.

Sincerely,



David Pratt
Assistant Director, Transportation Safety

Enclosures

Attachment D



STATE OF WASHINGTON
WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION
1300 S. Evergreen Park Dr. S.W., P.O. Box 47250 • Olympia, Washington 98504-7250
(360) 664-1160 • TTY (360) 586-8203

January 7, 2013

NOTICE OF ENFORCEMENT ACTION

Attention!

Your 2012 annual safety report and regulatory fees to the Utilities and Transportation Commission (commission) were due December 31, as required by law. **Financial penalties of \$100 per day begin accruing today, January 7.** The penalty will increase by \$100 per day for each additional day you fail to comply.

How do you mitigate your penalty?

If the commission receives your report postmarked no later than January 18, commission staff will mitigate your penalty to \$25 per day. Additional penalties of \$25 per day will be added for each year you have filed a delinquent annual safety report in the past five years, up to a maximum of \$100 per day.

Where do you mail or fax the completed annual safety report form?

Washington Utilities and Transportation Commission
PO Box 47250
Olympia, WA 98504-7250
Fax: (360) 664-1289

Annual safety report forms are available on the commission's website at www.utc.wa.gov. If you have questions calculating your regulatory fee, penalties or interest, contact Rae Lynn Carnes at (360) 664-1152 or rcarnes@utc.wa.gov. If you require additional information, please contact Mathew Perkinson, Compliance Investigator, at (360) 664-1105 or mperkinson@utc.wa.gov. If you need this information in an alternate format, please call (360) 664-1133. TTY Toll Free phone number is (800) 416-5289 or (360) 586-8203.

Sincerely,

A handwritten signature in cursive script, appearing to read "David W. Danner".

David W. Danner
Executive Director and Secretary



Attachment E

Kevin Williams

2

p.2

1/11/13

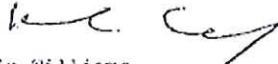
To whom it may concern,

Attached you'll find our safety report for 2012. As of the middle of December 2012 I was working with Rick Smith and submitted paperwork stating that company was no longer operational. However, that was on a Federal level and I didn't realized there was separate paperwork to submit for the State and since we were out of operation at the end of the year and had no accidents to report, no safety report was submitted.

The sale of the company in December ended up falling through and, after calling into the UTC and talking to Trina subsequent to receiving notice that our safety report had not been turned in, it has become known to use that the UTC considers Excalibur still in operation.

I spoke to Rick Smith again today who informed me that we'll have to get a new DOT number if we plan to continue operations, now that we are still with vehicles. We will evaluate our current standing and future prospects over the weekend and getting all that information into the UTC early next week. In the meantime I wanted to get the record of the safety report, showing zero accidents, into the UTC asap.

Thank you for your time and understanding in this matter,


Kevin Williams
kevin@seattlegreenimo.com
206-510-5090