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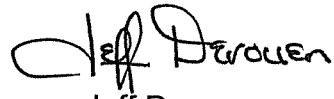
June 1, 2010

## PARTIES OF RECORD

Re: Case No. 2009-00410

Attached is a copy of the memorandum which is being filed in the record of the above-referenced case. If you have any comments you would like to make regarding the contents of the informal conference memorandum, please do so within five days of receipt of this letter. If you have any questions, please contact Richard Raff at 502-564-3940, Extension 263.

Sincerely,


  
Jeff Derouen  
Executive Director

RR:kar

Attachment

**INTER-AGENCY MEMORANDUM**  
**KENTUCKY PUBLIC SERVICE COMMISSION**

**TO:** Case File

**FROM:** Richard Raff, Assistant General Counsel 

**DATE:** May 28, 2010

**RE:** Case No. 2009-00410  
Shelby Energy

Pursuant to the request of Shelby Energy Cooperative Inc. ("Shelby Energy"), a Commission Staff Notice of Informal Conference was issued on April 23, 2010. Conference was held at the Commission's offices on April 29, 2010. A list of the attendees is attached hereto.

The purpose of the conference was to discuss all of the issues in Shelby Energy's rate case. Major issues discussed included storm damage expenses, retirement contributions, employee training, union contract, a depreciation study, and rate design. Shelby Energy agreed that a revenue requirement level of \$1,991,500 would be a reasonable level, and further agreed that performing a depreciation study in the future would be reasonable.

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

CASE NO. 2009-00410

APPLICATION OF SHELBY ENERGY COOPERATIVE, INC. FOR AN  
ADJUSTMENT OF RATES

SIGN IN

April 29, 2010

PERSON

REPRESENTING

RICHARD RAFF

PSC-LEGAL

Chris Whelan

PSC- Financial Analysis

Joni Adkins

Shelby

Drew Martin

Shelby Energy

Q. Thade

Shelby Energy

ELIE RUSSELL

PSC

Justin B. Powell

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Ron Handziak

PSC-FA

Daryl Newby

PSC - FA

JEFFREY SHAW

PSC-FA