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Energy and Environment Cabinet

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David L. Armstrong
Chairman

James W. Gardner
Vice Chairman

Daniel E. Logsdon Jr.
Commissioner

August 11, 2015

PARTIES OF RECORD

Re: Case No. 2015-00191

Attached is a copy of a memorandum which is being filed in the record of the above-referenced case. If you have any comments you would like to make regarding the contents of the memorandum please do so within five days of receipt of this letter. If you have any questions, please contact Ron Handziak at 502/782-2652.

Sincerely,

A handwritten signature in blue ink, appearing to read "Jeff Derouen".

Jeff Derouen
Executive Director

INTRA-AGENCY MEMORANDUM
KENTUCKY PUBLIC SERVICE COMMISSION

TO: Case File – Case No. 2015-00191
FROM: Ron Handziak
DATE: August 11, 2015
RE: Telephonic Informal Conference of August 3, 2015

Pursuant to a Commission Staff notice issued on July 31, 2015, a telephonic informal conference call was held in this matter on August 3, 2015. A list of attendees is attached.

The purpose of the conference was to clarify several issues relating to Kenergy Corp.'s ("Kenergy") application to refinance certain Rural Utilities Service ("RUS") loans with the National Rural Utilities Cooperative Finance Corporation ("CFC"). Commission Staff inquired about Kenergy's responses to Staff's information request regarding weighted average life calculations. Kenergy agreed to provide the weighted average life calculation of the new CFC loan. Kenergy confirmed that the interest rate of 4.91% used to determine the net present value of the savings is the weighted average of the interest rates of the RUS loans being refinanced. In response to Staff's question, Kenergy stated that the estimated closing costs for the CFC loan would be less than \$5,000.

Finding that no party had any further questions, the conference was adjourned.

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF KENERGY CORP. FOR)
AUTHORIZATION TO BORROW \$27,814,894) CASE NO.
FROM CFC AND EXECUTE NECESSARY) 2015-00191
NOTES AND TO PREPAY RURAL UTILITIES)
SERVICE TREASURY NOTES OF THE)
SAME AMOUNT)

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August 3, 2015 Informal Conference
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Please sign in:

NAME

REPRESENTING

<u>Quang D. Nguyen</u>	<u>PSC</u>
<u>Mary Beth Kuris</u>	<u>PSC</u>
<u>Ron Handziak</u>	<u>PSC</u>
<u>Mary Whitaker</u>	<u>PSC</u>
<u>Bob Russell</u>	<u>PSC</u>
<u>Fereydoon Gorjian</u>	<u>PSC</u>

Via
phone

<u>Chris Hopgood</u>	<u>Kenergy</u>
<u>Steve Thompson</u>	<u>Kenergy</u>
<u>Rayner Bravo</u>	<u>CFC</u>

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