

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF CLARK RURAL )  
ELECTRIC COOPERATIVE CORPORATION OF )  
WINCHESTER, KENTUCKY, FOR AN ORDER ) CASE NO.  
AUTHORIZING FINANCING ACCORDING TO THE ) 95-067  
COOPERATIVE'S TWO YEAR WORK PLAN )

O R D E R

IT IS ORDERED that Clark Rural Electric Cooperative Corporation ("Clark") shall file the original and eight copies of the following information with the Commission with a copy to all parties of record within 7 days from the date of this Order.

1. Explain whether Clark will be able to meet its increased debt service requirements with the revenues generated by its existing rates.

2. Explain how Clark's current revenues are sufficient to cover the additional operating expenses it expects to incur related to the work plan.

3. Provide a copy of the Long Range Financial Forecast filed with Rural Utilities Service ("RUS") to support the proposed financing.

4. Discuss the interest rate options currently available through National Rural Utilities Cooperative Finance Corporation ("CFC") and provide copies of documents from CFC describing them.

5. Discuss the current status of the RUS loan program and explain the impact the changes have had on the current loan application of Clark. Include copies of any notices or

correspondence received from RUS concerning the changes in the loan program.

6. If the advance of funds from this proposed loan was to be made by the date of the response to this Order, explain which loan program Clark would select and how Clark determined that this was the best option. Include with this explanation the results of any economic studies or analysis used by Clark in making the loan program selection.

7. Concerning the purchase of the CFC Capital Term Certificate ("Certificate"), provide the following information:

a. The calculations which support the rate for and the amount of Certificate purchases for the proposed loan.

b. Indicate which option Clark plans to use in the purchase of the required Certificate and explain the reason for the selection of this option.

8. Provide a copy of the mortgage agreement with CFC noting the differences between the current agreement and the previous mortgage agreement; or if the mortgage agreement has not changed, so indicate and reference the last case in which the current mortgage agreement was filed.

9. Concerning the actual work performed under the 1994-1995 Work Plan, provide the following information:

a. Indicate when Clark began construction under the 1994-1995 Work Plan.

b. Identify how much Clark has spent on the 1994-1995 Work Plan, as of the date of its response to this Order.

10. Provide a copy of RUS Form 740c filed in connection with the loan application made with RUS.

Done at Frankfort, Kentucky this 10th day of March, 1995.

PUBLIC SERVICE COMMISSION

  
By the Commission

ATTEST:

  
Don Mills  
Executive Director