

BEFORE THE NEBRASKA PUBLIC SERVICE COMMISSION

In the Matter of application of)	Application No. C-769
K & M Telephone Co., Inc., Chambers,))	
Nebraska to borrow from the United)	GRANTED
States of America, through the Rural)	
Electrification Administration.)	Entered: May 16, 1989

BY THE COMMISSION:

OPINION AND FINDINGS

By its application filed March 17, 1989, K & M Telephone Company, Inc., Chambers, Nebraska, seeks authority to borrow funds from the Rural Electrification Administration.

Notice of the filing of the application was published pursuant to the provisions of the Commission's Rules and Regulations. No protest to the application was filed.

Pursuant to notice required by law, the application was processed administratively on May 16, 1989.

Upon consideration of the application and being fully advised, Commission is of the opinion and finds that:

1. Applicant is a corporation organized and existing under the laws of the State of Nebraska with its principal place of business at Chambers, Nebraska. It is engaged in the telephone business as a common carrier serving approximately 600 subscribers at Chambers and Inman, Nebraska.
2. Applicant proposes to make additions and replacements to its telephone plant including the replacement of a central office equipment.
3. In order to finance the proposed construction, applicant has secured a loan in the amount of \$979,000 from the Rural Electrification Administration.
4. The loan is to be repaid over 35 years and will bear interest at 5% per annum. The terms and conditions of the proposed loan are more fully set forth in the Telephone Loan Contract Amendment, Mortgage Note and Mortgage, Security Agreement application and incorporated herein by reference.
5. The application is fair and reasonable, is in the public interest and should be granted.

IT IS THEREFORE ORDERED by the Nebraska Public Service Commission that Application No. C-769 be and it is hereby granted and K & M Telephone Company, Inc., Chambers, Nebraska, be and it

SECRETARY'S RECORD, NEBRASKA PUBLIC SERVICE COMMISSION

is hereby authorized to borrow up to \$979,000 from the Rural Electrification Administration under the terms and conditions set forth in the Opinion and Findings herein.

MADE AND ENTERED at Lincoln, Nebraska, this 16th day of May, 1989.

NEBRASKA PUBLIC SERVICE COMMISSION

Daniel G. Urwiller

Chairman

COMMISSIONERS CONCURRING:

Duane D. Gay

//s//Frank E. Landis, Jr.

//s//James Munnelly

//s//Eric Rasmussen

//s//Daniel G. Urwiller

ATTEST:

John R. King

Executive Director