

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of

THE APPLICATION OF SALT RIVER RURAL)
ELECTRIC COOPERATIVE CORPORATION FOR)
AN ORDER AUTHORIZING SAID CORPORATION)
TO BORROW TWO MILLION THREE HUNDRED)
FORTY-SEVEN THOUSAND DOLLARS (\$2,347,000))
FROM THE UNITED STATES OF AMERICA AND TO)
EXECUTE A NOTE FOR SAID SUM TO THE)
UNITED STATES OF AMERICA, AND TO BORROW)
ONE MILLION SIX THOUSAND DOLLARS)
(\$1,006,000) FROM THE LOUISVILLE BANK)
FOR COOPERATIVES AND TO EXECUTE A NOTE)
FOR SAID SUM TO THE LOUISVILLE BANK)
FOR COOPERATIVES, SAID NOTES TO BE ISSUED)
UNDER AND SECURED BY A MORTGAGE TO BE)
EXECUTED BY THE CORPORATION AND)
DELIVERED TO THE UNITED STATES OF AMERICA)
AND THE LOUISVILLE BANK FOR COOPERATIVES,)
THE PROCEEDS TO BE USED IN THE BUILDING)
AND ERECTING OF SIXTY-SEVEN AND ONE AND)
ONE-HALF TENTHS (67.15) MILES OF)
DISTRIBUTION LINES IN BULLITT, MARION,)
NELSON, SPENCER AND WASHINGTON COUNTIES)
IN KENTUCKY AND ADDITIONAL HEADQUARTERS)
FACILITIES IN NELSON AND BULLITT COUNTIES)
IN KENTUCKY.)

CASE NO. 8686

O R D E R

IT IS ORDERED that Salt River Rural Electric Cooperative Corporation ("Salt River") shall file an original and eight copies of the following information with the Commission and one copy to each party of record by November 30, 1982. If neither the requested information nor a motion for an extension of time is filed by the stated date, the case will be dismissed.

Salt River shall furnish with each response the name of the witness who will be available to respond to questions concerning the area of information requested if the Commission should decide to hold a public hearing on the application.

1. An estimated statement of operations of the twelve month period after the proposed facilities are completed. Explain all underlying assumptions and calculations used in the projections and submit all workpapers used in determining the analysis.

2. Copies of trust deeds or mortgages, if any, unless they have already been filed with the Commission, in which case reference should be made, by style and case number to the proceeding in which the trust deeds or mortgages have been filed.

3. Do you foresee or anticipate that this additional indebtedness will necessitate an increase in your rates?

4. Provide an amortization schedule of the proposed plan.

5. Provide details of any studies performed to determine whether these borrowings will necessitate an increase in your rates?

6. Is any of the proposed construction and expenditures of money related to the cooperatives last construction and loan? If so, identify the uncompleted work and the amount of the loan which will be used to complete that work. Include an explanation of any overruns.

7. Will the work be done in-house by your own employees or will it be contracted out? If by contract, provide the names of the firms who will construct these facilities.

8. Furnish copies of REA Form 740C which show cost estimates of work to be performed with the funds from these borrowings.

9. Will Salt River be required to purchase any capital term certificates from the Louisville Bank for Cooperatives ("LBC") if the loan is granted by LBC?

10. Furnish a detailed description, and why they are needed at this time, of the proposed new branch office, warehouse and warehousing facilities. Include information such as size, type of construction, architectural plans, etc.

11. What will be the rate of interest and the time length of each loan.

Done at Frankfort, Kentucky, this 15th day of November, 1982.


For the Commission

ATTEST:

Secretary