COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

WATSON BUILDING INC.

ALLEGED VIOLATION OF UNDERGROUND FACILITY DAMAGE PREVENTION ACT CASE NO. 2022-00074

OPENING ORDER

Watson Building Inc. (Watson Building) has been named as a party to an investigation before the Kentucky Public Service Commission (Commission) for allegedly violating the Kentucky Underground Facility Damage Prevention Act (Act).¹

Pursuant to KRS 278.495(2), the Commission has jurisdiction to regulate the safety of natural gas facilities in Kentucky and to enforce minimum federal pipeline safety standards. Under the Act, the Commission has authority to investigate and assess civil penalties for any violation of the Act that results in excavation damage to an underground facility used to transport natural gas or hazardous liquid subject to federal pipeline safety laws, 49 U.S.C. § 60101, *et seq.* Any person who violates any provision of the Act is subject to assessment of a civil penalty in the amount of \$250 for the first offense, no more than \$1,000 for the second offense within one year, and no more than \$3,000 for the third and any subsequent offense. Additionally, any person whose violation of the Act results in damage to an underground facility containing any flammable, toxic, corrosive,

¹ KRS 367.4901 through KRS 367.4917.

or hazardous material or results in the release of any flammable, toxic, corrosive, or

hazardous material is subject to an additional penalty of up to \$1,000.

Following receipt of a report of excavation damage to its underground gas pipeline

from an operator, Commission Staff (Staff) conducted an investigation and prepared an

Incident Report, a copy of which is attached to this Order as an Appendix. In its Incident

Report, Staff cites Watson Building for violation of the following provisions of the Act:

KRS 367.4911(10) – When excavation or demolition is necessary within the approximate location of the underground facility, the excavator shall hand-dig or use nonintrusive means to avoid damage to the underground facility.

KRS 367.4911(8) – The excavator shall contact the protection notification center to request remarking two (2) working days in advance of the expiration of each twenty-one (21) day period while excavation or demolition continues.

Based on its review of the Incident Report and being otherwise sufficiently advised,

the Commission finds prima facie evidence that Watson Building violated the Underground Facility Damage Prevention Act. The Commission further finds that a formal investigation into the excavation damage incident should be conducted.

IT IS THEREFORE ORDERED that:

1. Watson Building shall submit to the Commission, via email sent to <u>PSCED@ky.gov</u> with the case number of this proceeding in the subject line of the message, a written response to the allegations contained in the Staff Incident Report within 20 days of receipt of this Order.

2. Any partnership, corporation, or business entity (including a limited liability company) must be represented by an attorney licensed to practice law in Kentucky, and such representation includes the filing of papers with and appearances at hearings before the Commission.

-2-

3. An individual may submit a response to the allegations contained in the Staff Incident Report without the representation of an attorney.

4. The Staff Incident Report 42953 in the Appendix to this Order is made a part of the record in this case.

5. Please note that notice of a hearing to be held in this matter will be mailed to Watson Building once proof of service is received by the Commission. Parties who fail to appear after service will be subject to entry of a default judgment against them.

[REMAINDER OF PAGE INTENTIONALLY LEFT BLANK]

PUBLIC SERVICE COMMISSION

age Chairman Vice Chairma

Commissioner



ATTEST:

Sidwell

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2022-00074 DATED MAR 24 2022

23 PAGES TO FOLLOW

PIPELINE DAMAGE INVESTIGATION REPORT

ł	KY PSC Investigator(s) John E. Gowins		Incident ID 42953
l	ncident Date	8/14/2020 4:50:00 PM	Report Submitted 9/8/2020 12:00:00 AM
		OPERATOR INFO	RMATION
C	Operator	Columbia Gas of Kentucky, Inc.	Reported By Ryan Twait
F	Phone	(859) 533-4022	Email rmtwait@nisource.com
1 V	ncident Location 148 Winn Ave Winchester, KY 40 Clark	391	Locate Ticket Number 1912191151
		EXCAVATOR INFO	ORMATION
F E V 1	Name of Excavato Phone Excavator Addres Watson Building, In 148 Winn Ave Winchester, KY 40	r Watson, Ray 859-745-4128 s c.	Organization ID0304080Emailray@watsonbuilding.comLocate Ticket Number

Investigation Information

INCIDENT

Locate Ticket Summary						
Ticket #	Valid	Initial Date	Expiration Date (21 calendar days from Initial date)	Incident Date	# of Days Expired	Within Scope of Excavation
1912191151	N/A	N/A	N/A	8/14/20	N/A	N/A

Excavation Within 18" (Approximate Location)	Gas Or Hazardous Liquids		Type Of Equipment Used	Cost of Damage	Amount Billed
	Contained	Released		_	
N/A	Yes	Yes	Mechanized	\$800.00	\$800.00

of Offences (Including this incident)

Excavator	Last Offence Incident #	Last Offence Incident Date	Revert to 1st Offence Date (Last Offence Date +365 Days)
1 st	N/A	N/A	N/A

The operator reports that Watson Building was excavating with mechanized equipment on an expired locate ticket from back in December for another project. While excavating for a parking area with a skid steer, Watson Building damaged a plastic 1 ¼-inch natural gas service line.

INVESTIGATION

This would be the company's first violation.

Telephone number verified online.

July 2, 2021

- Called 859.745.4128, spoke to Anthony Clark, he acknowledged the company was responsible and will discuss the options with the owner and get back with me.
- Received a call back from Mr. Clark, the owner Ray Watson agreed to the reduced penalty and remedial measure.

VIOLATION

KRS 367.4911 (8) The excavator shall contact the protection notification center to request remarking two (2) working days in advance of the expiration of each twenty-one (21) day period while excavation or demolition continues.

KRS 367.4911 (10) When excavation or demolition is necessary within the approximate location of the underground facility, the excavator shall hand-dig or use nonintrusive means to avoid damage to the underground facility.

Print (PDFForm.aspx?Rpt=GasInvestigation&IG=42953)

Gas Excavation Damage Report

Columbia Gas of Kentucky, Inc.

Submitted 9/8/2020 Incident ID: 42953

Set back to Edit Staff Edit

Reported Date: 8/31/2020 9:59 AM

Incident Location Address:

Location:		
Address:	148 Winn Ave	
City:	Winchester	
State:	КҮ	
County:	Clark	
Zip:	40391	
Confirm Code:	Υ	
Number of Customers ou	ut: 1	
Was gas or hazardous liquids contained in the underground facility?		
Was gas or hazardous liquids released into the atmosphere?	✓ * 3/2020	
Locate Request Ticket N	o.: 1912191151	
Excavator:	Contractor	

Excavator Address:

First Name:	Ray
Last Name:	Watson
Organization ID:	
Company:	Watson Building Inc.
Phone:	859-745-4128
Email:	ray@watsonbuilding.com

Amount billed to

excavator

\$800.00

Address:	148 Winn Ave
City:	Winchester
State:	KY
Zip:	40391
Confirm Code:	Y
Excavation Damage	: One Call notification practices not sufficient
Description of Incident	Watson Building struck a plastic 1 ¼ inch natural gas service line with mechanized equipment.
Summary Information	
9/8/2020	
	Watson Building was excavating with mechanized equipment on an expired
Full details such as th	e locate ticket from back in December for another project. While excavating for
cause	a parking area with a skid steer, Watson Building damaged a plastic 1 4 inch natural gas service line.
Extent of the damage	A plastic 1 $\frac{1}{4}$ inch natural gas service line was punctured, and the service line was repaired.
Cost of the damage	\$800.00
	t CKY employees advised Watson Building to always call 811 prior to any
re-occurance	excavating activities.

NORMAL NOTICE

Ticket : 1912191151 Date: 12/19/2019 Time: 15:22 Oper: ZPOYNTER Chan:000 State: KY Cnty: CLARK City: WINCHESTER Subdivision: Address : 154 Street : WINN AVE Cross 1 : JACKSON ST Location: LOCATE THE FRONT OF THE PROPERTY - TO INCLUDE THE ROADSIDE EASEMENT : Boundary: n 37.997916 s 37.996613 w -84.172852 e -84.168670 Work type : INSTALL FENCE Done for : WATSON BUILDING INC Start date: 12/23/2019 Time: 15:30 Hours notice: 96/48 Priority: NORM Ug/Oh/Both: U Blasting: NO Emergency: N Duration : N/A Depth: 2 FEET Company : WATSON BUILDING INC Type: CONT Co addr : 148 WINN AVE City : WINCHESTER State: KY Zip: 40391 Caller : ANTHONY CLARK Phone: (859)621-8774 Contact : ANTHONY CLARK - CELL Phone: Mobile : (859) 621-8774 Fax : (859)745-2100 Email : WATSONBUILDING@HOTMAIL.COM

Submitted date: 12/19/2019 Time: 15:22 Members: 0023 0061 0139 0198 0326 2629



Kentucky Secretary of State Michael G. Adams

WATSON BUILDING, INC.

File	Annual	Report
	/ winiuui	1 topoit

File Statement of Change of Principal Office

File Statement of Change of registered Agent / Registered Address

Printable Forms

Additional Services

Certificates

General Information

Organization Number	0304080
Name	WATSON BUILDING, INC.
Profit or Non-Profit	P - Profit
Company Type	KCO - Kentucky Corporation
Status	A - Active
Standing	G - Good
State	КҮ
File Date	8/14/1992
Organization Date	8/14/1992
Last Annual Report	2/9/2021
Principal Office	148 WINN AVE.
	WINCHESTER, KY 40392
Registered Agent	DUEVILLE R. WATSON
	110 VINE STREET
	WINCHESTER, KY 40391
Common No Par Shares	2000

Current Officers

President	Ray Watson
Vice President	Joyce Watson

Individuals / Entities listed at time of formation

Director	DUEVILLE R WATSON
Incorporator	JOHN H ROMPF JR

Images available online

Documents filed with the Office of the Secretary of State on September 15, 2004 or thereafter are available as scanned images or PDF documents. Documents filed prior to September 15, 2004 will become available as the images are created.

 avaliable as the integes are ore				
Annual Report	2/9/2021	1 page	PDF	
Annual Report	2/12/2020	1 page	PDF	
Annual Report	4/19/2019	1 page	PDF	
Annual Report	4/11/2018	1 page	PDF	
Principal Office Address	2/2/2017 0.44.22 AM	1 0000	PDF	
Change	3/2/2017 9:44:23 AM	1 page	PDF	
Annual Report	3/2/2017	1 page	PDF	
Annual Report	3/9/2016	1 page	tiff	PDF
Annual Report	4/24/2015	1 page	tiff	PDF
Annual Report	6/16/2014	1 page	tiff	PDF
Annual Report	6/12/2013	1 page	tiff	PDF
Annual Report	3/7/2012	1 page	tiff	PDF
Certificate of Withdrawal of	1/4/2012	1 0000	tiff	PDF
Assumed Name	1/4/2012	1 page	un	PDF
Annual Report	6/8/2011	1 page	tiff	PDF
Name Renewal	7/12/2010	1 page	tiff	PDF
Annual Report	3/10/2010	1 page	tiff	PDF
Annual Report	7/2/2009	1 page	tiff	PDF
Annual Report	3/7/2008	1 page	tiff	PDF
Annual Report	1/23/2007	1 page	tiff	PDF
Annual Report	3/24/2006	1 page	tiff	PDF
Name Renewal	3/2/2005	1 page	tiff	PDF
Annual Report	2/16/2005	1 page	tiff	PDF
Annual Report	4/15/2003	1 page	tiff	PDF
Annual Report	6/4/2002	1 page	tiff	PDF
Annual Report	5/30/2001	1 page	tiff	PDF
Statement of Change	4/23/2001	1 page	tiff	PDF
Certificate of Assumed Name	8/2/2000	2 pages	tiff	PDF
Annual Report	4/3/2000	1 page	tiff	PDF
Annual Report	4/21/1999	1 page	tiff	PDF
Annual Report	10/19/1998	1 page	tiff	PDF
Statement of Change	8/13/1997	1 page	tiff	PDF
Reinstatement	8/13/1997	2 pages	tiff	PDF

Inactive

Administrative Dissolution	11/1/1994	1 page	tiff	PDF
Sixty Day Notice Return	11/1/1994	2 pages	tiff	PDF
Annual Report	7/1/1994	1 page	tiff	PDF
Annual Report	7/1/1993	1 page	tiff	PDF
Articles of Incorporation	8/14/1992	3 pages	tiff	PDF

Assumed Names

CODY COMMERCIAL PROPERTIES

Activity History

Filing	File Date		Org. Referenced
Annual report	2/9/2021 3:18:24 PM	2/9/2021 3:18:24 PM	
	2/12/2020	2/12/2020	
Annual report	10:49:02 AM	10:49:02 AM	
	4/19/2019	4/19/2019	
Annual report	9:29:48 AM	9:29:48 AM	
Appuel report	4/11/2018	4/11/2018	
Annual report	9:12:11 AM	9:12:11 AM	
Appuel report	3/2/2017	3/2/2017	
Annual report	9:49:21 AM	9:49:21 AM	
Principal office change	3/2/2017	3/2/2017	
Fincipal once change	9:44:23 AM	9:44:23 AM	
Annual report	3/9/2016	3/9/2016	
Annual report	11:07:00 AM	5/5/2010	
Annual report	4/24/2015	4/24/2015	
Amdarreport	10:02:26 AM	4/24/2010	
Annual report	6/16/2014	6/16/2014	
	10:58:57 AM	0/10/2011	
Annual report	6/12/2013	6/12/2013	
	2:34:36 PM		
Annual report	3/7/2012	3/7/2012	
·	3:22:54 PM		
Annual report	6/8/2011	6/8/2011	
·	1:25:44 PM		
Annual report	3/10/2010	3/10/2010	
	11:05:02 AM		
Annual report	7/2/2009	7/2/2009	
	10:35:56 AM		
Annual report	3/7/2008	3/7/2008	
	12:15:38 PM		
Annual report	1/23/2007	1/23/2007	
	12:35:40 PM 3/24/2006		
Annual report	3/24/2006 8:17:11 AM	3/24/2006	
	0.17.11 AW		

Registered agent address chang	4/23/2001 e 4:01:50 PM	4/23/2001	
Added assumed name	8/2/2000 12:44:46 PM	8/2/2000	CODY COMMERCIAL PROPERTIES
Principal office change	3/23/2000 2:31:32 PM	3/23/2000	
Sixty day notification	9/1/1998	9/1/1998	
Reinstatement	8/13/1997	8/13/1997	
Registered agent address chang	je8/13/1997	8/13/1997	
Principal office change	8/13/1997	8/13/1997	
Admin Dis. A. report not in	11/1/1994	11/1/1994	

Microfilmed Images

Microfilm images are not available online. They can be ordered by faxing a Request For Corporate Documents to the Corporate Records Branch at 502-564-5687.

Annual Report	2/14/2005	1 page
Annual Report	5/6/2004	1 page
Annual Report	4/15/2003	1 page
Annual Report	6/4/2002	1 page
Annual Report	5/30/2001	1 page
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Contact Site Map

Privacy	Security	Disclaimer	Accessibility
тпласу	Occurity	Discialifici	Accessionity

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Kentucky Unbridled Spirit

PIPELINE DAMAGE INVESTIGATION REPORT

KY PSC Investigator(s) John E. Gowins		Incident ID 42953
Incident Date	8/14/2020 4:50:00 PM	Report Submitted 9/8/2020 12:00:00 AM
	OPERATOR INFO	RMATION
Operator	Columbia Gas of Kentucky, Inc.	Reported By Ryan Twait
Phone	(859) 533-4022	Email rmtwait@nisource.com
Incident Location 148 Winn Ave Winchester, KY 40 Clark	391	Locate Ticket Number 1912191151
	EXCAVATOR INFO	DRMATION
Name of Excavato Phone Excavator Addres Watson Building, In 148 Winn Ave Winchester, KY 40	er Watson, Ray 859-745-4128 s ic.	Organization ID0304080Emailray@watsonbuilding.comLocate Ticket Number

Investigation Information

INCIDENT

Locate Ticket Summary						
Ticket #	Valid	Initial Date	Expiration Date (21 calendar days from Initial date)	Incident Date	# of Days Expired	Within Scope of Excavation
1912191151	N/A	N/A	N/A	8/14/20	N/A	N/A

Excavation Within 18" (Approximate Location)	Haza	s Or rdous uids	Type Of Equipment Used	Cost of Damage	Amount Billed
	Contained	Released		_	
N/A	Yes	Yes	Mechanized	\$800.00	\$800.00

of Offences (Including this incident)

Excavator	Last Offence Incident #	Last Offence Incident Date	Revert to 1st Offence Date (Last Offence Date +365 Days)
1 st	N/A	N/A	N/A

The operator reports that Watson Building was excavating with mechanized equipment on an expired locate ticket from back in December for another project. While excavating for a parking area with a skid steer, Watson Building damaged a plastic 1 ¼-inch natural gas service line.

INVESTIGATION

This would be the company's first violation.

Telephone number verified online.

July 2, 2021

- Called 859.745.4128, spoke to Anthony Clark, he acknowledged the company was responsible and will discuss the options with the owner and get back with me.
- Received a call back from Mr. Clark, the owner Ray Watson agreed to the reduced penalty and remedial measure.

November 17, 2021

• Requested additional documentation from Columbia, which is attached to this supplemental report.

VIOLATION

KRS 367.4911 (8) The excavator shall contact the protection notification center to request remarking two (2) working days in advance of the expiration of each twenty-one (21) day period while excavation or demolition continues.

KRS 367.4911 (10) When excavation or demolition is necessary within the approximate location of the underground facility, the excavator shall hand-dig or use nonintrusive means to avoid damage to the underground facility.

Gowins, John E (PSC)

From:	JamesRice@nisource.com
Sent:	Wednesday, November 17, 2021 8:17 AM
То:	Gowins, John E (PSC)
Subject:	Fw: Incident # 42953
Attachments:	148 Winn Av - Winchester - One call notification practices not sufficient.docx; IMG_
	0218.JPEG; IMG_0217.JPEG; IMG_0216.JPEG

Email is to big so you will receive part 2 shortly.

Thanks,

James Rice Compliance Specialist Columbia Gas of Kentucky Cell: 859-537-2123 Office: 859-288-6328 Email: JamesRice@NiSource.com ----- Forwarded by James Rice/CKY/Enterprise on 11/17/2021 08:15 AM -----

From: James Rice/CKY/Enterprise To: "Gowins, John E (PSC)" <john.gowins@ky.gov> Date: 11/17/2021 08:08 AM Subject: Re: Incident # 42953

Hi John,

As requested, see attached CKY PSC Gas Excavation Damage Report and pictures.

Thanks,

James Rice Compliance Specialist Columbia Gas of Kentucky Cell: 859-537-2123 Office: 859-288-6328 Email: JamesRice@NiSource.com

From:"Gowins, John E (PSC)" <john.gowins@ky.gov>To:"JamesRice@nisource.com" <JamesRice@nisource.com>Date:11/17/2021 06:10 AMSubject:Incident # 42953

USE CAUTION: This email was sent from an external source. Think before you click links or open attachments. If suspicious, please forward to <u>security@nisource.com</u> for review.

James,

This company has not complied with training, so it went to legal.

They are requesting any and all documentation that Columbia has on this incident. I have included your (Ryan's) original report. Thanks.

John E. Gowins Consumer Complaints Investigator II Division of Inspections Kentucky Public Service Commission 502.782.2656 office 502.229.3058 cell [attachment "Original_Columbia Report_42953.pdf" deleted by James Rice/CKY/Enterprise]









Gowins, John E (PSC)

From:JamesRice@nisource.comSent:Wednesday, November 17, 2021 8:19 AMTo:Gowins, John E (PSC)Subject:Fw: Incident # 42953Attachments:IMG_0221.JPEG; IMG_0220.JPEG; IMG_0219.JPEG

Part 2

Thanks,

James Rice Compliance Specialist Columbia Gas of Kentucky Cell: 859-537-2123 Office: 859-288-6328 Email: JamesRice@NiSource.com ----- Forwarded by James Rice/CKY/Enterprise on 11/17/2021 08:18 AM -----

From:James Rice/CKY/EnterpriseTo:"Gowins, John E (PSC)" <john.gowins@ky.gov>Date:11/17/2021 08:08 AMSubject:Re: Incident # 42953

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From: "Gowins, John E (PSC)" <john.gowins@ky.gov> To: "JamesRice@nisource.com" <JamesRice@nisource.com> Date: 11/17/2021 06:10 AM Subject: Incident # 42953 USE CAUTION: This email was sent from an external source. Think before you click links or open attachments. If suspicious, please forward to <u>security@nisource.com</u> for review. James,

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Gowins, John E (PSC)

From:	JamesRice@nisource.com
Sent:	Wednesday, November 17, 2021 9:33 AM
То:	Gowins, John E (PSC)
Subject:	Fw: Incident # 42953

As requested, see below for description of each pic sent earlier.

IMG_0216 - Sign located in front of 148 Winn Av IMG_0217 - Damaged gas line IMG_0218 - Damaged gas line IMG_0219 - Damaged gas line IMG_0220 - Skid steer IMG_0221 - Watson Building office

Thanks,

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[attachment "148 Winn Av - Winchester - One call notification practices not sufficient.docx" deleted by James Rice/CKY/Enterprise]

[attachment "IMG_0218.JPEG" deleted by James Rice/CKY/Enterprise] [attachment "IMG_0217.JPEG" deleted by James Rice/CKY/Enterprise] [attachment "IMG_0216.JPEG" deleted by James Rice/CKY/Enterprise] [attachment "IMG_0221.JPEG" deleted by James Rice/CKY/Enterprise] [attachment "IMG_0219.JPEG" deleted by James Rice/CKY/Enterprise]

Thanks,

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John E. Gowins Consumer Complaints Investigator II Division of Inspections Kentucky Public Service Commission 502.782.2656 office 502.229.3058 cell [attachment "Original_Columbia Report_42953.pdf" deleted by James Rice/CKY/Enterprise] *Watson Building, Inc. 148 Winn Ave Winchester, KENTUCKY 40391