



DEPARTMENT OF JUSTICE
GENERAL COUNSEL DIVISION

January 5, 2011

Jeff Torson
LZB Inc.
619 SE 12th Street
Portland OR 97214

Lee Zumwalt, Registered Agent
LZB Inc.
619 SE 12th Street
Portland OR 97214

Re: Violation of Oregon Utility Notification Center Rules
DOJ File No.: 860-100-GP0733-10 / Docket No.: NC 298

**PLEASE READ ALL DOCUMENTS CAREFULLY --
DIRECT ALL CORRESPONDENCE TO THE PUBLIC UTILITY COMMISSION OF OREGON**

On October 12, 2010, a representative from your company met with the Oregon Utility Notification Center (OUNC) Enforcement Committee to discuss an alleged rule violation. At that meeting, an agreement was reached regarding penalties for the violation.

Enclosed are two sets of documents that formalize the allegation and the agreement. One set is made up of original documents. The other set is a set of copies for your files.

Please refer to the originals. The complaint simply serves as a formal notice to you of the violation you were charged with and requires that you submit an Answer to the **Public Utility Commission** responding to the allegation. You must serve your Answer on the Commission by mailing it to the Public Utility Commission of Oregon, Administrative Hearings Division, PO Box 2148, Salem, OR 97308-2148. Filing an answer would be your opportunity to admit or deny the allegation and, if denied, to ask for a formal hearing. Because you already reached an agreement with the OUNC Committee, you do not need to submit an answer. Instead, you need only sign and return the enclosed Stipulation in order to answer the Complaint.

The Stipulation sets forth the terms and conditions of the agreement you reached with the committee. **You must sign and return the Stipulation within 20 days of the date of this letter in order for it to be approved by the Public Utility Commission as a resolution to the pending Complaint. You need not make payment until the Commission has issued a final order in this matter.**

LBZ Inc.

Page 2

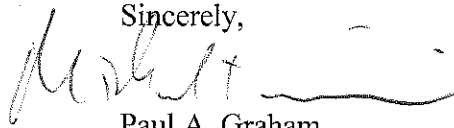
If for some reason you no longer agree to the terms of the Stipulation, you MUST FILE AN ANSWER TO THE COMPLAINT, admitting or denying the allegation.

If there is a discrepancy between the formal Stipulation and the agreement reached at the meeting that causes you concern, please contact Michael Thompson at (503) 378-6760.

Otherwise, please return the signed Stipulation to the Public Utility Commission of Oregon at the following address so this matter can be resolved:

Public Utility Commission of Oregon
Administrative Hearings Division
550 Capitol St NE – Suite 215
PO Box 2148
Salem OR 97308-2148

Sincerely,

 for
Paul A. Graham
Attorney-in-Charge
Business Activities Section

Enclosures

PAG/nal/#2424964

1 OUNC adopted OAR 952-001-0050 which was in effect at all times herein relevant. The
2 rule provides in relevant part:

3 (1) * * * [A]t least two (2) business days, but not more than ten (10)
4 business days before commencing an excavation, the excavator shall notify the
5 Oregon Utility Notification Center of the date and location of the proposed
excavation, and the type of work to be performed.

6 6.

7 In September 2009, defendant violated OAR 952-001-0050 in that the defendant failed to
8 notify the Oregon Utility Notification Center of a proposed excavation before commencing the
9 excavation.

10 7.

11 ORS 757.993 provides, in relevant part, that:

12 “* * * every person who violates or who procures, aids or abets in the violation of
13 any rule of the Oregon Utility Notification Center shall incur a penalty of not
14 more than \$1,000 for the first violation and not more than \$5,000 for each
subsequent violation.”

15 8.

16 Defendant has not violated OUNC rules in the past.

17 9.

18 WHEREFORE, the Commission directs the defendant to file a verified answer to this
19 complaint within twenty (20) days from the date this complaint is mailed to the defendant. If no
20 verified answer or other written appearance raising a question of fact or law is filed with the
21 Commission at its office in Salem, Oregon, within the 20-day period, the allegations of the

22 ///

23 ///

24 ///

25 ///

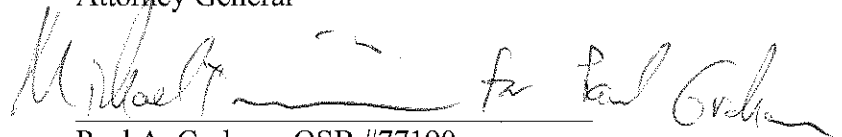
26

1 complaint shall be deemed admitted, and a penalty shall be imposed in the amount of \$1,000 for
2 each violation alleged, for a total of \$1,000.

3
4 DATED this 5th day of January, 2011.

5 Respectfully submitted,

6 JOHN R. KROGER
7 Attorney General

8  for Paul Graham

9 Paul A. Graham, OSB #77190
10 Attorney-in-Charge
11 Of Attorneys for the Public Utility Commission
12 of Oregon
13
14
15
16
17
18
19
20
21
22
23
24
25
26

- 1 A. Defendant shall sign and return this stipulation within 20 days of the date it was served
2 upon (mailed to) defendant.
- 3 B. \$200 shall become due and payable on or before the 30th day following the
4 Commission's entry of a final order in this case.
- 5 C. Payment shall be by money order or company check made out to the Public Utility
6 Commission of Oregon, and the memo line of the cashier's check or money order shall
7 state the "NC" docket number in the caption of this stipulation.
- 8 D. Payment of the balance of the penalties (\$800) shall be permanently suspended and no
9 further penalties shall be imposed for the violation alleged in the Complaint unless
10 defendant fails to comply with all of the rules adopted by the Oregon Utility Notification
11 Center (OUNC) under ORS 757.552 for a one year period following date of the
12 Commission's entry of a final order.
- 13 E. Defendant shall contact the OUNC Speakers Bureau online at www.digsafelyoregon.com
14 or by calling **(503) 232-1987** to arrange for and attend a training session on Oregon
15 excavation laws within 45 days following the entry of a final order.
- 16 F. In the event that complainant contends that the defendant has not complied with all
17 OUNC rules for that one year period, complainant may reopen this proceeding and
18 petition for imposition of all or a portion of the suspended penalties. In such case
19 defendant shall be entitled to a hearing and to be notified of the basis upon which
20 complainant contends that compliance has not occurred.

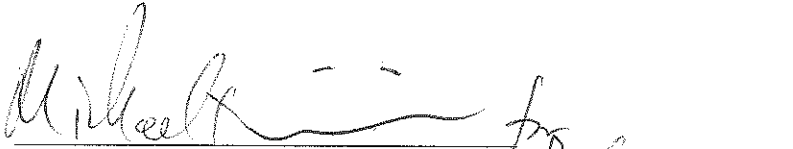
21 ///
22 ///
23 ///
24 ///
25 ///
26 ///

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26

5.

This stipulation is conditioned upon final approval of its terms by the Commission. If the stipulation is not accepted in its entirety, it shall be deemed withdrawn.

DATED this 5th day of January, 2011.


Paul A. Graham, OSB #77190
Attorney-in-Charge
Of Attorneys for the Public Utility Commission
of Oregon

DATED this _____ day of _____, 2011.

Representative for Defendant (signature)

(Print name)