#### FEDERAL MINE SAFETY AND HEALTH REVIEW COMMISSION

# 601 NEW JERSEY AVENUE, NW SUITE 9500 WASHINGTON, DC 20001

June 2, 2006

SECRETARY OF LABOR, : MINE SAFETY AND HEALTH : ADMINISTRATION (MSHA) :

Docket No. WEST 2006-378-M

v. : A.C. No. 02-00150-80060

:

ASARCO LLC :

BEFORE: Duffy, Chairman; Jordan, Suboleski, and Young, Commissioners

### ORDER

#### BY THE COMMISSION:

This matter arises under the Federal Mine Safety and Health Act of 1977, 30 U.S.C. § 801 et seq. (2000) ("Mine Act"). On April 28, 2006, the Commission received from Asarco LLC ("Asarco") a motion made by counsel 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).

On February 9, 2006, the Department of Labor's Mine Safety and Health Administration ("MSHA") issued to Asarco a proposed penalty assessment that included proposed penalties for two citations issued to the company by MSHA (Citation Nos. 6308580 and 6308584), which the company states in its motion it had intended to contest. Mot. at 2-3. Asarco states that "through an inadvertent internal oversight, the penalty contest card for the proposed assessments was misplaced," and as a result, "was not timely mailed to MSHA." Mot. at 3; Decl. of Paul Yslas, Senior Safety Engineer. The Secretary states that she does not oppose Asarco's request for relief.

We have held 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 section 105(a) orders, the Commission has found guidance in Rule 60(b) of the Federal Rules of Civil Procedure under which, for example, a party could be entitled to relief from a final order of the Commission on the basis of inadvertence or mistake. 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 proceedings on the merits permitted. See Coal Prep. Servs., Inc., 17 FMSHRC 1529, 1530 (Sept. 1995).

Having reviewed Asarco's motion, in the interests of justice, we remand this matter to the Chief Administrative Law Judge for a determination of whether good cause exists for Asarco's failure to timely contest the penalty proposal and whether relief from the final order should be granted. If it is determined that such relief is appropriate, this case shall proceed pursuant to the Mine Act and the Commission's Procedural Rules, 29 C.F.R. Part 2700.

Mary Lu Jordan, Commissioner  Stanley C. Suboleski, Commissioner
Stanlay C. Subolaski, Commissionar
Stanlay C. Subolaski, Commissionar
Stanlay C. Subolaski, Commissionar
Stanlay C. Subalaski Commissioner
Statiley C. Subbleski, Collinissioner

## Distribution

Mark N. Savit, Esq. Patton Boggs 1600 Lincoln Street, Suite 1900 Denver, CO 80264

W. Christian Schumann, Esq. Office of the Solicitor U.S. Department of Labor 1100 Wilson Blvd., 22<sup>nd</sup> Floor Arlington, VA 22209

Chief Administrative Law Judge Robert J. Lesnick Federal Mine Safety and Health Review Commission 601 New Jersey Avenue, N.W. Suite 9500 Washington, D.C. 20001