

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

**RECEIVED**

OCT 2 2013

In the Matter of:

PUBLIC SERVICE  
COMMISSION

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

**NOTICE OF FILING OF ADDITIONAL PROOF OF NOTICE**

Comes now Grayson Rural Electric Cooperative Corporation, Petitioner herein, and hereby gives notice of the filing of its additional proof of Notice having been mailed to the President and CEO of East Kentucky Power Cooperative, Anthony "Tony" Campbell, by Carol Ann Fraley, President and CEO of Grayson Rural Electric Cooperative Corporation on September 27, 2013. A copy of said document that was placed in the regular mail to Mr. Campbell is attached hereto.

RESPECTFULLY SUBMITTED,

W. JEFFREY SCOTT, PSC

BY: \_\_\_\_\_

W. JEFFREY SCOTT  
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. Mark David Goss  
Hon. David S. Samford  
GOSS SAMFORD, PLLC  
2365 Harrodsburg Road, Suite B 325  
Lexington, KY 40504

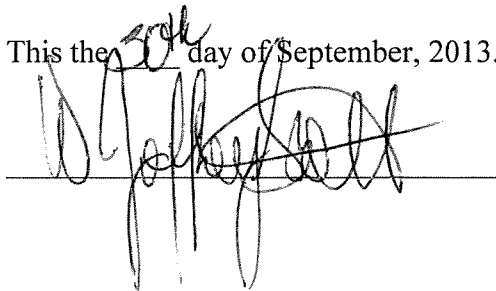
Hon. Clayton O. Oswald  
Taylor, Keller & Oswald  
P.O. Box 3440  
1306 West 5<sup>th</sup> Street, Suite 100  
London, KY 40743-00344

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 30<sup>th</sup> day of September, 2013.



A handwritten signature in black ink is written over a horizontal line. The signature is cursive and appears to be "W. J. [unclear]".

# Grayson Rural Electric Cooperative Corporation

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

September 26, 2013

East Kentucky Power Cooperative, Inc.  
4775 Lexington Road  
P.O. Box 707  
Winchester, KY 40392-0707  
**ATTN: ANTHONY "TONY" CAMPBELL**  
President & CEO of East Kentucky Power Cooperative, Inc.

Dear Mr. Campbell:

Please be advised that Grayson Rural Electric Cooperative Corporation believes it has complied with the notice provisions set forth in the Amendment to the Wholesale Power Contract between it and East Kentucky Power Cooperative, Inc., dated November 21, 2003. This Amendment is known as Amendment No. 3 to the Wholesale Power Contract.

These notices heretofore sent were done in June and August of 2012 and again in January of 2013.

Earlier this month, Grayson Rural Electric through its legal counsel, forwarded to your legal counsel a notice of the fact that Grayson Rural Electric had entered into an arrangement with Duke Energy to receive power from Duke Energy under the framework of Amendment 3 to the Wholesale Power Contract. That notice sent out September 9<sup>th</sup> referred to the previous notices set forth hereinabove.

Grayson Rural Electric believes that East Kentucky Power Cooperative, Inc., has therefore been placed on proper notice to apprise it of the intention of Grayson Rural Electric Cooperative Corporation to act under the provisions of Amendment 3 to the Wholesale Power Contract.

Nevertheless, your legal counsel has contacted the legal counsel of Grayson Rural Electric and advised that legal counsel of East Kentucky Power Cooperative was not authorized to receive notices under the provisions of Amendment 3 to the Wholesale Power Contract.

Grayson Rural Electric Cooperative Corporation, all of the foregoing notwithstanding, hereby gives notice to East Kentucky Power Cooperative, Inc., that Grayson Rural Electric Cooperative Corporation will receive electric power from Duke Energy in an amount not to exceed 15% of the

East Kentucky Power Cooperative, Inc.  
ATTN: ANTHONY "TONY" CAMPBELL  
September 26, 2013  
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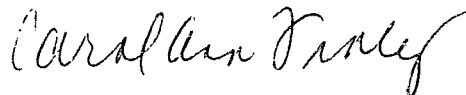
rolling average of its coincident peak demand for the single calendar month with the highest average peak demand occurring during each of the three, twelve months immediately preceding this election.

Grayson Rural Electric Cooperative Corporation believes that this notice is simply a supplement to the earlier notices referred to hereinabove but at the very least we wanted to make you aware of the election of Grayson Rural Electric Cooperative Corporation under Amendment 3 to the Wholesale Power Contract since it appears that your attorney may not have advised you of the earlier sent notice.

The election to which this notice and earlier notices apply is the load of Grayson Rural Electric Cooperative Corporation in the aggregate not exceeding the 15% rolling average referred to hereinabove.

Grayson Rural Electric Cooperative Corporation appreciates the action of East Kentucky Power Cooperative, Inc. in undertaking its obligations under Amendment 3 to the Wholesale Power Contract and will look forward to a continued effective relationship in this regard.

Sincerely,



Carol Ann Fraley  
President & CEO  
Grayson Rural Electric  
Cooperative Corporation

CAF/smm