Steven L. Beshear Governor

Leonard K. Peters Secretary Energy and Environment Cabinet



Commonwealth of Kentucky
Public Service Commission

211 Sower Blvd. P.O. Box 615 Frankfort, Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460 psc.ky.gov David L. Armstrong Chairman

> James Gardner Vice-Chairman

John W. Clay Commissioner

Paul D. Adams
December 9, 2008
Office of the Attorney General Utility & Rate Intervention Division
1024 Capital Center Drive
Suite 200
Frankfort, KY 40601-8204

RE: Case No. 2008-00254

We enclose one attested copy of the Commission's Order in the above case.

Sincerely,

Stephanie Stumbo Executive Director

SS/tw Enclosure



Steven L. Beshear Governor

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

Leonard K. Peters Secretary Energy and Environment Cabinet



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December 9, 2008

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John W. Clay Commissioner

Honorable W. Jeffrey Scott Attorney At Law P.O. Box 608 311 West Main Street Grayson, KY 41143

RE: Case No. 2008-00254

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Sincerely,

Stephanie Stumbo Executive Director

SS/tw Enclosure



COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

| APPLICATION OF GRAYSON RURAL |) |
|----------------------------------|--------------|
| ELECTRIC COOPERATIVE |) |
| CORPORATION FOR AN ADJUSTMENT IN |) CASE NO. |
| RATES AND AN INCREASE IN RETAIL |) 2008-00254 |
| ELECTRIC RATES EQUAL TO INCREASE |) |
| IN WHOLESALE POWER COSTS |) |

ORDER

On November 10, 2008, Grayson Rural Electric Cooperative Corporation ("Grayson") applied to the Commission for authority to adjust its rates. Having considered the proposed rate revision and being otherwise sufficiently advised, the Commission finds that further proceedings are necessary to determine its reasonableness.

IT IS HEREBY ORDERED that:

- 1. The procedural schedule set forth in Appendix A, which is attached hereto and incorporated herein, shall be followed.
- 2. a. Responses to requests for information shall be appropriately bound, tabbed, and indexed. Each response shall include the name of the witness responsible for responding to the questions related to the information provided, with copies to all parties of record and 7 copies to the Commission.
- b. Each response shall be answered under oath or, for representatives of a public or private corporation or a partnership or an association or a governmental agency, be accompanied by a signed certification of the preparer or

person supervising the preparation of the response on behalf of the entity that the response is true and accurate to the best of that person's knowledge, information, and belief formed after a reasonable inquiry.

- c. A party shall make timely amendment to any prior responses if it obtains information which indicates that the response was incorrect when made or, though correct when made, is now incorrect in any material respect.
- d. For any requests to which a party fails or refuses to furnish all or part of the requested information, that party shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.
 - 3. Any party filing testimony shall file an original and 10 copies.
- 4. At any public hearing in this matter, neither opening statements nor summarization of direct testimony shall be permitted.
- 5. The Commission does not look favorably upon motions for continuance. Consequently, motions for extensions of time with respect to the schedule herein shall be made in writing and will be granted only upon a showing of good cause.
- 6. Nothing contained herein shall prevent the Commission from entering further Orders in this matter.

Done at Frankfort, Kentucky, this 9th day of December, 2008.

By the Commission

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2008-00254 DATED DECEMBER 9, 2008

| All initial requests for information to Grayson shall be filed no later than | 12/23/2008 |
|---|-------------|
| Grayson shall file responses to initial requests for information no later than | .01/08/2009 |
| All supplemental requests for information to Grayson shall be filed no later than | .01/22/2009 |
| Grayson shall file responses to supplemental requests for information no later than | .02/05/2009 |
| Intervenor testimony, if any, in verified prepared form, shall be filed no later than | .02/19/2009 |
| All requests for information to Intervenors shall be filed no later than | 03/05/2009 |
| Intervenors shall file responses to requests for information no later than | .03/19/2009 |
| Public hearing for the purpose of cross-examination of witnesses of Grayson and Intervenors to be | e scheduled |