

STATE OF NORTH DAKOTA
PUBLIC SERVICE COMMISSION

Public Service Commission
Robert Gibb & Sons, Inc.
Damage Prevention Enforcement

Case No. GS-13-613

CONSENT ORDER

Note: Date of Order will be inserted here when ready for Commission action

The North Dakota Public Service Commission (Commission) finds:

Robert Gibb & Sons, Inc. (Gibb) is a North Dakota business corporation with offices at 204 40th St SW, Fargo, ND 58106-0188.

Cenex Pipeline, LLC (Cenex) is a foreign limited liability company with offices at 5500 Cenex Dr, Inver Grove Heights, MN 55077-1721.

On July 11, 2013, the Commission received a Third Party Damage Complaint form from Michelle Slyder, DOT Compliance Coordinator for Cenex (Slyder). The complaint indicates a violation by Gibb of North Dakota Century Code chapter 49-23: One-Call Excavation Notice System.

Commission Advocacy Staff (Staff) conducted an investigation including communication with Gibb, Slyder, and North Dakota One Call (NDOC).

North Dakota Century Code section 49-23-04(1) provides:

Except in an emergency, an excavator shall contact the notification center and provide an excavation or location notice at least forty-eight hours before beginning any excavation, excluding Saturdays, Sundays, and holidays, unless otherwise agreed to between the excavator and operator. If an operator determines more time is necessary for location, the operator may request a twenty-four-hour extension of the excavation or location notice by notifying the notification center. The notification center shall notify the excavator of the extension. An excavation begins the first time excavation occurs in an area that was not previously identified by the excavator in an excavation notice.

North Dakota Century Code section 28-32-22 provides:

Unless otherwise prohibited by specific statute or rule, informal disposition may be made of any adjudicative proceeding, or any part or issue thereof, by stipulation, settlement, waiver of hearing, consent order, default, alternative dispute resolution, or other informal disposition, subject to agency approval. Any administrative agency may adopt rules of practice or procedure for informal disposition if such rules do not substantially prejudice the rights of any party. Such rules may establish procedures for converting an administrative matter from one type of proceeding to another type of proceeding.

North Dakota Century Code section 49-07-01.1 provides:

Any person who violates any statute, commission order, or commission rule which applies to matters within the authority of the commission under chapters 8-08, 8-09, 8-10, 24-09, 32-25, and 51-05.1, titles 60 and 64, and title 49 except for chapters 49-22 and 49-23, shall, in addition to any other penalty provided, be subject to a civil penalty of not to exceed five thousand dollars. A violation occurring under chapter 49-23, in addition to any other penalty, is subject to a civil penalty not to exceed twenty-five thousand dollars. The commission shall develop policies for the assessment of penalties under chapter 49-23 which will take into consideration the severity of damages and the conduct of the offender. The civil penalty may be compromised by the commission. The amount of the penalty when finally determined or agreed upon in compromise, if not paid, may be recovered in a civil action in the courts of this state.

North Dakota Administrative Code section 69-02-04-05 provides:

In any proceeding in which the commission is authorized to act after opportunity for hearing, opportunity is afforded by service of notice fixing a reasonable period of time within which any person desiring to be heard may file a protest or request for a hearing. If a protest or request for hearing is not filed within the time provided, the commission may dispose of the matter on the basis of the pleadings, other submittals, and the studies and recommendations of the staff. A party not requesting oral hearing in the party's pleading is deemed to have waived a hearing for the purpose of the decision, but not for the purpose of applying for rehearing with respect to the decision. If a person requests a hearing but does not show good cause, the commission may determine the matter without a hearing.

Investigation Summary

Based on its investigation, Staff concluded that on July 9, 2013, Gibb began an excavation as defined under North Dakota Century Code section 49-23-01(7) to install a water line at 25th Street and 139th Avenue, near the city of Arnegard, North Dakota.

A search of the National Ticket Management System database was performed as part of the Staff investigation into the complaint. Based on its investigation, Staff concluded that Gibb did not provide an excavation notice as required by state law at least forty-eight hours before the excavation at the location identified in the complaint.

Based on its investigation, Staff concluded that damage to an eight-inch refined fuels interstate transmission pipeline occurred at the location identified in the complaint. The estimated amount of damages is between \$533,000 and \$613,000. Payment for damages has not yet been received by Cenex.

Based on its investigation, Staff concluded that the excavation was not being made in a time of emergency under North Dakota Century Code section 49-23-04(4), allowing the excavator to give notification after the start of the excavation.

Based on its investigation, Staff concluded that Gibb violated North Dakota Century Code section 49-23-04(1) by failing to provide an excavation notice to the NDOC Notification Center at least forty-eight hours before beginning its excavation.

Concurrences

Gibb and the Commission have agreed to resolve this matter without further administrative proceedings.

In the attached Consent to Entry of Order, Gibb expressly waives its rights to a hearing in this matter, to consult an attorney, to present argument to the Commission, and to appeal from any adverse determination after a hearing.

There are no covenants, promises, undertakings, or understanding other than as specifically set forth in this Order.

The Commission issues the following:

Order

The Commission orders Gibb to pay a fine of \$6,000 payable to the North Dakota Public Service Commission within ten business days of the effective date of this Order.

PUBLIC SERVICE COMMISSION

Randy Christmann
Commissioner

Julie Fedorchak
Chairman

Brian Kalk
Commissioner

CONSENT TO ENTRY OF ORDER

The undersigned, on behalf of Robert Gibb & Sons, Inc., is authorized to act on behalf of Robert Gibb & Sons, Inc., and bind Robert Gibb & Sons, Inc., for purposes of this Consent Order; has read the Consent Order, knows and fully understands its content and effect; has been advised of the right to a hearing in this matter, the right to be represented by legal counsel, the right to present evidence and arguments to the Commission, and the right to appeal from an adverse determination after hearing; and that by signing this Consent to Entry of Order waives those rights in their entirety on behalf of Robert Gibb & Sons, Inc., and consents to entry of this Order by the North Dakota Public Service Commission to resolve the violation without further administrative proceedings. It is further expressly understood that this Order constitutes the entire settlement agreement between the parties, there being no other promises or agreements, either express or implied.

DATED this 29 day of APRIL 2015

Robert Gibb & Sons, Inc.

By *Robert Gibb*

Its *PRES.*
{TITLE}