

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE APPLICATION OF JACKSON PURCHASE)
ELECTRIC COOPERATIVE CORPORATION FOR)
AN ORDER AUTHORIZING THE CORPORATION)
TO BORROW \$1,364,000 FROM THE NATION-)
AL RURAL UTILITIES COOPERATIVE)
FINANCE CORPORATION ("CFC") FOR THE)
PURPOSE OF FINANCING IMPROVEMENTS AND)
CONSTRUCTION OF ADDITIONAL FACILITIES)

CASE NO. 9091

O R D E R

IT IS ORDERED that Jackson Purchase Electric Cooperative Corporation ("Jackson Purchase") shall file an original and 10 copies of the following information with a copy to all parties of record with this Commission by July 31, 1984. If neither the requested information nor a motion for an extension of time is filed by the stated date, the case may be dismissed.

1. The CFC preliminary letter of commitment attached as Exhibit D to the application indicates the loan to Jackson Purchase will be in the amount of \$1,392,000 with a CTC requirement of \$27,840. The board resolution attached as Exhibit A indicates a loan of \$1,364,000 with a CTC requirement of \$27,280. Indicate which of these documents is in error or provide any revisions, corrections, etc., to these documents or the application itself, as necessary.

2. 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.

3. What consideration was given to the use of the variable interest rate loan program available through CFC? Explain why a fixed rate loan was selected rather than a variable rate loan.

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

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

6. Provide the voltage drop studies referenced in the 2-year work plan.

7. Provide copies of the system maps.

8. Provide the circuit diagrams showing the voltage drops in the various distribution lines before and after completion of the proposed work described in the application.

Done at Frankfort, Kentucky, this 18th day of July, 1984.

PUBLIC SERVICE COMMISSION

Richard D. Demaree
For the Commission

ATTEST:

Acting Secretary