# BEFORE THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

| In the Matter of the Investigation of Cigich   | ) |                            |
|--|---|----------------------------|
| Hauling LLC of Leavenworth, Kansas,            | ) |                            |
| Regarding the Violation of the Motor Carrier   | ) |                            |
| Safety Statutes, Rules and Regulations and the | ) | Docket No. 18-TRAM-008-PEN |
| Commission's Authority to Impose Penalties,    | ) |                            |
| Sanctions and/or the Revocation of Motor       | ) |                            |
| Carrier Authority.                             | ) |                            |

## MOTION TO AMEND PENALTY ORDER

The Staff of the State Corporation Commission of the State of Kansas (Staff and Commission, respectively), by and through its counsel Ahsan A. Latif, file this Motion requesting the Commission issue an Amended Penalty Order reducing the penalty assessed to Cigich Hauling LLC (Cigich Hauling), by fifty-percent (50%) than the penalty assessed in the Penalty Order dated July 25, 2017. In support of this Motion, Staff states as follows:

- 1. On July 25, 2017, a Penalty Order was issued to Cigich Hauling assessing it a penalty of \$1,100 for two (2) violation(s) of Kansas law that governs motor carriers, including various provisions of the Federal Motor Carrier Safety Regulations (FMCSRs), as adopted by the Kansas Administrative Regulations. The violations were found during a Safety Compliance Review conducted by Special Investigator(s) Jared Smith on July 3, 2017.
- 1. The Notice of Penalty Assessment advised Cigich Hauling it was a New Entrant carrier and was eligible for a fifty-percent (50%) reduced penalty if it submitted a signed and dated Reduced Penalty Agreement within fifteen (15) days from the date of the Penalty Order, stating it will comply with the reduced penalty option terms and obligations stated therein.
- 2. On August 21, 2017, Cigich Hauling submitted the Reduced Penalty Agreement.

  The Corrective Action Plan was submitted by the carrier and has been approved by

Transportation Staff. The Reduced Penalty Agreement is attached hereto and is hereby incorporated by reference.

- 3. Staff recommends the Commission issue an Amended Penalty Order assessing Cigich Hauling a 50% reduced penalty of \$550 and requesting it to comply with the following terms and obligations:
  - a. within thirty (30) days from the date of the Penalty Order dated July 25, 2017 Cigich Hauling shall send an individual responsible for safety compliance to attend a Commission-sponsored safety seminar, and proof of attendance must been submitted to Litigation Counsel;
  - b. within eighteen (18) months of the Penalty Order dated July 25, 2017, Cigich
     Hauling must submit to a follow-up Safety Compliance Review.
     Transportation Staff will contact the carrier to set up the review; and
  - c. within (30) days from the date of service of the Amended Penalty Order, Cigich Hauling must make the payment of \$550 through the KTRAN system located at https://puc.kcc.ks.gov/ktran/.

WHEREFORE, for the reasons set forth herein, Staff requests an Amended Penalty Order be issued by the Commission assessing Cigich Hauling LLC a reduced penalty of \$550 and ordering it to comply with the proposed terms and obligations set out in paragraph 3 above.

Respectfully submitted,

Ahsan A. Latif, S. et. #24709

Litigation Counsel

Kansas Corporation Commission

1500 S.W. Arrowhead Road Topeka, Kansas 66604-4027

Phone: 785-271-3118 Fax: 785-271-3167

Email: a.latif@kcc.ks.gov

Attorney for Commission Staff

## **VERIFICATION**

### 18-TRAM-008-PEN

| STATE OF KANSAS   | )    |
|-------------------|------|
|                   | ) ss |
| COUNTY OF SHAWNEE | )    |

Ahsan A. Latif, of lawful age, being duly sworn upon his oath deposes and states that he is Litigation Counsel for the State Corporation Commission of the State of Kansas; that he has read and is familiar with the foregoing *Motion to Amend Penalty Order*, and attests that the statements therein are true and correct to the best of his knowledge, information and belief.

Ahsan A. Latif 8. (14 24709

Litigation Counsel

The State Corporation Commission

Viuci D. Jacobs Notary Public

of the State of Kansas

SUBSCRIBED AND SWORN to before me this \_\_\_\_\_day of September, 2017.

Notary Public - State of Kansas
My Appt Expires (-30-18

My Appointment Expires: June 30, 2018

Kansas Corporation Commission

1500 SW Arrowhead Road Topeka, KS 66604-4027

Pat Apple, Chairman Shari Feist Albrecht, Commissioner Jay Scott Emler, Commissioner Phone: 785-271-3100 Fax: 785-271-3354 http://kcc.ks.gov/

Sam Brownback, Governor

#### REDUCED PENALTY AGREEMENT

#### 18-TRAM-008-PEN

Cigich Hauling LLC (Cigich Hauling) hereby submits this Reduced Penalty Agreement to become eligible for a fifty percent (50%) reduction in the penalty assessed in the Penalty Order dated July 13, 2017. Cigich Hauling has agreed to comply with the following terms and obligations:

- Cigich Hauling has submitted, within fifteen (15) days from the date of the Penalty Order issued on July 13, 2017, this signed and dated Reduced Penalty Agreement to Litigation Counsel at the above address.
- 2. Cigich Hauling will, within 30 days from the date of the Penalty Order dated July 13, 2017, submit to Transportation Staff a Corrective Action Plan (CAP) documenting the violation(s) and describing specific and detailed information explaining the its efforts and concrete steps taken to ensure the violation(s) do not occur in the future. I understand the CAP must be approved by Transportation Staff before my company can be eligible for the 50% reduced penalty.
- 3. Cigich Hauling will, within thirty (30) days from the date of the Penalty Order dated July 13, 2017, send an individual responsible for safety compliance to attend a Commission-sponsored safety seminar, and proof of attendance will be submitted to the Litigation Counsel.
- 4. Cigich Hauling will be available within eighteen (18) months from the date of the Penalty Order for a follow-up Safety Compliance Review. Transportation Staff will contact the carrier to schedule the review.

Cigich Hauling LLC understands that if approved, Transportation Litigation Counsel will file a Motion for Amended Penalty Order with this Agreement attached to the motion. The Amended Penalty Order will assess Cigich Hauling a fifty-percent (50%) reduced penalty of \$550, and set out the terms and conditions stated above. Once the Amended Penalty Order is issued by the Commission, Cigich Hauling will have thirty (30) days from the date of service of the Amended Order to pay the reduced penalty assessed.

Dated this 21st day of August, 2017.

Cigich Hauling LLC

Clay Cigich
Managing Member

(This Agreement can be mailed via U.S. Mail to the address above to the attention of Ahsan Latif, Litigation Counsel, or sent via e-mail to <u>v.jacobsen@kcc.ks.gov</u> and <u>alatif@kcc.ks.gov</u>.)

# **CERTIFICATE OF SERVICE**

#### 18-TRAM-008-PEN

I, the undersigned, certify that a true and correct copy of the above and foregoing Motion to Amend Penalty Order was served via electronic service this 7th day of September, 2017, to the following

CLAY CIGICH, MANAGING MEMBER CIGICH HAULING LLC 13877 MCINTYRE RD LEAVENWORTH, KS 66048-7801 ccigich@gmail.com AHSAN LATIF, LITIGATION COUNSEL KANSAS CORPORATION COMMISSION 1500 SW ARROWHEAD RD TOPEKA, KS 66604-4027 Fax. 785-271-3354 a latif@kcc.ks.gov

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