

Agenda Date: 07/22/15 Agenda Item: VIB

RELIABILITY & SECURITY

STATE OF NEW JERSEY

Board of Public Utilities 44 South Clinton Avenue, 9th Floor Post Office Box 350 Trenton, New Jersey 08625-0350

www.nj.gov/bpu/

IN THE MATTER OF ALLEGED VIOLATIONS OF THE UNDERGROUND FACILITY PROTECTION ACT, N.J.S.A. 48:2-73 ET SEQ.))))	ORDER ACCEPTING SETTLEMENTS DOCKET NOs. ES15060701K et al. (see attached appendix)

Parties of Record:

Frank Coriano, Manager, Public Service Electric and Gas Company John F. Stanziola, Manager, South Jersey Gas Bernard Smalls, Verizon Kevin Connelly, Jersey Central Power and Light Tom Shroba, NJ American Water Phil Salvatore, Manager, Elizabethtown Gas Company

BY THE BOARD:1

The Board of Public Utilities ("Board") has jurisdiction to oversee and enforce the provisions of the Underground Facility Protection Act ("the Act") pursuant to the provisions set forth in N.J.S.A. 48:2-73, et seq. The primary purpose of the Act is to establish the One-Call Damage Prevention System for the protection of underground facilities that are used for the conveyance of water, forced sewage, telecommunications, cable television, electricity, oil, petroleum products, gas, optical signals, traffic control, or for the transportation of a hazardous liquid. In declaring its findings and the purpose of the Act, the Legislature stated, in pertinent part:

That damage to underground facilities caused by excavation and the discharge of explosives poses a significant risk to the public safety; that such damage to underground natural gas facilities poses a substantial risk to the public safety; and that the implementation of a comprehensive One-Call Damage Prevention System can substantially reduce the frequency of damage caused by these activities.

¹ President Richard S. Mroz and Commissioner Upendra J. Chivukula recused themselves due to a potential conflict of interest and as such took no part in the discussion or deliberation of this matter.

The Legislature therefore determines that it is in the public interest for the State to require all operators of underground facilities to participate in a One-Call Damage Prevention System and to require all excavators to notify the One-Call Damage Prevention System prior to excavation or demolition. N.J.S.A. 48:2-74.

The Act defines "excavator" as "any person performing excavation or demolition," and "operator" as "a person owning or operating, or controlling the operation of, an underground facility…" N.J.S.A. 48:2-75.

The Act subjects violators of its provisions to civil penalties of not less than \$1,000 and not more than \$2,500 per violation per day, not to exceed \$25,000 for any related series of violations. N.J.S.A. 48:2-88(a). Violations relating to natural gas or hazardous liquid underground pipelines or distribution facilities shall subject the violator to civil penalties not to exceed \$100,000 per violation per day and not to exceed \$1,000,000 for any related series of violations. In addition, a violator may be assessed the cost of any Board investigation, inspection or monitoring survey which leads to the establishment of a violation and for the reasonable costs of preparing and litigating the matter. N.J.S.A. 48:2-86(b)(2).

Following reports of failure to call the System prior to commencing excavation or demolition activities, failure to hand dig and locate facilities, failure to use reasonable care, or reports of failure to mark out underground facilities or properly mark them, Board Staff contacted the entities listed on the attached Appendix and informed them of the date and location of the alleged violations, also listed on the Appendix.

In an attempt to resolve these matters, each excavator or operator listed on the Appendix has submitted an Offer of Settlement to the Board for its consideration. Each such Offer of Settlement is summarized in the Appendix. The Offers of Settlement were made available to the Board for its review. After consideration of the matters, the Board <u>HEREBY FINDS</u> these Offers of Settlement to be reasonable and in the public interest, and <u>HEREBY ACCEPTS</u> these Offers of Settlement in full satisfaction of the above referenced alleged violations of the Act.

By acceptance of the various Offers of Settlement and the timely payment thereof, the excavator or operator has waived any rights to a hearing, and the Board has waived any rights to bring an action for civil penalties as permitted by the Underground Facility Protection Act in connection with the above-referenced alleged violations of the Act. It must also be noted that the acceptance of the Offers of Settlement are for settlement purposes only, and apply strictly to the specific incidents described in the Appendix. This acceptance is without prejudice as to the position of the State of New Jersey or any agency or subdivision thereof if other violations are present, now or in the future.

This Order shall be effective on August 1, 2015.

NO FURTHER ACTION BY THE RESPONDENTS IS REQUIRED

BOARD OF PUBLIC UTILITIES BY:

COMMISSIONER

COMMISSIONER

DIANNE SOLOMON **COMMISSIONER**

ATTEST:

TRENE KIM ASBURY

SECRETARY

I HEREBY CERTIFY that the within document is a true copy of the original

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SERVICE LIST

Frank Coriano
Public Service Electric and Gas Company
410 Silver Lake Rd
Edison, NJ 08817

John F. Stanziola South Jersey Gas 1 South Jersey Plaza Folsom, NJ 08037

Bernard Smalls Verizon 540 Broad St. Newark, NJ 17017

Kevin Connelly Jersey Central Power and Light 300 Madison Ave. Morristown, NJ 07962

Tom Shroba NJ American Water 1341 North Ave. Plainfield, NJ 07062

Phil Salvatore Elizabethtown Gas Company 520 Green Lane Union, NJ 07083 James Giuliano, Director Division of Reliability & Security Board of Public Utilities 44 South Clinton Avenue, 9th Floor Post Office Box 350 Trenton, NJ 08625-0350

James P. Kane, Esq. Counsel's Office Board of Public Utilities 44 South Clinton Avenue, 9th Floor Post Office Box 350 Trenton, NJ 08625-0350

Geoffrey Gersten, DAG
Division of Law and Public Safety
124 Halsey Street
Post Office Box 45029
Newark, NJ 07101-45029

IN THE MATTER OF:

ALLEGED VIOLATIONS OF THE UNDERGROUND FACILITY PROTECTION ACT, N.J.S.A. 48:2-73 ET.SEQ. ORDER ACCEPTING SETTLEMENTS

Bureau of One Call - Settlements - APPENDIX-July VIB 2015

Damage	BPU Dkt	One Call					Violation		Payment
Туре	No.	Case No.	Type of Violation	Penalty	Operator	Excavator	Date	Description/Location	Received
	ES15060701K	EOC2014-0091	Did not properly mark out	\$2,000	PSE&G		6/14/2014	Ashley Ct., Moorestown	5/11/2015
	ES15060700K	GOC2014-0863	Did not properly mark out	\$3,000	PSE&G		9/23/2014	Deer Run, Princeton	5/11/2015
	ES15060702K	EOC2014-0092	Did not properly mark out	\$2,000	PSE&G		6/16/2014	Carver Ln., Trenton	5/11/2015
Damage, Electric	ES15060703K	EOC2014-0068	Did not properly mark out	\$2,000	PSE&G		4/7/2014	Central Ave., East Orange	5/11/2015
Damage, Gas	GS15060704K	GOC2015-0061	Did not properly mark out	\$3,000	South Jersey Gas		1/16/2015	Wesley Ave., Ocean City	5/6/2015
Damage, Gas	GS15060705K	GOC2014-1009	Did not properly mark out	\$3,000	PSE&G		10/20/2014	Romney Rd., Bound Brook	4/22/2015
Non Damage	TS15060706K	NOC2014-0102	Did not properly mark out	\$1,000	Verizon		11/3/2014	1st St., Fair Lawn	5/5/2015
Damage, Telephone	TS15060707K	TOC2014-0036	Did not properly mark out	\$2,000	Verizon		7/2/2014	Meadowbrook Rd., Randolph	5/5/2015
Damage, Electric	ES15060708K	EOC2014-0112	Did not properly mark out	\$2,000	JCP&L		8/6/2014	Crooks Cross Rd, Pittstown	5/12/2015
Non Damage	GS15060714K	NOC2015-0013	Failed to report Gas Damage	\$3,000	South Jersey Gas		3/30/2015	Delaware Ave. & Reading Ave., Cape May	5/12/2015
Damage, Water	WS15060709K	WOC2013- 0007	Did not properly mark out	\$2,000	NJ American Water		10/29/2013	N. Warwick Rd., Somerdale	5/14/2015
Damage, Water	WS15060710K	WOC2013- 0006	Did not properly mark out	\$2,000	NJ American Water		11/5/2013	Pemberton Browns Mills Rd, Pemberton	5/14/2015
Non Damage	GS15060713K	NOC2015-0007	Failed to report Gas Damage	\$3,000	South Jersey Gas		3/30/2015	Ocean St. & Hughes St., Cape May	5/12/2015
Damage, Gas Damage,	GS15060711K	GOC2015-0028	Did not properly mark out	\$3,000	South Jersey Gas		1/9/2015	Shunpike Rd., Lower Twp.	5/18/2015
Gas Damage,	GS15060712K	GOC2014-0192	Did not properly mark out	\$3,000	South Jersey Gas		6/2/2014	S. Ocean Ave., Atlantic City	5/18/2015
Gas Damage,	GS15060697K	GOC2014-0191	Did not properly mark out	\$3,000	Elizabethtown Gas		6/14/2014	Wilder St., Hillside	5/19/2015
Telephone Damage,	TS15060698K	TOC2014-0023	1	\$2,000		PSE&G	3/5/2014	Ellison St., Paterson	5/6/2015
	TS15060699K	TOC2013-0005	Did not properly mark out	t \$2,000	Verizon		10/4/2013	Glen Rd., Randolph	6/2/2015
Total	18			\$43,000		•			