

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION BY THE PUBLIC SERVICE)
COMMISSION OF THE APPLICATION OF THE)
FUEL ADJUSTMENT CLAUSE OF FARMERS) CASE NO. 96-530-B
RURAL ELECTRIC COOPERATIVE)
CORPORATION FROM MAY 1, 1997)
TO OCTOBER 31, 1997)

O R D E R


Pursuant to 807 KAR 5:056, Section 1(11), IT IS HEREBY ORDERED that:


1. A public hearing shall be held on February 19, 1998 at 9:00 a.m., Eastern Standard Time, at the Commission's offices in Frankfort, Kentucky, to examine the application of the fuel adjustment clause of Farmers Rural Electric Cooperative Corporation ("Farmers") from May 1, 1997 through October 31, 1997. If no interested party files written notice of its intent to attend this hearing with the Commission by February 16, 1998, this public hearing shall be cancelled.
2. Farmers shall file with the Commission on or before January 9, 1998 an affidavit attesting to its compliance or noncompliance with the requirements of 807 KAR 5:056.
3. Farmers shall publish the following notice not less than 7 days nor more than 21 days prior to the public hearing in a newspaper of general circulation in its service areas or in a trade publication or newsletter going to all customers:

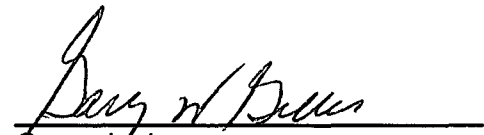
A public hearing will be held on Thursday, February 19, 1998, at 9:00 a.m., Eastern Standard Time, at the offices of the Kentucky Public Service Commission, 730 Schenkel Lane, Frankfort, Kentucky, to examine the application of the fuel adjustment clause of Farmers Rural Electric Cooperative Corporation for the period May 1, 1997 through October 31, 1997. Individuals interested in attending this hearing shall notify the Public Service Commission in writing of their intent to attend no later than February 16, 1998. If no notices of intent to attend are received by that date, this hearing will be cancelled. Written notice of intent to attend this hearing should be sent to: Helen C. Helton, Executive Director, Kentucky Public Service Commission, P.O. Box 615, Frankfort, Kentucky 40602.

Done at Frankfort, Kentucky, this 11th day of December, 1997.

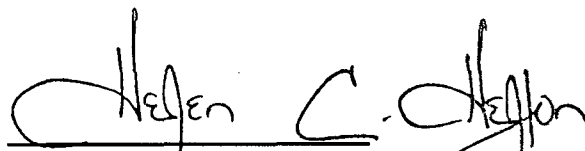
PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director