

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE REQUEST OF GRAYSON RURAL)
ELECTRIC COOPERATIVE CORPORATION)
FOR A DEVIATION FROM ITS 1988) CASE NO. 94-392
SETTLEMENT AGREEMENT)

O R D E R

The Commission, on its own motion, HEREBY ORDERS that:

1. A public hearing shall be held on June 14, 1995 at 10:00 a.m., Eastern Daylight Time, in Hearing Room 1 at the Commission's offices, 730 Schenkel Lane, Frankfort, Kentucky.

2. Grayson Rural Electric Cooperative Corporation ("Grayson") shall appear with counsel at the public hearing and present testimony on its financial condition to support its request for a deviation from the 1988 Settlement Agreements.

3. Grayson shall file, within 15 days from the date of this Order, the original and six copies of the information requested in Appendix A, attached to this Order. All responses shall include the name of the witness who will be responsible for responding to questions related to the information.

Done at Frankfort, Kentucky, this 22nd day of May, 1995.

ATTEST:

Don Mills
Executive Director

PUBLIC SERVICE COMMISSION


For the Commission

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION
IN CASE NO. 94-392 DATED MAY 22, 1995.

INFORMATION REQUEST

1. Provide Grayson's monthly income statement and balance sheet (REA Form 7) for the month of April 1995.
2. Indicate the amount of funds available and loan status as of April 30, 1995 for:
 - a. Unadvanced Rural Utilities Service ("RUS") and National Rural Utilities Cooperative Finance Corporation ("CFC") loans.
 - b. RUS and CFC loans in process.
 - c. Short-term line of credit.
3. Prepare a schedule of all capital credit retirements made pursuant to the 1988 Settlement Agreements showing: the month and year the retirement was made; the amount retired; and a calculation of Grayson's Current Ratio, as defined by RUS, before and after each retirement.
4. Prepare a schedule showing Grayson's Current Ratio, as defined by RUS, for each month from August 1994 through and including April 1995.