

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. 2011-00494
CORPORATION FROM MAY 1, 2011)
THROUGH OCTOBER 31, 2011)

O R D E R

Pursuant to 807 KAR 5:056, the Commission, on January 26, 2012, 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 October 31, 2011.

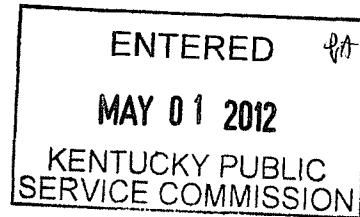
As part of this review, Grayson complied with the Commission's Order to submit certain information concerning its compliance with 807 KAR 5:056. The Commission further ordered that a public hearing be held in this case and indicated that, if no interested party notified the Commission of its intent to attend by March 6, 2012, 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 March 6, 2012. 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 May 1, 2011 through October 31, 2011 are approved.

By the Commission



ATTEST:

A handwritten signature in black ink, consisting of several loops and a long horizontal stroke at the end. It is written over a horizontal line.

Executive Director

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