

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF GREEN RIVER ELECTRIC )  
CORPORATION (1) FOR AN ORDER PURSUANT TO )  
KRS 278.300 AND 807 KAR 5:001, SECTION 11 )  
AND RELATED SECTIONS, AUTHORIZING IT TO )  
ISSUE EVIDENCE OF INDEBTEDNESS TO BORROW )  
\$1,573,000 FROM THE NATIONAL BANK FOR ) CASE NO. 90-126  
COOPERATIVES, AND (2) FOR A CERTIFICATE )  
OF CONVENIENCE AND NECESSITY PURSUANT TO )  
KRS 278.020 (1) AND 807 KAR 5:001, )  
SECTION 9 AND RELATED SECTIONS, AUTHORIZ- )  
ING CERTAIN PROPOSED CONSTRUCTION AND )  
ASSOCIATED CAPITAL OUTLAY )

O R D E R

IT IS ORDERED that Green River Electric Corporation ("Green River") shall file an original and six copies of the following information with this Commission, with a copy to all parties of record within 7 days from the date of this Order. If the information cannot be provided by this date, you should submit a motion for an extension of time stating the reason a delay is necessary and include a date by which it will be furnished. Such motion will be considered by the Commission.

1. Provide an explanation of whether Green River will be able to meet its increased debt service requirements with the revenues generated by its existing rates.

2. Provide documentation which indicates that the loans have been approved by the Rural Electrification Administration ("REA") and the National Bank for Cooperatives ("CoBank").

3. Exhibit 4, pages 21 through 25, of the application contains a summary of expenditures for the 1990-91 Work Plan. Exhibit 5 of the application is a copy of the REA Form 740c, which details the cost estimates of the 1990-91 Work Plan. A comparison of these two schedules indicates a disagreement in the cost of the conversion and line changes (300 series). Provide a reconciliation of the costs for this component of the 1990-91 Work Plan.

4. In Exhibit 6, page 2, the testimony of John B. Warren, it is indicated that some of the projects in the Work Plan have either been constructed or are under construction.


a. Indicate when Green River began construction under the 1990-91 Work Plan.

b. Identify how much Green River has spent on the 1990-91 Work Plan, as of the date of the response to this Order.

c. If construction under the 1990-91 Work Plan has already begun, provide a detailed explanation as to why Green River did not seek a Certificate of Convenience and Necessity before the work began, as required under KRS 278.020.

Done at Frankfort, Kentucky, this 4th day of June, 1990.

PUBLIC SERVICE COMMISSION

  
For the Commission

ATTEST:

  
Executive Director