

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF HENDERSON UNION)
ELECTRIC COOPERATIVE CORPORATION) CASE NO.
FOR A DECREASE IN EXISTING RATES AND) 97-220
FOR APPROVAL OF CONTRACTS)

O R D E R

IT IS ORDERED that Henderson Union Electric Cooperative Corporation ("Henderson Union") shall file the original and 8 copies of the following information with the Commission by December 31, 1997 with a copy to all parties of record. Each copy of the information requested should be placed in a bound volume with each item tabbed. When a number of sheets are required for an item, each sheet should be appropriately indexed, for example, Item 1(a), Sheet 2 of 6. Include with each response the name of the witness who will be responsible for responding to questions relating to the information provided. Careful attention should be given to copied material to ensure its legibility. Where the requested information has been provided along with the original application, in the format requested herein, reference may be made to the specific location of that information in responding to this Order.

1. Refer to Henderson Union's Response to the First Information Request of the Attorney General ("AG"), Item 69a. Provide the following payroll information for each employee:

a. The actual regular hours worked during the test year.

- b. The actual overtime hours worked during the test year.
- c. The test-year-end wage rate and the January 1, 1997 wage rate for each employee and the date of the last increase.
- d. A calculation of the percent of the increase granted during the test year.

Henderson Union's response shall identify all employees as either salaried or hourly, and also as either full-time, part-time, or temporary. Employee numbers or other identifiers may be used instead of employee names. Include an explanation of how the overtime pay rate is determined. All employees terminated during the test year shall be identified (along with the month in which the termination occurred), as well as those employees who replaced terminated employees or were otherwise added to the payroll during the test year.

2. a. (1) Provide the base wages and salaries used to calculate payroll taxes.

(2) Explain how the base wages and salaries were determined.

b. Provide the payroll tax rates in effect at test-year-end.

3. Refer to Henderson Union's Response to the First Information Request of the Attorney General ("AG"), Item 81. Other than Account Number 417, Revenues from Nonutility Operations, and Account Number 417.1, Expenses of Nonutility Operations, what other expenditures for subsidiaries or affiliates, if any, are reported in Henderson Union's test year Income Statement?

4. Refer to Henderson Union's Response to the First Information Request of the Attorney General ("AG"), Item 93.

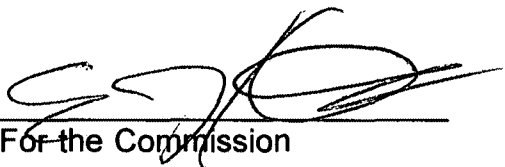
a. Explain why outside services employed increased 82 percent from 1994 to 1995.

b. Explain why outside services employed increased 18 percent from 1995 to 1996.

5. Refer to Henderson Union's Response to the First Information Request of the Attorney General ("AG") Item 93. Explain the payment of \$41,235 to Big Rivers in 1995.

Done at Frankfort, Kentucky, this 10th day of December, 1997.

PUBLIC SERVICE COMMISSION



For the Commission

ATTEST:



Executive Director