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June 2, 2010

Mr. Jeff Derouen
Executive Director
Public Service Commission
211 Sower Boulevard
Frankfort, KY 40602

RECEIVED

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**PUBLIC SERVICE
COMMISSION**

Re: Case No. 2009-00489

Dear Mr. Derouen:

South Kentucky Rural Electric Cooperative Corporation (SKRECC) is requesting a five year waiver from the requirements of 807 KAR 5:041 Section 15 (3) and Section 16 during the installation of our Advance Metering Infrastructure System (AMI) which was approved in Case No. 2009-00489.

Section 15 (3) requires SKRECC to test metering equipment when removed from service for any cause. SKRECC is proposing to store all removed meters for a period of two years, compare the kWh usage from the removed meter with the kWh usage from the AMI meters and test those meters which show significant usage variations. The waiver of Section 15 (3) could result in savings of \$198,000 in additional meter testing cost.

SKRECC sample meter testing plan under Section 16 was approved in Case No. 8536. We are asking for a waiver from our plan as we install all new metering equipment and then resume the sample meter testing program after five years.

If further information is required, please let us know.

Sincerely,

A handwritten signature in black ink that reads 'Stephen Johnson'. The signature is written in a cursive, flowing style.

Stephen Johnson
VP of Finance
South Kentucky RECC