COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF GRAYSON RURAL)ELECTRIC COOPERATIVE)CORPORATION FOR AN ADJUSTMENT IN)RATES AND AN INCREASE IN RETAIL)ELECTRIC RATES EQUAL TO INCREASE)IN WHOLESALE POWER COSTS)

CASE NO. 2008-00254

<u>order</u>

On November 10, 2008, Grayson Rural Electric Cooperative Corporation ("Grayson") applied to the Commission for authority to adjust its rates. Having considered the proposed rate revision and being otherwise sufficiently advised, the Commission finds that further proceedings are necessary to determine its reasonableness.

IT IS HEREBY ORDERED that:

1. The procedural schedule set forth in Appendix A, which is attached hereto and incorporated herein, shall be followed.

2. a. Responses to requests for information shall be appropriately bound, tabbed, and indexed. Each response shall include the name of the witness responsible for responding to the questions related to the information provided, with copies to all parties of record and 7 copies to the Commission.

b. Each response shall be answered under oath or, for representatives of a public or private corporation or a partnership or an association or a governmental agency, be accompanied by a signed certification of the preparer or person supervising the preparation of the response on behalf of the entity that the response is true and accurate to the best of that person's knowledge, information, and belief formed after a reasonable inquiry.

c. A party shall make timely amendment to any prior responses if it obtains information which indicates that the response was incorrect when made or, though correct when made, is now incorrect in any material respect.

d. For any requests to which a party fails or refuses to furnish all or part of the requested information, that party shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.

3. Any party filing testimony shall file an original and 10 copies.

4. At any public hearing in this matter, neither opening statements nor summarization of direct testimony shall be permitted.

5. The Commission does not look favorably upon motions for continuance. Consequently, motions for extensions of time with respect to the schedule herein shall be made in writing and will be granted only upon a showing of good cause.

6. Nothing contained herein shall prevent the Commission from entering further Orders in this matter.

Done at Frankfort, Kentucky, this 9th day of December, 2008.

By the Commission

utive Director

Case No. 2008-00254

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2008-00254 DATED DECEMBER 9, 2008

All initial requests for information to Grayson shall be filed no later than12/23/2008
Grayson shall file responses to initial requests for information no later than01/08/2009
All supplemental requests for information to Grayson shall be filed no later than01/22/2009
Grayson shall file responses to supplemental requests for information no later than02/05/2009
Intervenor testimony, if any, in verified prepared form, shall be filed no later than02/19/2009
All requests for information to Intervenors shall be filed no later than03/05/2009
Intervenors shall file responses to requests for information no later than03/19/2009
Public hearing for the purpose of cross-examination of witnesses of Grayson and Intervenors to be scheduled

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