

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

A MOTION TO AMEND ORDER OF)
DECEMBER 2, 1982 IN THIS CASE)
TO PERMIT EXECUTION OF NEW NOTE)
TO NATIONAL RURAL UTILITIES) CASE NO. 8726
COOPERATIVE FINANCE CORPORATION)
IN AMOUNT OF \$492,000.00 AT)
VARIABLE INTEREST RATE INSTEAD)
OF FIXED INTEREST RATE)

O R D E R

IT IS ORDERED that Bluegrass Rural Electric Cooperative Corporation ("Bluegrass") shall file an original and eight copies of the following information by March 27, 1984. If neither the requested information nor a motion for an extension of time is filed by the stated date, the motion may be denied.

1. Provide complete details regarding the estimated amount of the variable interest rate, including documentation of such rate from the National Rural Electric Cooperative Finance Corporation.

2. Provide complete details regarding the anticipated amount of savings that will be realized as a result of the conversion to a variable interest rate, including supporting computations.

3. Provide complete details regarding the amount of the conversion fee that will be charged to Bluegrass, including supporting computations.

4. Provide the following information concerning the proposed variable rate loan:

- a) the frequency with which the rate can change.
- b) the circumstances and conditions regarding the possible future reconversion to a fixed rate of interest.

5. Provide details regarding the presentation of the proposed conversion to the Bluegrass Board of Directors, including the minutes from the applicable meeting of the board, and the board's resolution approving the proposed conversion.

6. According to the application, it is felt that approval of the variable interest rate will be in the best interest of the cooperative. Provide a detailed description of the factors that were considered in making this determination, as well as an explanation of how these factors were evaluated. This information should include any cost of money or present value studies, etc. that have been performed.

Done at Frankfort, Kentucky, this 14th day of March, 1984.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:

Secretary