

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF SOUTH KENTUCKY RURAL)
ELECTRIC COOPERATIVE CORPORATION) CASE NO. 2005-00450
FOR AN ADJUSTMENT OF RATES)

O R D E R

On August 7, 2006, South Kentucky Rural Electric Cooperative Corporation ("South Kentucky") filed a unanimous settlement agreement which, if accepted by the Commission, would resolve all the issues raised in this rate case.

Based on a preliminary review of the proposed settlement agreement, and being otherwise sufficiently advised, the Commission finds that the hearing which is now scheduled on August 15, 2006 should be continued generally to provide sufficient time to review and investigate the merits of the proposed settlement agreement. If the Commission subsequently determines that a hearing is necessary, it will be rescheduled at a later date.

IT IS THEREFORE ORDERED that the hearing scheduled on August 15, 2006 is continued generally.

Done at Frankfort, Kentucky, this 14th day of August, 2006.

By the Commission

ATTEST


Executive Director