## FEDERAL MINE SAFETY AND HEALTH REVIEW COMMISSION

1331 PENNSYLVANIA AVENUE, NW, SUITE 520N WASHINGTON, DC 20004-1710

# MAY 18 2015

SECRETARY OF LABOR,

MINE SAFETY AND HEALTH ADMINISTRATION (MSHA)

Docket No. WEST 2014-374

v. : A.C. No. 10-00082-335433

U.S. SILVER - IDAHO, INC.

BEFORE: Jordan, Chairman; Young, Nakamura, and Althen, Commissioners<sup>1</sup>

#### **ORDER**

## BY THE COMMISSION:

This matter arises under the Federal Mine Safety and Health Act of 1977, 30 U.S.C. § 801 et seq. (2012) ("Mine Act"). On February 7, 2014, the Commission received from U.S. Silver - Idaho, Inc. ("U.S. Silver") a motion seeking to reopen a penalty assessment that had become a final order of the Commission pursuant to section 105(a) of the Mine Act, 30 U.S.C. § 815(a).

Under section 105(a) of the Mine Act, an operator who wishes to contest a proposed penalty must notify the Secretary of Labor no later than 30 days after receiving the proposed penalty assessment. If the operator fails to notify the Secretary, the proposed penalty assessment is deemed a final order of the Commission. 30 U.S.C. § 815(a).

We have held, however, that in appropriate circumstances, we possess jurisdiction to reopen uncontested assessments that have become final Commission orders under section 105(a). *Jim Walter Res., Inc.*, 15 FMSHRC 782, 786-89 (May 1993) ("*JWR*"). In evaluating requests to reopen final orders, the Commission has found guidance in Rule 60(b) of the Federal Rules of Civil Procedure, under which the Commission may relieve a party from a final order of the Commission on the basis of mistake, inadvertence, excusable neglect, or other reason justifying relief. *See* 29 C.F.R. § 2700.1(b) ("the Commission and its Judges shall be guided so far as practicable by the Federal Rules of Civil Procedure"); *JWR*, 15 FMSHRC at 787. We have also observed that default is a harsh remedy and that, if the defaulting party can make a showing of good cause for a failure to timely respond, the case may be reopened and appropriate

<sup>&</sup>lt;sup>1</sup> Commissioner Cohen has elected not to participate in this matter.

proceedings on the merits permitted. See Coal Prep. Servs., Inc., 17 FMSHRC 1529, 1530 (Sept. 1995).

Records of the Department of Labor's Mine Safety and Health Administration ("MSHA") indicate that the proposed assessment was delivered on November 15, 2013, and became a final order of the Commission on December 16, 2013. U.S. Silver asserts that it timely contested the proposed assessment, but that due to a clerical error, it incorrectly combined the Notice of Contest with a payment for a portion of the proposed penalties and sent the contest form along with the payment to the MSHA Payment Office in St. Louis, MO, instead of the Civil Penalty Compliance Office in Arlington, VA. The Secretary does not oppose the request to reopen, however he urges U.S. Silver to take steps to ensure that future penalty contests are timely filed and sent to the correct location at MSHA's Civil Penalty Compliance Office at 1100 Wilson Blvd., Arlington, VA 22209.

Having reviewed U.S. Silver's request and the Secretary's response, in the interest of justice, we hereby reopen this matter and remand it to the Chief Administrative Law Judge for further proceedings pursuant to the Mine Act and the Commission's Procedural Rules, 29 C.F.R. Part 2700. Accordingly, consistent with Rule 28, the Secretary shall file a petition for assessment of penalty within 45 days of the date of this order. See 29 C.F.R. § 2700.28.

Mary Lu Jordan, Chairman

Michael G. Young, Commissioner

Patrick K. Nakamura, Commissioner

William I. Althen, Commissioner

# Distribution:

Donna V. Pryor, Esq. Jackson Lewis, P. C. 950 17<sup>th</sup> Street, Suite 2600 Denver, CO 80202

Melanie Garris Office of Civil Penalty Compliance MSHA U.S. Dept. Of Labor 1100 Wilson Blvd., 25<sup>th</sup> Floor Arlington, VA 22209-3939

W. Christian Schumann, Esq. Office of the Solicitor U.S. Department of Labor 1100 Wilson Blvd., Room 2220 Arlington, VA 22209-2296

Chief Administrative Law Judge Robert J. Lesnick Federal Mine Safety & Health Review Commission 1331 Pennsylvania Avenue, N. W., Suite 520N Washington, D.C. 20004-1710