

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF JACKSON COUNTY RURAL)
ELECTRIC COOPERATIVE CORPORATION FOR)
AUTHORITY TO BORROW FROM THE NATIONAL)
RURAL UTILITIES COOPERATIVE FINANCE) CASE NO. 10148
CORPORATION AND TO EXECUTE ITS MORTGAGE)
NOTE OR A SERIES OF MORTGAGE NOTES TO)
SERVE THE SAME AND FOR A CERTIFICATE OF)
PUBLIC CONVENIENCE AND NECESSITY)

O R D E R

IT IS ORDERED that Jackson County Rural Electric Cooperative Corporation ("Jackson County") shall file an original and 3 copies of the following information with this Commission, with a copy to all parties of record within 10 days of the date of this Order. If the information cannot be provided by this date, you 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.

Information Request No. 1

1. Provide a copy of the loan agreement between Jackson County and the Rural Electrification Administration ("REA").
2. Provide a copy of the loan agreement between Jackson County and the National Rural Utilities Cooperative Finance Corporation ("CFC").
3. Provide a detailed description of any other financing options that were considered in securing the CFC loan. This response should include the reason(s) that CFC financing was

selected over other options as well as the results of any studies conducted which support the use of CFC financing.

4. What consideration has Jackson County given to the various loan programs available through CFC? Explain which option Jackson County anticipates selecting at this time.

5. Provide the additional debt service requirements associated with the REA loan and the CFC loan.

6. Provide amortization schedules of the proposed REA loan and the loan from CFC.

7. Will Jackson County be able to meet its increased debt service requirements with the revenues generated by its existing the rates?

Done at Frankfort, Kentucky, this 26th day of February, 1988.

PUBLIC SERVICE COMMISSION

Richard D. Hanson, Jr.
For the Commission

ATTEST:

Executive Director