

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 THOUSAND DOLLARS (\$2,300,000) FROM THE)
CO-BANK NATIONAL BANK FOR COOPERATIVES; AND TO)
EXECUTE A NOTE FOR SAID SUM TO THE CO-BANK)
NATIONAL BANK FOR COOPERATIVES, SAID NOTE TO BE)
EXECUTED BY THE CORPORATION AND DELIVERED TO THE)
CO-BANK NATIONAL BANK FOR COOPERATIVES, AND TO)
BORROW FIVE MILLION, THREE HUNDRED AND SIXTY-SIX)
THOUSAND DOLLARS (\$5,366,000) FROM UNITED STATES)
OF AMERICA, SAID NOTE TO BE ISSUED UNDER AND)
SECURED BY A MORTGAGE TO BE EXECUTED BY THE) CASE NO. 91-427
CORPORATION AND DELIVERED TO UNITED STATES OF)
AMERICA; THE PROCEEDS TO BE USED IN THE BUILDING)
AND ERECTING OF SIXTY-EIGHT AND FIFTY HUNDREDTHS)
(68.50) MILES OF DISTRIBUTION LINES AND UPGRADING)
THIRTY-SIX AND EIGHTY HUNDREDTHS (36.80) MILES OF)
DISTRIBUTION LINE IN BULLITT, MARION, NELSON,)
SPENCER, WASHINGTON, JEFFERSON, SHELBY, ANDERSON,)
MERCER AND LARUE COUNTIES IN KENTUCKY AND TO)
GRANT THE APPLICANT A CERTIFICATE OF PUBLIC)
CONVENIENCE AND NECESSITY THEREFORE)

O R D E R

IT IS ORDERED that Salt River Rural Electric Cooperative Corporation ("Salt River") shall file an original and six copies of the following information with this Commission, with a copy to all parties of record within 7 days from the date of this Order. If the information cannot be provided by this date, Salt River should submit a motion for an extension of time stating the reason a delay is necessary and include a date by which it will be furnished. Such motion will be considered by the Commission.

1. Concerning Salt River's response to Item 2 of the Commission's February 19, 1992 Order, provide the debt service requirements information requested broken down between the interest and principal payments made to both the Rural Electrification Administration ("REA") and the National Bank for Cooperatives ("CoBank") using the most current CoBank variable and one year fixed interest rate.

2. Provide the most current interest rates available from CoBank under the variable interest rate options.

3. Provide an analysis of the estimated impact that the additional revenues resulting from the construction in the 2-year Work Plan will have on the ability of Salt River to meet the additional debt service requirements of the new financing.

4. Concerning Salt River's response to Item 6 of the Commission's February 19, 1992 Order, provide all documents provided by CoBank that describe the terms and conditions of the various financing programs available. This should include, but not be limited to, information such as conditions necessary to change interest rate options, repricing procedures, etc.

Done at Frankfort, Kentucky, this 16th day of March, 1992.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:


Executive Director