Grayson Rural Electric Cooperative Corporation

109 Bagby Park • Grayson, KY 41143-1292 Telephone 606-474-5136 • 1-800-562-3532 • Fax 606-474-5862

MAY 29 2012
PUBLIC SERVICE

May 23, 2012

Mr. Jeff Derouen
Executive Director
Kentucky Public Service Commission
211 Sower Boulevard
P.O. Box 615
Frankfort, Kentucky 40602-0615

Re: PSC Case No. 2011-00407

Dear Mr. Derouen:

Please find attached Grayson Rural Electric's procedures and protocol to ensure the timely application for a Certificate of Public Convenience and Necessity ("CPCN") for its Construction Work Plans ("CWP").

Sincerely,

Carol Hall Fraley
President & CEO

Grayson Rural Electric, Grayson KY

<u>Procedure for getting a 4 year Construction Work Plan approved in a timely</u> manner

6 - 7 Months prior to new construction -

• Notify Commission of its intent to develop a new construction work plan

4 Months prior to construction-

- Send Commission of a draft summary of new planned construction projects
- Send schedule of anticipated approval dates by Grayson Board and Rural Utilities Service.

1 – 2 Months prior to constriction –

• File Construction Work Plan with the Commission

<u>Procedure for getting an applicable Annual Operating / Construction Budget</u> <u>Item approved in a timely manner</u>

October 1 of each year -

• Submit a draft of the project to the commission for consideration

January 1 of each year

• Submit a request for approval of the applicable item with Grayson's Board approval.