

BEFORE THE ENERGY REGULATORY COMMISSION OF KENTUCKY

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IN THE MATTER OF)
)
APPLICATION OF GREEN RIVER ELECTRIC)
CORPORATION (1) FOR AN ORDER PURSUANT)
TO KRS 278.300 and 807 KAR 1:010,)
SECTION 10, AUTHORIZING IT TO BORROW)
\$3,415,000 FROM THE UNITED STATES OF)
AMERICA AND \$1,464,000 FROM THE LOUIS-)
VILLE BANK FOR COOPERATIVES, AND (2))
FOR A CERTIFICATE OF CONVENIENCE AND)
NECESSITY PURSUANT TO KRS 278.020 (1))
AND 807 KAR 1:010, SECTION 8 (2))
AUTHORIZING CERTAIN PROPOSED CONSTRUC-)
TION AND ASSOCIATED CAPITAL OUTLAY)

CASE NO. 7325

ORDER

This matter is before the Commission on the motion of Green River Electric Corporation (Green River) for approval of a change in use of a portion of the proceeds of a loan previously approved by this Commission on February 28, 1979, and to amend the certificate of convenience and necessity then issued to include the new purpose for which those loan funds and additional sums will be used. Green River is seeking to use \$750,000 of the originally-approved loan funds and an additional \$500,000 to be financed through its 1980-1981 work plan loan to construct a microwave communication system. That system is designed to replace certain existing communications lines and to provide a means by which Green River may more fully utilize its load management equipment and other radio communications equipment. The details of these improvements and additions are more specifically described in the motion and the record.

This matter was originally set for hearing on March 25, 1980, but was rescheduled to March 27, 1980, at 10:00 a.m. Eastern Standard Time, in the Commission's offices at Frankfort, Kentucky.

At the hearing all parties of interest were allowed to be heard.

There were no intervenors and no protests entered.

1. That the public convenience and necessity require that such construction as is proposed in the application and record be performed, and that a certificate of public convenience and necessity should be granted approving that construction.

2. The Commission further finds that the proposed borrowing is for a lawful object within the corporate purposes of the utility, is necessary and appropriate for and consistent with the proper performance by the utility of its service to the public, and will not impair its ability to perform that service and is reasonably necessary and appropriate for such purpose.

IT IS THEREFORE ORDERED that Green River be and it is hereby granted an amendment to the certificate of public convenience and necessity previously granted to proceed with the construction as set forth in the application and record.

IT IS FURTHER ORDERED that Green River be and is hereby authorized to change the use of \$750,000 of the principal amount of the loans previously approved in this matter for the purpose of financing a portion of such construction.

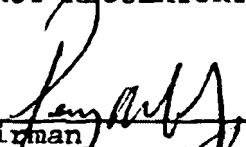
IT IS FURTHER ORDERED that the proceeds from the proposed borrowings shall be used only for the lawful objects as set out in the application and record.

Nothing herein contained shall be deemed a warranty or finding of value of securities or financing authorized herein on the part of the Commonwealth of Kentucky or any agency thereof.

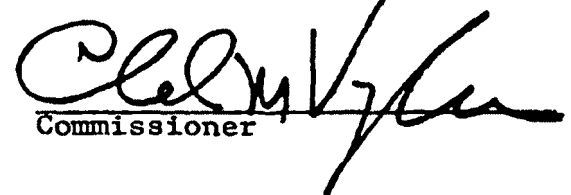
Done at Frankfort, Kentucky, this 11th day of April, 1980.
1980.

Done at Frankfort, Kentucky, this 11th day of April, 1980.

ENERGY REGULATORY COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Secretary