

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF JACKSON ENERGY)	
COOPERATIVE CORPORATION FOR)	
AUTHORIZATION TO BORROW \$27,000,000.00)	CASE NO.
FROM COBANK, EXECUTE THE NECESSARY)	2017-00112
NOTE, AND PREPAY RURAL UTILITY)	
SERVICE NOTES OF THE SAME AMOUNT)	

COMMISSION STAFF'S FIRST REQUEST FOR INFORMATION TO
JACKSON ENERGY COOPERATIVE CORPORATION

Jackson Energy Cooperative Corporation ("Jackson Energy"), pursuant to 807 KAR 5:001, is to file with the Commission the original and ten copies of the following information, with a copy to all parties of record. The information requested herein is due within seven days of this request. Responses to requests for information shall be appropriately bound, tabbed and indexed. Each response shall include the name of the witness responsible for responding to the questions related to the information provided.

Each response shall be answered under oath or, for representatives of a public or private corporation or a partnership or association or a governmental agency, be accompanied by a signed certification of the preparer or person supervising the preparation of the response on behalf of the entity that the response is true and accurate to the best of that person's knowledge, information, and belief formed after a reasonable inquiry.

Jackson Energy shall make timely amendments to any prior response if it obtains information which indicates that the response was incorrect when made or, though

correct when made, is now incorrect in any material respect. For any request to which Jackson Energy fails or refuses to furnish all or part of the requested information, it shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.

Careful attention should be given to copied material to ensure that it is legible. When the requested information has been previously provided in this proceeding in the requested format, reference may be made to the specific location of that information in responding to this request. When filing a paper containing personal information, Jackson Energy shall, in accordance with 807 KAR 5:001, Section 4(10), encrypt or redact the paper so that personal information cannot be read.

1. Commission regulation 807 KAR 5:001, Section 4(4), states, "A person shall not file a paper on behalf of another person or otherwise represent another person unless the person is an attorney licensed to practice law in Kentucky or an attorney who has complied with SCR 3.030(2)." File an entry of appearance by Jackson Energy's attorney of record.

2. Refer to the application, page 1, where it states that Jackson Energy is seeking expedited approval by March 31, 2017, in order to close by May 18, 2017. Confirm that March 31, 2017, is the latest date Jackson Energy can receive approval of its proposed financing in order to close by May 18, 2017.

3. Refer to the application, Exhibit A, page 3 of 4.

a. Provide the calculation for the Rural Utility Service ("RUS") blended interest rate of 4.64 percent in Excel spreadsheet format, with formulas intact and unprotected and all rows and columns fully accessible.

b. Provide the calculation for the Weighted Average Life of the RUS loans in Excel spreadsheet format, with formulas intact and unprotected and all rows and columns fully accessible.

c. Provide the calculation for the Years Remaining of the RUS loans in Excel spreadsheet format, with formulas intact and unprotected and all rows and columns fully accessible.

d. Explain why the RUS blended interest rate of 4.64 percent was used to calculate the net present value ("NPV") of the interest savings.

e. Provide the NPV of the savings based upon the 3.47 percent interest rate on the new CoBank debt.

4. Refer to the application, Exhibit A, page 4 of 4.

a. Confirm that the annual principal and interest payments for the Combined RUS Loans is the sum based on each loan's term and not based on the average interest rate between the loans. If such is not confirmed, update this exhibit with the RUS principal payments and interest payments per loan.

b. Provide this Exhibit in Excel spreadsheet format, with formulas intact and unprotected and all rows and columns fully accessible. If it is necessary to update this exhibit in response to questions contained in this information request, provide the updated version in both paper medium and electronically.

5. Provide an estimate of any fees or expenses that Jackson Energy expects it will incur to close the loan with CoBank, as well as an estimate of their impact on the NPV of the proposed financing, to the extent they are not already reflected.

6. Refer to Exhibit B, page 6 of 9.

a. The loan maturity dates do not match the estimated final payment date on page 3 of 4 of Exhibit A, Reconcile this difference.

b. Provide the "as of" date of the current principal balances.



Talina R. Mathews
Executive Director
Public Service Commission
P.O. Box 615
Frankfort, KY 40602

DATED MAR 16 2017

cc: Parties of Record

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