

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF EAST KENTUCKY POWER)	
COOPERATIVE, INC. FOR THE APPROVAL OF)	CASE NO.
FINANCING IN THE AMOUNT OF APPROXIMATELY)	95-135
\$6,734,000 FOR TRANSMISSION FACILITIES)	
AND SYSTEM IMPROVEMENTS)	

O R D E R

IT IS ORDERED that East Kentucky Power Cooperative, Inc. ("East Kentucky") 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. Provide a signed copy of the board of directors' resolution authorizing East Kentucky to borrow the funds.
2. Provide the loan approval received from CFC. The approval must clearly state that the loan has been approved.
3. Refer to Exhibit E, page 1 of 2, of the application and Item 12 of the Commission's April 20, 1995 Order. The documentation in Exhibit E states that "no LCTC is required for this loan." The response to Item 12 in Section B of Form 740c shows \$137,429 of LCTC's. Explain the discrepancy.
4. Concerning the purchase of the CFC Capital Term Certificate ("Certificate"), provide the following information:
 - a. The calculations which support the rate and the amount of Certificate purchases for the proposed loan.

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

5. Section B Item 2 of RUS Form 740c indicates that East Kentucky will provide \$3,369,450 in General Funds and \$6,880,973 in Loan Funds.

a. How did East Kentucky determine that it should utilize \$3,369,450 in General Funds?

b. Provide the source of the Loan Funds in the amount of \$6,880,973 and explain why East Kentucky is not seeking approval of these financings.

Done at Frankfort, Kentucky, this 17th day of May, 1995.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:



Executive Director