

STATE OF NORTH DAKOTA
PUBLIC SERVICE COMMISSION

Public Service Commission
Kollman Construction
Damage Prevention Enforcement

Case No. PU-15-675

AFFIDAVIT OF SERVICE BY CERTIFIED MAIL

STATE OF NORTH DAKOTA
COUNTY OF BURLEIGH

Geralyn R. Schmaltz deposes and says that:

she is over the age of 18 years and not a party to this action and, on the **29th day of March, 2016**, she deposited in the United States Mail, at Bismarck, North Dakota, **one** envelope with certified postage, return receipt requested, fully prepaid, securely sealed and containing photocopy of:

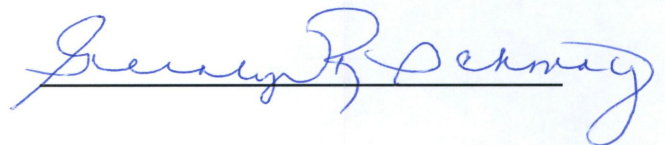
- **Complaint**
- **Motion Finding Complaint States a *Prima Facie* Case**

The envelope was addressed as follows:

Todd Kollman
Kollman Construction
14 3rd Ave. SW
Hazen, ND 58545
Cert. No. 7015 3010 0000 6559 9715

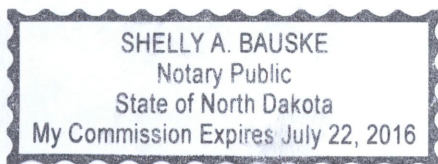
The address shown is the respective addressee's last reasonably ascertainable mailing address.

Subscribed and sworn to before me
this **29th day of March, 2016**.



Notary Public

SEAL



6 **PU-15-675** Filed: 3/29/2016 Pages: 8
Affidavit of Service, Cert. mail – Complaint

APPROVED

DATE: 3-23-16

[Signature]

MOTION

March 23, 2016

Public Service Commission
Kollman Construction
Damage Prevention Enforcement

Case No. PU-15-675

I move the Commission find the Formal Complaint filed by the North Dakota Public Service Commission Advocacy Staff on March 10, 2016, states a *prima facie* case and serve the complaint on the Respondent in Public Service Commission, Kollman Construction, Damage Prevention Enforcement, Case No. PU-15-675.

BEFORE THE PUBLIC SERVICE COMMISSION OF NORTH DAKOTA

**Public Service Commission
Kollman Construction
Damage Prevention Enforcement**

Case No. PU-15-675

| | | |
|-----------------------------------|---|------------------|
| Public Service Commission, |) | |
| Complainant, |) | |
| vs. |) | |
| Kollman Construction, |) | Complaint |
| Respondent. |) | |

The Public Service Commission of North Dakota, by and through Advocacy Staff (Staff), for its complaint against Kollman Construction (Kollman), alleges and shows the following:

I

Kollman is a registered North Dakota sole proprietorship with offices located at 14 3rd Ave SW, Hazen, ND 58545-0401.

II

The City of Zap (Zap) is an incorporated municipality in North Dakota with offices located at 121 Main St, Zap, ND 58580.

III

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.

IV

On September 18, 2015, the Commission received a ND One-Call Complaint from Benjamin Winters at Zap. The complaint alleges a violation by Kollman of North Dakota Century Code section 49-23-04(1) of the One-Call Excavation Notice System by failing to provide an excavation notice to the NDOC Notification Center at least forty-eight hours before beginning its excavation.

V

On September 23, 2015, Commission staff issued a letter informing Kollman of Zap's complaint filing, and requested a response by October 8, 2015. As of March 10, 2016, the commission had not received a response.

VI

As alleged by Zap's complaint, on September 18, 2015, Kollman began an excavation as defined in North Dakota Century Code section 49-23-01(7) while performing excavation for a pole barn at 416 2nd Ave W, Zap, North Dakota. As a result of this excavation, damage was caused by a back hoe to Zap's 2 inch water main. The damaged water main was repaired by Kollman after receiving approval from Zap.

VII

Based on its investigation Staff determined that Kollman personnel did not provide an excavation notice to the North Dakota One Call Notification Center (NDOC)

at any time during this excavation project. Kollman notified Zap of the damage on September 18, 2015. 8 customers were affected with an outage of 6 hours.

Based on its investigation, Staff concluded that there was no agreement between Kollman and Zap under North Dakota Century Code section 49-23-04(1) prior to excavation that would relieve Kollman of its obligation to provide excavation notice at least forty-eight hours before the excavation.

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.

VIII

Kollman 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.

IX

The North Dakota Public Service Commission Damage Prevention Plan provides:

D PROPOSED CIVIL PENALTIES:

1. The following criteria must be used by Commission staff to determine if a civil penalty should be proposed when filing a formal complaint:
 - a. The nature, circumstances and severity of the complaint;
 - b. The degree of suspected fault on the part of the respondent;
 - c. The respondent's history of prior violations or complaints;
 - d. The respondent's ability to pay;

- e. Any good faith effort by the respondent in attempting to achieve compliance; and
- f. The effect the penalty may have on the respondent's ability to continue in business.

X

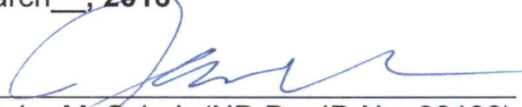
The Respondent must serve an answer to this complaint upon the Complainant and the Commission within twenty days after service of the complaint, or the Commission may deem the complaint to be admitted. Answers must be served in the manner allowed for service under the North Dakota Rules of Civil Procedure.

Prayer for Relief

Based on the foregoing, Staff seeks the following relief:

1. That the Commission find Kollman in violation of North Dakota Century Code ch.49-23 for failing to comply with the One Call requirements enumerated in North Dakota Century Code section 49-23-04(1).
2. That the Commission impose an appropriate civil penalty up to \$25,000, but at least \$1000.
3. Such other relief that the Commission finds just and proper.

Dated this 10th day of March , **2016**



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