

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF OWEN ELECTRIC)	
COOPERATIVE, INC. FOR AN ORDER)	
PURSUANT TO KRS 278.300 AND 807 KAR)	
5:001, SECTION 11 AND RELATED SECTIONS,)	
AUTHORIZING THE COOPERATIVE TO)	CASE NO.
OBTAIN A LOAN UNDER THE RUS/COBANK)	2009-00010
CO-LENDING PROGRAM NOT TO EXCEED)	
\$28,083,000 AT ANY ONE TIME FROM RURAL)	
UTILITY SERVICE AND COBANK)	

ORDER

Owen Electric Cooperative Inc. ("Owen") submitted its application seeking Commission approval to obtain a loan under the Rural Utilities Services/CoBank Co-Lending¹ program not to exceed \$28,083,000. It intends to use the proceeds from the loan to fund its current construction work plan.²

KRS 278.020(4) requires the Commission to render a decision regarding a utility's request to issue securities or to obtain financing within 60 days, unless it is necessary for good cause to continue the application for a longer time. The Commission has concerns regarding Owen's 2008-2009 construction work plan that need to be addressed prior to issuing a decision regarding Owen's proposed CoBank

¹ Per KRS 278.300(10), the \$7,000,000 CoBank loan is the only debt that requires prior Commission authorization.

² February 9, 2009 filing.

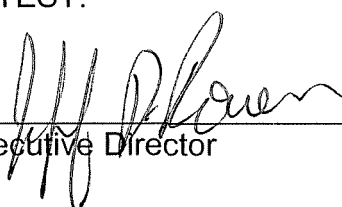
loan. For this reason, the Commission finds that good cause exists to continue the application for approval of financing for a period longer than 60 days.

IT IS THEREFORE ORDERED that Owen's application for approval of its financing is continued beyond the 60-day period.

By the Commission

ENTERED
APR 06 2009 *M*
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:



Executive Director

Mark Stallons
President
Owen Electric Cooperative, Inc.
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