

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE ELECTRONIC APPLICATION OF)
FLEMING-MASON ENERGY COOPERATIVE,)
INC. FOR A GENERAL ADJUSTMENT OF RATES)

Case No. 2023-00223


RESPONSES TO ATTORNEY GENERAL'S SUPPLEMENTAL REQUEST FOR
INFORMATION TO FLEMING-MASON ENERGY COOPERATIVE, INC.
DATED NOVEMBER 6TH, 2023

This 20th day of November, 2023.

Respectfully submitted,

CAMPBELL ROGERS & STACY PLLC
ATTORNEYS AT LAW
154 FLEMINGSBURG ROAD
MOREHEAD, KY 40351
(606) 783-1012
(606) 784-8926 FAX
earl@campbellrogers.com

BY: _____


EARL ROGERS III
ATTORNEY FOR FLEMING-MASON
ENERGY COOPERATIVE, INC.

CERTIFICATE OF SERVICE

This is to certify that the foregoing electronic filing was transmitted to the Kentucky Public Service Commission for filing on November 20th, 2023; that there are currently no parties that the Commission has excused from participation by electronic means in this proceeding; by virtue of the Commission's Order of July 22, 2021, in case number 2020-00085, no paper copies of this filing will be made.

A handwritten signature in black ink, appearing to read 'ER', is written over a horizontal line.

EARL ROGERS III
ATTORNEY FOR
FLEMING-MASON ENERGY COOPERATIVE, INC.

FLEMING-MASON ENERGY COOPERATIVE, INC.
PSC CASE NO. 2023-00223
OAG SUPPLEMENTAL DATA REQUESTS RESPONSE

OAG'S SUPPLEMENTAL DATA REQUESTS DATED 11/06/2023
REQUEST AG 2-1

RESPONSIBLE PERSON: Lauren C. Fritz
COMPANY: Fleming-Mason Energy Cooperative, Inc.

Request AG 2-1. For each year in the historical period of 2017 to 2021,
please provide the level of cash receipts from lenders.

Response AG 2-1.

	2017	2018	2019	2020	2021
CoBank	\$125,118.85	\$135,229.24	\$65,945.84	\$75,101.18	\$67,867.10
CFC	\$4,473.80	\$7,103.93	\$22,712.71	\$19,799.93	\$13,854.51
	<u>\$129,592.65</u>	<u>\$142,333.17</u>	<u>\$88,658.55</u>	<u>\$94,901.11</u>	<u>\$81,721.61</u>

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REQUEST AG 2-2

RESPONSIBLE PERSON: Lauren C. Fritz

COMPANY: Fleming-Mason Energy Cooperative, Inc.

Request AG 2-2. Please provide the total monthly billing units associated with calculating the revenue portion of the Fuel Adjustment Clause for calendar year 2022.

Response AG 2-2. Please see attached.

ATTACHMENTS
ARE EXCEL
SPREADSHEETS
AND UPLOADED
SEPARATELY

**FLEMING-MASON ENERGY COOPERATIVE, INC.
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REQUEST AG 2-3

RESPONSIBLE PERSON: Lauren C. Fritz

COMPANY: Fleming-Mason Energy Cooperative, Inc.

Request AG 2-3. Please provide the total monthly billing units associated with calculating the revenue portion of the Environmental Surcharge for calendar year 2022.

Response AG 2-3. Please see attached.

ATTACHMENTS
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**OAG'S SUPPLEMENTAL DATA REQUESTS DATED 11/06/2023
REQUEST AG 2-4**

RESPONSIBLE PERSON: Lauren C. Fritz

COMPANY: Fleming-Mason Energy Cooperative, Inc.

Request AG 2-4. Please reconcile the total long term debt balances of \$43,035,538 as shown on Exhibit JW-2 Page 3 Line 47 Column 2 and \$45,727,766 as shown on Exhibit JW-2 Page 7 Line 37 Column 3.

Response AG 2-4. Please see the attached reconciliation for long term debt balances.

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**OAG'S SUPPLEMENTAL DATA REQUESTS DATED 11/06/2023
REQUEST AG 2-5**

RESPONSIBLE PERSON: Lauren C. Fritz

COMPANY: Fleming-Mason Energy Cooperative, Inc.

Request AG 2-5. Please provide the covenant details listed below of the

Notes listed on "Schedule 1.03" of Exhibit JW-2 in executable format.

- a. Issue dates
- b. Maturity Dates
- c. Coupon rates
- d. Payment schedule (i.e. monthly, quarterly, semi-annual, annually)

Response AG 2-5. Please see attached.

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REQUEST AG 2-6

RESPONSIBLE PERSON: Lauren C. Fritz

COMPANY: Fleming-Mason Energy Cooperative, Inc.

Request AG 2-6. Please provide the differences between what the fixed interest rates are and what floating rates would have been for refinanced debt referenced in the Direct Testimony of Lauren C. Fritz on Page 7.

Response AG 2-6. Please see attached.

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**OAG'S SUPPLEMENTAL DATA REQUESTS DATED 11/06/2023
REQUEST AG 2-7**

**RESPONSIBLE PERSON: Lauren C. Fritz
COMPANY: Fleming-Mason Energy Cooperative, Inc.**

Request AG 2-7. In reference to the Direct Testimony of Lauren C. Fritz Page 7, please provide the level of refinanced debt and new principal issued that relates to Fleming-Mason moving its variable portfolio to fixed interest rates.

Response AG 2-7. The amount of refinanced debt was \$24,557,122 which was 54% of the total long-term debt portfolio. Please see attached for reference.

As of 11/14/2023, Fleming-Mason Energy advanced four new notes totaling \$6,157,000 from the current work plan that covered capital expenditures in the test year. All four notes were assigned a fixed interest rate. These four loans were fixed on rates of 4.711%, 4.732%, 4.644%, and 4.662% with an estimated yearly interest rate expense of \$288,631. The current short term interest rate is ~7.25% to borrow for our line of credit. By fixing the new loans we are avoiding the cost of the higher variable rate and saving on expenses by relying less on the short-term line of credit.

REFERENCE NUMBER: 210052

FFB IDENTIFIER	RUS ACCT NUM.	RUS NOTE NUM.	ORIGINAL ADVANCE AMOUNT	ORIGINAL ADVANCE DATE	AMOUNT OF EXTENSION	PRINCIPAL DUE AT MATURITY	*1 EXTEND MAT DATE	*2 ADDITIONAL PRINCIPAL PAYMENT	*3 PRINC REPAY METHOD	*4 PREPMT TYPE PRIVLG	*5 NO CALL PERIOD OPTION	*6 PRE- MIUM OPT
FLEMING-0001-0001	FFB-1-1	644	\$2,600,000.00	08-28-2000	\$1,014,504.38	\$18,589.26	<u>12-31-25</u>	\$	<u>L</u>	<u>M</u>		
FLEMING-0001-0002	FFB-1-2	644	\$1,400,000.00	01-24-2001	\$546,271.75	\$10,009.60	<u>12-31-25</u>	\$	<u>L</u>	<u>M</u>		
FLEMING-0001-0003	FFB-1-3	644	\$1,500,000.00	04-02-2001	\$585,290.99	\$10,724.58	<u>12-31-25</u>	\$	<u>L</u>	<u>M</u>		
FLEMING-0001-0004	FFB-1-4	644	\$2,200,000.00	04-27-2001	\$858,426.83	\$15,729.37	<u>12-31-25</u>	\$	<u>L</u>	<u>M</u>		
FLEMING-0001-0005	FFB-1-5	644	\$1,400,000.00	05-14-2001	\$546,271.75	\$10,009.60	<u>12-31-25</u>	\$	<u>L</u>	<u>M</u>		
FLEMING-0001-0006	FFB-1-6	644	\$3,000,000.00	01-29-2002	\$1,183,677.06	\$21,689.09	<u>12-31-27</u>	\$	<u>L</u>	<u>M</u>		
FLEMING-0001-0007	FFB-1-7	644	\$2,900,000.00	01-03-2003	\$1,173,034.21	\$21,494.08	<u>12-31-27</u>	\$	<u>L</u>	<u>M</u>		
FLEMING-0001-0008	FFB-1-8	644	\$3,000,000.00	12-22-2003	\$1,239,438.79	\$22,710.85	<u>12-31-27</u>	\$	<u>L</u>	<u>M</u>		
FLEMING-0001-0009	FFB-1-9	644	\$2,437,000.00	09-15-2004	\$1,009,744.78	\$18,502.05	<u>12-31-27</u>	\$	<u>L</u>	<u>M</u>		
FLEMING-0002-0001	FFB-2-1	2515	\$1,600,000.00	06-25-2009	\$1,026,992.52	\$8,581.67	<u>12-31-27</u>	\$	<u>L</u>	<u>M</u>		
FLEMING-0002-0002	FFB-2-2	2515	\$1,000,000.00	10-06-2009	\$641,870.31	\$5,363.55	<u>12-31-25</u>	\$	<u>L</u>	<u>M</u>		
FLEMING-0002-0003	FFB-2-3	2515	\$2,000,000.00	03-01-2010	\$1,283,740.66	\$10,727.09	<u>12-31-29</u>	\$	<u>L</u>	<u>M</u>		
FLEMING-0002-0004	FFB-2-4	2515	\$2,000,000.00	07-12-2011	\$1,324,223.22	\$11,065.37	<u>12-31-29</u>	\$	<u>L</u>	<u>M</u>		
FLEMING-0002-0005	FFB-2-5	2515	\$4,334,000.00	05-10-2012	\$2,939,676.99	\$24,564.30	<u>12-31-32</u>	\$	<u>L</u>	<u>M</u>		
FLEMING-0003-0001	FFB-3-1	3264	\$2,000,000.00	02-28-2014	\$1,589,278.13	\$9,509.24	<u>12-31-29</u>	\$	<u>L</u>	<u>M</u>		
FLEMING-0003-0002	FFB-3-2	3264	\$1,380,000.00	03-06-2015	\$1,096,601.93	\$6,561.38	<u>12-31-29</u>	\$	<u>L</u>	<u>M</u>		
FLEMING-0003-0004	FFB-3-4	3264	\$2,000,000.00	09-19-2016	\$1,651,698.71	\$9,882.74	<u>12-31-32</u>	\$	<u>L</u>	<u>M</u>		

RW000001802 LRS0007



REFERENCE NUMBER: 210052

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FLEMING-0004-0005	FFB-4-5	3945	\$3,500,000.00	08-30-2021	\$3,360,843.52	\$14,092.90	<u>12-31-42</u>	\$ _____	<u>L</u>	<u>M</u>	_____	_____
FLEMING-0004-0006	FFB-4-6	3945	\$1,500,000.00	06-22-2022	\$1,485,535.93	\$6,229.24	<u>12-31-32</u>	\$ _____	<u>L</u>	<u>M</u>	_____	_____

* SEE INSTRUCTIONS FOR COMPLETION ON PAGE 2

THE UNDERSIGNED HEREBY CERTIFIES THAT THE AUTHORITY OF THE UNDERSIGNED TO EXECUTE AND DELIVER THIS MATURITY ELECTION NOTICE ON BEHALF OF THE BORROWER IS VALID AND IN FULL FORCE AND EFFECT ON THE DATE HEREOF.

SIGNATURE: *Brandon Hunt*
 NAME: Brandon Hunt
 TELEPHONE NUMBER: 600-845-2661

DATE: 12/21/22
 TITLE: President / CEO



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REQUEST AG 2-8

RESPONSIBLE PERSON: Lauren C. Fritz

COMPANY: Fleming-Mason Energy Cooperative, Inc.

Request AG 2-8. In executable format with all formulas and links intact, please provide as estimate of the savings (costs) to ratepayers associated with the debt issuances described in the Direct Testimony of Lauren C. Fritz Page 7.

Response AG 2-8. Please refer to the response to AG 2-6.