

**COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION**

**RECEIVED**

In the Matter of:

PETITION AND COMPLAINT OF GRAYSON )  
RURAL ELECTRIC COOPERATIVE CORPORATION )  
FOR AN ORDER AUTHORIZING PURCHASE OF )  
ELECTRIC POWER AT THE RATE OF SIX )  
CENTS PER KILOWATT HOUR UP TO 9.4 )  
MEGAWATTS OF POWER VS. A RATE IN )  
EXCESS OF SEVEN CENTS PER KILOWATT )  
HOUR PURCHASED FROM EAST KENTUCKY )  
POWER COOPERATIVE UNDER A WHOLESALE )  
POWER CONTRACT AS AMENDED BETWEEN )  
GRAYSON RURAL ELECTRIC COOPERATIVE )  
CORPORATION AND EAST KENTUCKY POWER )  
COOPERATIVE INC. )

**CASE NO.  
2012-00503**

SEP 11 2013  
PUBLIC SERVICE  
COMMISSION

**NOTICE OF AMENDMENT**

Notice is hereby given that Grayson Rural Electric Cooperative Corporation (hereinafter referred to as GRECC) hereby amends its petition filed herein as follows:

- a. Duke Energy Commercial Asset Management, Inc., is substituted in all respects in place of Magnum Drilling of Ohio, Inc.;
- b. The rate set forth in the Petition is amended to \$41.03/MWh;
- c. In all other respects the Complaint shall remain as is including all notices referred to therein.

In support of this notice GRECC states that its Magnum Drilling of Ohio, Inc., contract is no longer in effect and it has entered into a new arrangement with Duke Energy Commercial Asset Management, Inc., as evidenced by the attached Exhibit 1.

RESPECTFULLY SUBMITTED,

W. JEFFREY SCOTT, P.S.C.

BY: 

W. JEFFREY SCOTT  
ATTORNEY FOR GRECC  
311 WEST MAIN STREET  
P.O. BOX 608  
GRAYSON, KY 41143  
(606) 474-5194

This is to certify that the foregoing document has been served upon the parties by mailing a true and correct copy of same to:

Hon. James M. Crawford  
Counsel for Fleming-Mason & Owen Rural Electric  
P.O. Box 353  
Carrollton, KY 401008

Hon. David S. Samford  
GOSS SAMFORD, PLLC  
2365 Harrodsburg Road, **Suite B 325**  
Lexington, KY 40504

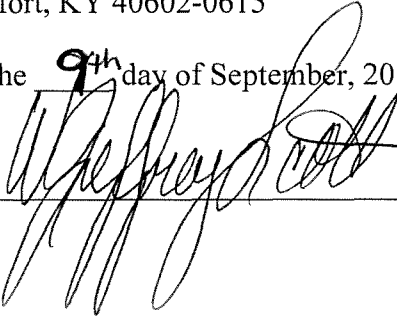
Hon. Clayton O. Oswald  
Taylor, Keller, & Oswald  
P.O. Box 3440  
1306 West 5<sup>th</sup> Street, Suite 100  
London, KY 40743-00344

Hon. Don Prather  
Mathis Riggs & Prather, PSC  
500 Main Street, Suite 5  
Shelbyville, KY 40065

This is to further certify that the original of this Document has been forwarded to the Kentucky Service Commission as follows:

Kentucky Public Service Commission  
211 Sower Blvd.  
Frankfort, KY 40602-0615

This the <sup>9<sup>th</sup></sup> day of September, 2013.



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### Draft Terms and Conditions

Seller:	Duke Energy Commercial Asset Management, Inc.
Buyer:	EnerVision
Product:	Firm Block Energy for either 5x16, 7x16, or 7x24
Delivery Point:	PJM AD Hub Real Time
Term:	5 years at pricing indicated beginning April 1, 2015; optional start date of January 1, 2014 with mutually agreed upon pricing TBD; right to extend for three additional 5 year terms (at prices to be mutually agreed upon)
Quantity:	10 MW
Price:	5x16 \$46.25/MWh 7x16 \$44.91/MWh 7x24 \$41.03/MWh
Other:	Ancillary Services, PJM fees etc, to be passed through at actual cost
Additional Term:	Buyer and Seller each acknowledge and agree that this product is solely for Energy and Seller is not selling capacity, capacity credits or other similar products to Buyer.
Subject To:	Credit terms and authorized management approval. Pricing is indicative and is subject to change as market conditions change. Implementation of this proposal is subject to the negotiation, preparation, and execution of a definitive agreement.

*This Proposal is intended to serve as a basic statement of the current intentions of the parties in connection with the arrangements contemplated within. Prices indicated are subject to current market prices and subject to change as the market conditions change. This letter is not to be construed as a complete integration of any agreement and does not constitute a binding agreement by either party. This letter simply expresses a good faith intention to proceed with discussions and investigation of possible business arrangements between both parties. Prices in this draft are indicative and not transactable.*

