Shelby Energy Cooperative, Inc.

Your Touchstone Energy® Partner

April 14, 2009

Mr. Richard W. Bertelson III
Staff Attorney
Public Service Commission
211 Sower Blvd.
P.O. Box 615
Frankfort, KY 40602

RECEIVED
APR 20 2009
PUBLIC SERVICE COMMISSION

Re: Case No. 2008-0069

Dear Mr Bertelson :

Enclosed is a copy of the safety audits performed at Shelby Energy from March 1, 2008 and March 31,, 2008. This is done in accordance with Item 9 of the settlement agreement dated September 29, 2008.

If you have any questions or need further information please feel free to contact me at (502)643-2778 or by e-mail at jason@shelbyenergy.com.

Sincerely,

Jason Ginn

Jason Ginn

Safety & Loss Control
Coordinator

www.shelbyenergy.com
620 Old Finchville Road • Shelbyville, Kentucky 40065-1714
Shelby Co. (502) 633-4420 • Trimble Co. (502) 255-3260 • Henry Co. (502) 845-2845

Shelby Energy Cooperative

Your Touchstone Energy® Partner

RIGHT OF WAY FIELD INSPECTION FORM

Inspector: DAVID MARTIN

Position: OPERATION MANAGER

Company: SHELBY ENERGY

Address: 620 OLD FINCHVILLE RD

SHELBYVILLE KY 40065

Phone#: 502 633-4420

Weather Conditions: CLOUDY

Job Description: GROUND CUT R-O-W

Date: 3-5-09

Time: 11:15 AM

County: TRIMBLE

Location: BERRY'S RIDGE + 42

Name of Contractor Observed:

A + G

Crew Members:

TONY CLARK

RONNIE OBANION

Charlie Webster

PPE Being Used	Yes	No	N/A	If No--Corrective Action Taken
Hard hat	✓			
Safety glasses	✓			
Fall protection/harness			✓	
Harness Attached to Boom			✓	
Ear Plugs/ Ear Muffs	✓			
Chaps	✓			
Gloves	✓			
Work Area Protection	**Yes**	**No**	**N/A**	**If No--Corrective Action Taken**
Appropriate work signs			✓	
Flagman required/used			✓	
Flag person properly equipped			✓	
Traffic cones in place			✓	
Trucks Grounded			✓	
Truck Chocks Used			✓	

Miscelaneous Observations	Yes	No	N/A	If No--Corrective Action Taken
Shelby Energy Decals	✓			
In Place				
Public Hazards Present			✓	
Gaff Guards on Hooks			✓	

Notes/Comments:_____

Job Site Findings Discussed With Crew: **YES** ✓ **NO** _____

Corrective Actions Needed: **Yes**_____ **No** ✓

If Corrective Actions Taken Explain In Detail:_____

Line Supervisor's Signature: [signature]

Inspector's Signature: David Martin

Safety & Loss Control Coordinator Signature: [signature]

Shelby Energy Cooperative

Your Touchstone Energy® Partner

RIGHT OF WAY FIELD INSPECTION FORM

Inspector: DAVID MARTIN

Date: 3-10-09

Position: OPERATIONS MANAGER

Time: 11:00 AM

Company: SHELBY ENERGY

County: HENRY

Address: 620 OLD FINCHVILLE RD

Location: MARSHALLS BOTTOM

SHELBYVILLE, KY 40065

Name of Contractor Observed:

Phone#: 502 633-4420

ROBINSON TREE SERVICE

Weather Conditions: CLOUDY

Crew Members:

ALVA ROBINSON

Job Description: GROUND CUTTING

DAVID DOSS

R-O-W

~~SEP~~ HERMENEGILDO CRUZ

PPE Being Used	Yes	No	N/A	If No--Corrective Action Taken
Hard hat	✓			
Safety glasses	✓			
Fall protection/harness			✓	
Harness Attached to Boom			✓	
Ear Plugs/ Ear Muffs	✓			
Chaps	✓			
Gloves	✓			
Work Area Protection	**Yes**	**No**	**N/A**	**If No--Corrective Action Taken**
Appropriate work signs			✓	
Flagman required/used			✓	
Flag person properly equipped			✓	
Traffic cones in place			✓	
Trucks Grounded			✓	
Truck Chocks Used	✓			

Miscelaneous Observations	Yes	No	N/A	If No--Corrective Action Taken
Shelby Energy Decals	✓			
In Place	✓			
Public Hazards Present			✓	
Gaff Guards on Hooks			✓	

Notes/Comments:_____

Job Site Findings Discussed With Crew: YES ✓ NO _____

Corrective Actions Needed: Yes_____ No ✓

If Corrective Actions Taken Explain In Detail:_____

Line Supervisor's Signature:_____

Inspector's Signature: Devin Martin

Safety & Loss Control Coordinator Signature: Chris Rob

SHELBY ENERGY COOPERATIVE

CONTRACTOR JOB SITE VISIT REPORT

Location # ARDMORE LANE Date MARCH 17, 2009

Workorder # 4331 Line Supervisor SHOUSE (DHE)

Type of Work: ADDING 3PH. AERIAL CABLE CIRCUIT 25 KV TO EXIST. POLE ROUTE

WEATHER: SUNNY, 68°F. 11:15

	Yes	No	N/A	If No Corrective Action Taken
Work Signs/Cones	✓			
Flagman Required/Use			✓	
Hard Hat	✓			
Safety Glasses	✓			
Ear Protection			✓	
Rubber Gloves	✓			
Rubber Sleeves	✓			
Cover-up Material Used	✓			
Fall Protection	✓			
Truck Grounds	✓			
Working Grounds			✓	
Truck Chocks Used	✓			

Notes: WORK OBSERVED BEING PERFORMED IN A NEAT, METHODICAL AND PROFESSIONAL MANNER. INSTALLING THREE 4/0 AERIAL CABLE CONDUCTORS BY HENDRIX POLE-BY-POLE METHOD.

INSPECTION PERFORMED BY: R. [illegible] V-P & ENGR. MGR.

Job Site Findings Discussed with Crew: Yes ✓ No ____

Line Supervisor's Signature: [illegible]

Operations Manager Signature: [illegible]

Safety & Loss Control [illegible]

I Gave Wayne New Inspection Forms on Jan 13th and asked him to complete them when infield. March 3rd expressed concern to use New Forms again [illegible]

Shelby Energy Cooperative

Your Touchstone Energy® Partner

CO-OP CREW FIELD INSPECTION FORM

Inspector: Keith Miller

Position: Line Supervisor

Company: Shelby Energy

Address: Old Finchville Rd

Phone #: 633-4420

Weather Conditions: 50's partly cloudy

Job Description: Installing S/L

Date: 3-19-09

Time: 1:20

County: Shelby

Location:

Crew Members:

Rick Shaw

James Crume

Energized Work Being Preformed: YES_____ NO ✓ **Truck#'s** 30

Overhead ✓ **Underground**_____ **Voltage** 7200

Job Briefing	Yes	No	N/A	If No--Corrective Action Taken
Conducted before job & Signed	✓			
Job procedure covered	✓			
Energy control procedure	✓			
PPE used	✓			
Job hazards	✓			
Emergency procedures	✓			
Special precautions	✓			
Work Area Protection	**Yes**	**No**	**N/A**	**If No--Corrective Action Taken**
Appropriate work signs	✓			
Flagman required			✓	
Flag person used			✓	
Flag person properly equipped			✓	
Traffic cones in place	✓			
Trucks Grounded	✓			
Truck Chocks Used	✓			
Personal Protective Grounds	✓			

PPE Being Used	Yes	No	N/A	If No--Corrective Action Taken
Hard hat	✓			
Safety glasses	✓			
Rubber gloves	✓			
Rubber sleeves	✓			
FR Clothing	✓			
Fall protection	✓			
Rubber Goods Inspections	**Yes**	**No**	**N/A**	**If No--Corrective Action Taken**
Gloves	✓			
Sleeves	✓			
Line hoses	✓			
Blankets	✓			

Notes/Comments: They were working very safe, Dale was using All his PPE.

Job Site Findings Discussed With Crew: YES ✓ NO _____

Corrective Actions Needed: Yes _____ No ✓

If Corrective Actions Taken Explain In Detail: _____

Line Supervisor's Signature: Rick Shaw

Inspector's Signature: Kurt Miller

Safety & Loss Control Coordinator Signature: [illegible]

Shelby Energy Cooperative

Your Touchstone Energy® Partner

CO-OP CREW FIELD INSPECTION FORM

Inspector: Keith Miller

Position: Line Supervisor

Company: Shelby Co.

Address: Old Finchville

Phone #: 502 633-4420

Weather Conditions: partly cloudy

Job Description: Changing OCR

Date: 3-19-09

Time: 1:45

County: Shelby

Location:

Crew Members:

Mike Clark

Dale Thomas

Gary Warford

Mike Netherey

Energized Work Being Preformed: YES ✓ NO ____ **Truck#'s** 13

Overhead ✓ **Underground** ____ **Voltage** 7200

Job Briefing	Yes	No	N/A	If No--Corrective Action Taken
Conducted before job & Signed	✓			
Job procedure covered	✓			
Energy control procedure	✓			
PPE used	✓			
Job hazards	✓			
Emergency procedures	✓			
Special precautions	✓			
Work Area Protection	**Yes**	**No**	**N/A**	**If No--Corrective Action Taken**
Appropriate work signs			✓	
Flagman required			✓	
Flag person used			✓	
Flag person properly equipped			✓	
Traffic cones in place			✓	
Trucks Grounded	✓			
Truck Chocks Used	✓			
Personal Protective Grounds	✓			

PPE Being Used	Yes	No	N/A	If No--Corrective Action Taken
Hard hat	✓			
Safety glasses	✓			
Rubber gloves	✓			
Rubber sleeves	✓			
FR Clothing	✓			
Fall protection	✓			
Rubber Goods Inspections	**Yes**	**No**	**N/A**	**If No--Corrective Action Taken**
Gloves	✓			
Sleeves	✓			
Line hoses	✓			
Blankets	✓			

Notes/Comments: Truck grounded Dale used all PPE

Job Site Findings Discussed With Crew: YES ✓ NO _____

Corrective Actions Needed: Yes _____ No ✓

If Corrective Actions Taken Explain In Detail: _____

Line Supervisor's Signature: [illegible]

Inspector's Signature: Kurt Miller

Safety & Loss Control Coordinator Signature: [illegible]

Shelby Energy Cooperative

Your Touchstone Energy® Partner

RIGHT OF WAY FIELD INSPECTION FORM

Inspector: Jason Ginn

Position: Safety + Loss Control

Company: Shelby Energy

Address: 620 Old Finchville Rd Shelbyville Ky 40065

Phone#: 502-643-2778

Weather Conditions: Rainy + Cool 50°

Job Description: Cutting Down Pine Trees + Chipping Brush

Date: 3-25-09

Time: 8:40

County: Shelby

Location: Office

Name of Contractor Observed: A+G

Crew Members:
Chris Douglass
Lee Douglass

PPE Being Used	Yes	No	N/A	If No--Corrective Action Taken
Hard hat	✓			
Safety glasses	✓			
Fall protection/harness	✓			
Harness Attached to Boom	✓			
Ear Plugs/ Ear Muffs	✓			
Chaps	✓			
Gloves	✓			
Work Area Protection	**Yes**	**No**	**N/A**	**If No--Corrective Action Taken**
Appropriate work signs			✓	
Flagman required/used			✓	
Flag person properly equipped			✓	
Traffic cones in place			✓	
Trucks Grounded			✓	
Truck Chocks Used		✓		Need to Chock Truck anytime Parked

Miscelaneous Observations	Yes	No	N/A	If No--Corrective Action Taken
Shelby Energy Decals	✓			
In Place				
Public Hazards Present			✓	
Gaff Guards on Hooks			✓	

Notes/Comments:

Told Crew Anytime truck is parked without anyone in Driver Seat That the truck MUST be Chocked

Job Site Findings Discussed With Crew: YES ✓ NO _____

Corrective Actions Needed: Yes _____ No ✓

If Corrective Actions Taken Explain In Detail:

Line Supervisor's Signature: Chris Dugler

Inspector's Signature:

Safety & Loss Control Coordinator Signature:

Shelby Energy Cooperative

Your Touchstone Energy® Partner

CO-OP CREW FIELD INSPECTION FORM

Inspector: Jason Ginn

Position: Safety + Loss Control

Company: Shelby Energy

Address: 620 Old Finchville Rd
Shelbyville Ky 40065

Phone #: 502-643-2778

Weather Conditions: Sunny 55°

Job Description: Add 2-A-1 in line hang trans + temp service

Date: 3-30-09

Time: 3:00

County: Shelby

Location: Bardstown Trail

Crew Members:

Mike Clark

Michael Netherly

Dale Thomas

Gary Warford

Energized Work Being Preformed: YES ✓ NO ____ Truck#'s 13-11

Overhead ✓ Underground ____ Voltage 7200

Job Briefing	Yes	No	N/A	If No--Corrective Action Taken
Conducted before job & Signed	✓			
Job procedure covered	✓			
Energy control procedure	✓			
PPE used	✓			
Job hazards	✓			
Emergency procedures	✓			
Special precautions	✓			
Work Area Protection	**Yes**	**No**	**N/A**	**If No--Corrective Action Taken**
Appropriate work signs			✓	
Flagman required			✓	
Flag person used			✓	
Flag person properly equipped			✓	
Traffic cones in place	✓			
Trucks Grounded	✓			
Truck Chocks Used	✓			
Personal Protective Grounds			✓	

PPE Being Used	Yes	No	N/A	If No--Corrective Action Taken
Hard hat	✓			
Safety glasses	✓			
Rubber gloves	✓			
Rubber sleeves	✓			
FR Clothing	✓			
Fall protection	✓			
Rubber Goods Inspections	**Yes**	**No**	**N/A**	**If No--Corrective Action Taken**
Gloves	✓			
Sleeves	✓			
Line hoses	✓			
Blankets	✓			

Notes/Comments: All trucks Checked & FR Clothing Being Worn.

Job Site Findings Discussed With Crew: YES ✓ NO _____

Corrective Actions Needed: Yes _____ No ✓

If Corrective Actions Taken Explain In Detail: _____

Line Supervisor's Signature: _____

Inspector's Signature: _____

Safety & Loss Control Coordinator Signature: _____

Shelby Energy Cooperative

Your Touchstone Energy® Partner

CONTRACTOR FIELD INSPECTION FORM

Inspector: Jason Ginn

Position: Safety + loss Control

Company: Shelby Energy

Address: 620 Old Finchville Rd Shelbyville Ky 40065

Phone #: 502-643-2778

Weather Conditions: Sunny 50°

Job Description: Changeing out a V-C-4P HOT

Date: 3-30-09

Time: 1:00

County: Trimble County

Location: Gills Ridge

Name of Contractor Observed: Elliot

Crew Members: Wally Shouse, David Gallager, Jim Burton, Jamie Kizer, Steve Terrill, Eric Polley

Energized Work Being Preformed: YES ✓ NO ____ Truck#'s ____

Overhead ✓ Underground ____ Voltage 7200

Job Briefing	Yes	No	N/A	If No--Corrective Action Taken
Conducted before job & Signed				
Job procedure covered				
Energy control procedure				
PPE used				
Job hazards				
Emergency procedures				
Special precautions				
Work Area Protection	**Yes**	**No**	**N/A**	**If No--Corrective Action Taken**
Appropriate work signs			✓	
Flagman required			✓	
Flag person used			✓	
Flag person properly equipped			✓	
Traffic cones in place	✓		✓	
Trucks Grounded	✓			
Truck Chocks Used	✓			
Personal Protective Grounds			✓	

PPE Being Used	Yes	No	N/A	If No--Corrective Action Taken
Hard hat	✓			
Safety glasses	✓			
Rubber gloves	✓			
Rubber sleeves	✓			
FR Clothing	✓			
Fall protection	✓			
Rubber Goods Inspections	**Yes**	**No**	**N/A**	**If No--Corrective Action Taken**
Gloves	✓			
Sleeves	✓			
Line hoses	✓			
Blankets	✓			
Miscelaneous Observations	**Yes**	**No**	**N/A**	**If No--Corrective Action Taken**
Shelby Energy Decals	✓			
In Place	✓			
Proper Clearances	✓			
Rolling Grounds in Place			✓	
Public Hazards Present			✓	

Notes/Comments: Crew Using All Coverup + Required PPE

Job Site Findings Discussed With Crew: YES ✓ NO _____

Corrective Actions Needed: Yes _____ No ✓

If Corrective Actions Taken Explain In Detail: _____

Line Supervisor's Signature: J Burt

Inspector's Signature: _____

Safety & Loss Control Coordinator Signature: _____

Shelby Energy Cooperative

Your Touchstone Energy® Partner

CONTRACTOR FIELD INSPECTION FORM

Inspector: Jason Ginn

Position: Safety & Loss Control

Company: Shelby Energy

Address: 620 Old Finchville Rd Shelbyville Ky 40065

Phone #: 502-643-2778

Weather Conditions: Cool Windy

Job Description: Change Out VA-1 top burned out

Date: 3-30-09

Time: 2:30

County: Trimble

Location: Abbott Ln

Name of Contractor Observed: Elliot

Crew Members: Josh Lakes, Chad, Brian Bingham

Energized Work Being Preformed: YES ____ NO ✓ Truck#'s ____

Overhead ✓ Underground ____ Voltage 7200

Job Briefing	Yes	No	N/A	If No--Corrective Action Taken
Conducted before job & Signed	✓			
Job procedure covered	✓			
Energy control procedure	✓			
PPE used	✓			
Job hazards	✓			
Emergency procedures	✓			
Special precautions	✓			
Work Area Protection	**Yes**	**No**	**N/A**	**If No--Corrective Action Taken**
Appropriate work signs			✓	
Flagman required			✓	
Flag person used			✓	
Flag person properly equipped			✓	
Traffic cones in place			✓	
Trucks Grounded	✓		✓	
Truck Chocks Used	✓			
Personal Protective Grounds	✓			

PPE Being Used	Yes	No	N/A	If No--Corrective Action Taken
Hard hat	✓			
Safety glasses	✓			
Rubber gloves	✓			
Rubber sleeves	✓			
FR Clothing	✓			
Fall protection			✓	
Rubber Goods Inspections	**Yes**	**No**	**N/A**	**If No--Corrective Action Taken**
Gloves	✓			
Sleeves	✓			
Line hoses	✓			
Blankets	✓			
Miscelaneous Observations	**Yes**	**No**	**N/A**	**If No--Corrective Action Taken**
Shelby Energy Decals	✓			
In Place				
Proper Clearances	✓			
Rolling Grounds in Place			✓	
Public Hazards Present			✓	

Notes/Comments: Used Bulldozer to Pull ~~Pole~~ Truck in Field
Working Safe

Job Site Findings Discussed With Crew: YES ✓ NO _____
Corrective Actions Needed: Yes _____ No ✓
If Corrective Actions Taken Explain In Detail: _____

Line Supervisor's Signature: _____

Inspector's Signature: _____

Safety & Loss Control Coordinator Signature: _____