FEDERAL MINE SAFETY AND HEALTH REVIEW COMMISSION

OFFICE OF ADMINISTRATIVE LAW JUDGES 2 SKYLINE, 10th FLOOR 5203 LEESBURG PIKE FALLS CHURCH, VIRGINIA 22041

March 26, 1997

SECRETARY OF LABOR,	: CIVIL PENALTY PROCEEDING
MINE SAFETY AND HEALTH	:
ADMINISTRATION (MSHA),	: Docket No. SE 94-639
Petitioner	: A.C. No. 40-02934-03549
v.	:
	: Mine No. 78
KELLYS CREEK RESOURCES INC.,	:
Respondent	:

DECISION ON REMAND

Before: Judge Weisberger

On March 12, 1997, the Commission issued a decision reversing my determination (17 FMSHRC 1325 (August 1995)), that the violation conceded by Kellys Creek Resources, Inc. (AKellys Creek@), was not significant and substantial and was not the result of its unwarrantable failure, and remanding this matter for penalty reassessment.

Based on the Commission=s finding that the violation was as the result of Kellys Creek=s unwarrantable failure, I find that the level of Kellys Creek=s negligence to constitute more than ordinary negligence, and to be aggravated conduct. I previously found that the violation constituted a very high level of gravity. I reiterate this finding in light of the Commission=s determination that the violation was S & S. On the other hand, the level of the penalty to be assessed should be reduced taking into account its effect on Kellys Creek=s ability to continue in business for the reasons set forth in <u>Kellys Creek Resources</u>, 17 FMSHRC 1085, 1092, (June 29, 1995). Taking all the above into account, I find that a penalty of \$500 is appropriate.

Avram Weisberger Administrative Law Judge Distribution:

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