

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION OF THE)
APPLICATION OF THE FUEL)
ADJUSTMENT CLAUSE OF GRAYSON)
RURAL ELECTRIC COOPERATIVE) CASE NO. 2011-00257
CORPORATION FROM NOVEMBER 1,)
2010 THROUGH APRIL 30, 2011)

O R D E R

Pursuant to 807 KAR 5:056, the Commission, on August 23, 2011, established this case to review and evaluate the operation of the Fuel Adjustment Clause ("FAC") of Grayson Rural Electric Cooperative Corporation ("Grayson") for the six-month period that ended on April 30, 2011.

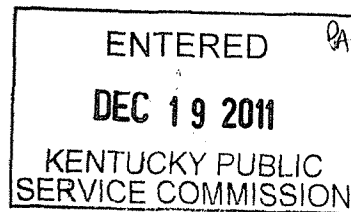
As part of this review, Grayson complied with the Commission's Order to submit certain information concerning its compliance with 807 KAR 5:056. The Commission further ordered that a public hearing be held in this case and indicated that, if no interested party notified the Commission of its intent to attend by October 14, 2011, the hearing would be cancelled and the matter would be considered submitted for decision based on the evidence in the record.

No individual or entity advised the Commission of their intent to attend the hearing by October 14, 2011. The public hearing was cancelled and the matter is considered submitted for decision based on the evidence in the record.

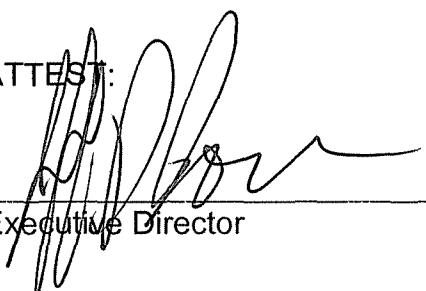
The Commission, having considered the evidence in the record and being otherwise sufficiently advised, finds no evidence that Grayson has improperly calculated or applied its FAC charge.

IT IS THEREFORE ORDERED that the charges and credits applied by Grayson through the FAC for the period November 1, 2010 through April 30, 2011 are approved.

By the Commission



ATTEST:



Executive Director

Carol Ann Fraley
President & CEO
Grayson R.E.C.C.
109 Bagby Park
Grayson, KY 41143