

FOR All Territory Served
Community, Town or City
 P.S.C. No. 5
 2nd Revised SHEET NO. 17
 CANCELLING P.S.C. NO. 5
 1st Revised SHEET NO. 17

Shelby Energy Cooperative, Inc.
Shelbyville, Kentucky

Name of Issuing Corporation

CLASSIFICATION OF SERVICE

LARGE INDUSTRIAL RATE - SCHEDULE B1

RATE
PER UNIT

AVAILABILITY:

Applicable to contracts with demands of 500 to 4,999 KW with a monthly energy usage equal to or greater than 400 hours per KW of contract demand.

MONTHLY RATE:

| | | |
|--|----------|-----|
| Consumer Charge | \$535.00 | |
| Demand Charge per KW of Contract Demand | \$5.39 | |
| Demand Charge per KW for Billing Demand in Excess of Contract Demand | \$7.82 | |
| Energy Charge per kWh | \$.02843 | (R) |

BILLING DEMAND:

The billing demand (kilowatt demand) shall be the contract demand plus any excess demand. Excess demand occurs when the consumer's peak demand during the current month exceeds the contract demand. The load center's peak demand is the highest average rate at which energy is used during any fifteen-minute interval in the below listed hours for each month and adjusted for power factor as provided herein:

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

MAY 01 1999

Hours Applicable for
Demand Billing - EST

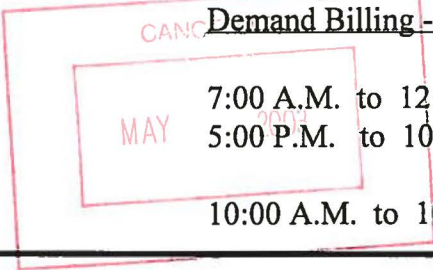
Months

October through April

7:00 A.M. to 12:00 Noon
5:00 P.M. to 10:00 P.M.

May through September

10:00 A.M. to 10:00 P.M.



DATE OF ISSUE: March 29, 1999

EFFECTIVE DATE: May 1, 1999

ISSUED BY: Dudley Bolton, Jr.
Name of Officer

President & CEO
Title

Shelbyville, KY 40065
Address

Issued by authority of an Order of the Public Service Commission of Kentucky in

Case No. 98-581

Dated March 22, 1999