On April 3, 2020, pursuant to Utah Code Ann. § 54-4-31, Deseret Generation & Transmission Co-operative ("Deseret") filed with the Public Service Commission (PSC) a verified application ("Application") seeking authorization to execute certain documents in the form of loan documents and promissory notes in an amount up to $2,557,584 in connection with a loan pursuant to the Coronavirus ("COVID-19") Aid, Relief, and Economic Security Act ("CARES Act").

The Application states that, to help maintain stable operations and ensure continued retention of employees during the COVID-19 emergency, Deseret has been authorized by the unanimous approval of its Board of Trustees, representing each of its six distribution co-operative members, to apply for and procure a Paycheck Protection Program loan ("PPP Loan") in the maximum amount of 2.5 times Deseret’s average monthly payroll expenses as set forth pursuant to the CARES Act. The Application further states Deseret has received the consent of the secured lender under Deseret’s Conformed Obligations Restructuring Agreement (CORA) to procure and borrow the full amount of the PPP Loan.

The Application explains the PPP Loan amount will be forgiven and will not have to be repaid as long as: (1) the loan proceeds are used to cover payroll costs, and most mortgage
interest, rent, and utility costs over the 8-week period after the loan is made; and (2) employee and compensation levels are maintained.

Pursuant to Utah Admin. Code R746-110, Deseret requests informal adjudication of the application by no later than April 15, 2020 as it anticipates the matter will be unopposed and uncontested. Deseret also requests expedited consideration of the Application on the grounds that the terms and conditions of the PPP Loan are intended to provide immediate, emergency relief during the ongoing COVID-19 crisis and have been reviewed by and approved by Deseret’s governing board, and amounts appropriated by Congress for PPP loans may become oversubscribed as numerous small businesses make application for similar loans under the CARES Act.

On April 6, 2020, the Division of Public Utilities (DPU) filed an action request response addressing the Application. The DPU represents that based on its review and understanding of the need for prompt action, the DPU believes that the Application is in the public interest and recommends the PSC approve it.

**DISCUSSION, FINDINGS, AND CONCLUSIONS**

The DPU recommends the PSC approve the Application. The Application is unopposed and uncontested. Based on our review of the Application and its supporting materials, the DPU’s recommendation, the exigent circumstances surrounding the COVID-19 emergency, the provisions of the PPP Loan, Deseret’s statement that all proceeds of the PPP Loan will be used exclusively for the permitted uses identified in the CARES Act, and there being no opposition, we find approval of Deseret’s Application is reasonable, necessary, and in the public interest. We further find good cause exists for adjudicating this matter informally and that Deseret’s filing
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satisfies the requirements for informal adjudication under Utah Admin. Code R746-110. Finally, we find Deseret has established good cause to waive the 20-day tentative period for issuing a final order.

ORDER

1. We adjudicate this matter informally pursuant to Utah Admin. Code R746-110;

2. We approve Deseret’s Application, effective April 9, 2020; and

3. The 20-day tentative period contemplated under Utah Admin. Code R746-110-2 is waived; this is a final order.

DATED at Salt Lake City, Utah, April 9, 2020.

/s/ Thad LeVar, Chair

/s/ David R. Clark, Commissioner

/s/ Jordan A. White, Commissioner

Attest:

/s/ Gary L. Widerburg
PSC Secretary
DW#312996
Notice of Opportunity for Agency Review or Rehearing

Pursuant to §§ 63G-4-301 and 54-7-15 of the Utah Code, an aggrieved party may request agency review or rehearing of this Order by filing a written request with the PSC within 30 days after the issuance of this Order. Responses to a request for agency review or rehearing must be filed within 15 days of the filing of the request for review or rehearing. If the PSC does not grant a request for review or rehearing within 20 days after the filing of the request, it is deemed denied. Judicial review of the PSC’s final agency action may be obtained by filing a petition for review with the Utah Supreme Court within 30 days after final agency action. Any petition for review must comply with the requirements of §§ 63G-4-401 and 63G-4-403 of the Utah Code and Utah Rules of Appellate Procedure.
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CERTIFICATE OF SERVICE

I CERTIFY that on April 9, 2020, a true and correct copy of the foregoing was served upon the following as indicated below:

By Email:

David F. Crabtree (crabtree@deseretgt.com)
Deseret Generation & Transmission Co-operative

Patricia Schmid (pschmid@agutah.gov)
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Madison Galt (mgalt@utah.gov)
Division of Public Utilities

Cheryl Murray (cmurray@utah.gov)
Office of Consumer Services

__________________________________
Administrative Assistant