

BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF MISSOURI

In the Matter of the Application of Green Hills)
Telephone Corporation for Authority to Borrow)
an Amount Not to Exceed \$22,704,000 from the)
United States of America Acting through the)
Rural Utilities Service and the Rural Telephone)
Bank and in Connection Therewith to Execute)
a Loan Agreement, Promissory Note, and a)
Restated Mortgage Security Agreement and)
Financing Statement.)

Case No. IF-2005-0506

ORDER DIRECTING FILING

Issue Date: July 5, 2005

Effective Date: July 5, 2005

On June 30, 2005, Green Hills Telephone Corporation filed its Application seeking authority to borrow certain funds and to pledge substantially all its assets as security for the loan. Green Hills is a small, rural incumbent local exchange carrier with approximately 3200 customers in the counties of Caldwell, Carroll, Davies, Linn, Livingston, and Ray. Green Hills seeks authority to borrow up to \$22,704,000 from the Rural Utility Services Administration (RUS) of the United States Department of Agriculture in order to fund capital improvements and to finance its operating needs.

The Commission would be aided in this matter by a recommendation from its Staff. The Commission will direct its Staff to file a Memorandum and Recommendation with respect to Green Hills' Application.

IT IS THEREFORE ORDERED:

1. That no later than August 4, 2005, the Staff of the Missouri Public Service Commission shall file either its Memorandum and Recommendation or a status report indicating when it expects to file its recommendation.
2. Any responses to the Staff of the Missouri Public Service Commission's recommendation shall be filed no later than ten days after the filing of the recommendation.
3. That this order shall become effective on July 5, 2005.

BY THE COMMISSION



Colleen M. Dale
Secretary

(S E A L)

Nancy Dippell, Senior Regulatory Law
Judge, by delegation of authority pursuant
to Section 386.240, RSMo 2000.

Dated at Jefferson City, Missouri,
on this 5th day of July, 2005.