

Phillip J. Russell (10445)
Sarah J. Puzzo (19653)
JAMES DODGE RUSSELL & STEPHENS, P.C.
10 W Broadway, Suite 400
Salt Lake City, Utah 84101
Telephone: (801) 363-6363
Email: prussell@jdrsllaw.com

Attorneys for Applicants

BEFORE THE PUBLIC SERVICE COMMISSION OF UTAH

In the Matter of the Application of Deseret Generation and Transmission Co-Operative, Bridger Valley Electric Association, Dixie-Escalante Rural Electric Association, Garkane Power Association, Moon Lake Electric Association, and Mount Wheeler Power, Inc. for Authority to Issue Securities in the form of an Extended Line of Credit and Secured Promissory Note	Docket No. 26-506-02 26-022-02 26-066-01 26-028-01 26-030-02 26-031-01
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**REDACTED VERIFIED JOINT APPLICATION FOR
AUTHORITY TO ISSUE SECURITIES**

This Verified Application for Authority to Issue Securities in the form of a Loan Agreement and Secured Promissory Note is jointly submitted by Deseret Generation & Transmission Co-operative (“Deseret”), Bridger Valley Electric Association (“BVEA”), Dixie-Escalante Rural Electric Association (“Dixie”), Garkane Power Association (“Garkane”), Moon Lake Electric Association (“MLEA”), and Mount Wheeler Power, Inc. (“MWP”) (BVEA, Dixie, Garkane, MLEA, and MWP are referred to collectively as the “Members.” Deseret together with the Members are referred to collectively as the “Applicants”).

As set forth more fully below, Applicants hereby apply to the Commission pursuant to Utah Code § 54-4-31 for an Order approving and authorizing Applicants to issue securities under

or in conjunction with the following: (i) a First Amendment to the Fourth Amended and Restated Revolving Credit Agreement (“Extended Line of Credit”) between Deseret and the National Rural Utilities Cooperative Finance Corporation (“CFC”) in substantially the form filed as Confidential Exhibit A; (ii) a Secured Promissory Note from Deseret to CFC in the amount of \$40,000,000 (the “Note”) in substantially the form filed as Confidential Exhibit B; and (iii) Certificates of Resolutions and Incumbency executed by each of the Members re-authorizing Deseret’s repayment obligations of the Extended Line of Credit (the “Member Guarantees”) in substantially the form attached as Exhibit C. Proceeds of advances, if any, under the Extended Line of Credit will be used for working capital cash needs of Deseret if and as such needs may arise.

Deseret anticipates and represents by sworn statement that this matter is expected to be unopposed and uncontested. Pursuant to R746-110-1, Deseret hereby requests Informal Adjudication of this Application. *See* Utah Admin. Code R746-110-1 (“When a request for agency action is filed with the Commission and the party filing the request anticipates and represents in the request that the matter will be unopposed and uncontested . . . the request may be adjudicated informally.”). This Verified Application is supported by the sworn statements herein and true and correct copies of the documents attached hereto, which documents are sufficient to establish the facts pertinent to this Application.

Pursuant to R746-110-2, and for good cause shown, Deseret respectfully requests entry of a final Commission order approving the Extended Line of Credit as soon as practicable to meet CFC timing requirements. In light of Deseret’s Board approving the Extended Line of Credit at a duly noticed public meeting, and the approval by the respective governing boards of each Member at duly-noticed meetings of those governing boards, Deseret further asks the Commission to determine that no additional public notice of this proceeding is required under R746-110-2 of the

Rules. *See* Utah Admin. Code R746-110-2 (noting that the Commission may elect in its discretion whether to require public notice).

In support of this Application, Deseret represents as follows:

Background

1. Deseret is a Utah not-for-profit corporation organized and operating as a wholesale electric generation and transmission cooperative. Deseret supplies and transmits electric power and energy for the benefit of its member-consumers and non-member contract patrons. Much of the electric service provided by Deseret is transmitted for use in primarily rural, agricultural areas in the State of Utah and surrounding states.

2. Communications regarding this Application should be directed to:

Phillip J. Russell
Sarah J. Puzzo
James Dodge Russell & Stephens, P.C.
545 East 300 South
Salt Lake City, Utah 84102
Email: prussell@jdrsllaw.com
spuzzo@jdrsllaw.com

Jeff Peterson
Vice President & General Counsel
Deseret Power
10714 South Jordan Gateway
South Jordan, Utah 84095
Email: jpeterson@deseretpower.com

3. As a rural electric generation transmission cooperative, Deseret has no stock, shareholders, or Investors. It is governed by democratically selected directors elected from among its electric consumers. Deseret is regulated as a public utility by the relevant rate-making and administrative agencies under Utah and federal law.

2018 Line of Credit

4. Prior to this Application, Deseret entered into a line of credit (the “Line of Credit”) with CFC which can be used for debt service and general corporate purposes. The Commission originally gave Deseret authorization to enter into and to secure the Line of Credit pursuant to its Report and Order dated July 3, 1996 in Docket No. 96-506-01. The Line of Credit has subsequently been amended and extended, and has been restated as approved and authorized pursuant to the Commission’s Report and Order dated January 18, 2002 in Docket No. 01-506-01; its Report and Order dated October 12, 2007 in Docket No. 07-506-01; its Report and Order dated March 14, 2011 in Docket No. 10-506-01; and its Report and Order dated October 7, 2016 in Docket No. 16-506-01.

5. Most recently, the Commission approved Deseret’s authority to secure a Fourth Amended and Restated Revolving Credit Agreement amending and extending the Line of Credit (“2018 Line of Credit”) in its Report and Order dated July 27, 2018 in Docket No. 18-506-01.

6. The 2018 Line of Credit increased the maximum credit available to Deseret as a revolving loan in the aggregate principal amount of up to [REDACTED], extended the applicable period for draw requests through [REDACTED] and extended the repayment term to [REDACTED]. Repayment of amounts owed by Deseret to CFC under the 2018 Line of Credit are guaranteed by: (i) a Secured Guaranty Executed by Deseret’s wholly owned subsidiary, Blue Mountain Energy, INC (“BME”) and; (ii) joint and several guarantees executed by the Members.

Extended Line of Credit

7. On December 18, 2025, Deseret’s Board of Trustees resolved and agreed to authorize amendments to the 2018 Line of Credit, including by extending the Commitment Period for borrowing and issuance of letters of credit. A redacted copy of the Certificate of Resolutions

and Incumbency executed by Deseret authorizing the Extended Line of Credit is attached hereto as Exhibit D.

8. On December 22, 2025 BME's Board of Directors resolved and agreed to authorize amendments to the 2018 Line of Credit as proposed by Deseret and reaffirmed its guarantee of Deseret's repayment obligations under the same. A redacted copy of the Certificate of Resolutions and Incumbency executed by BME reflecting the Board's decision is attached hereto as Exhibit E.

9. Deseret, BME, and CFC thereafter executed a First Amendment to the Fourth Amended and Restated Revolving Credit Agreement. *See* Ex. A. The Extended Line of Credit maintains the aggregate principal availability under the 2018 Line of Credit of up to [REDACTED] while extending the Commitment Period in accordance with Deseret's corporate resolution and extending the outside expiration for letters of credit issued under the 2018 Line of Credit agreement to [REDACTED].

Public Interest

10. Deseret therefore submits this Application to the Commission seeking approval to issue securities in connection with the Extended Line of Credit, consistent with prior Reports and Orders issued by the Commission in connection with the Line of Credit. *See* ¶¶ 4–5, *supra*.

11. Deseret has negotiated and structured the Extended Line of Credit to avoid any adverse impact on the positions, rights, remedies, and risks of Deseret and/or Deseret's Members under Deseret's long-term debt restructuring and the debt recapitalization agreements, amendments, and arrangements between Deseret and CFC.

12. The representatives of all five Members on Deseret's Board of Trustees actively participated in and unanimously approved the development of the terms of the Extended Line of Credit.

13. Each of the Members' governing boards thereafter agreed and resolved to reaffirm authorization of Deseret's payment obligations under the Line of Credit as reflected by the terms and conditions now set forth in the Extended Line of Credit. *See* Ex. C.

14. Applicants have determined that the financing transaction will enable Deseret to avoid or limit future increases to its member wholesale rates or charges and will add an increased level of certainty and stability to Deseret's financial position, increase its ability to respond to potential working capital cash demands during the coming months and years, and otherwise present opportunities to Deseret on terms that are advantageous to Deseret and its Members. The Extended Line of Credit will help avoid or delay financings that might otherwise become necessary from time to time in support of ongoing operations.

15. Applicants represent that the proposed Extended Line of Credit represents and appropriate means available to Deseret to maintain a necessary financial working capital source(s) in the event of liquidity needs for debt service or ongoing operations to address certain potential and/or unforeseen eventualities.

16. The Extended Line of Credit and related documents are for lawful objects within Deseret's proper corporate purposes, are compatible with the public interest, are necessary or appropriate for or consistent with proper performance by Deseret of its services as a public utility and will not impair Deseret's ability to provide or perform those services.

Requested Timing of Approval

17. Deseret requests expedited and informal consideration of this Application on the grounds that the terms and conditions of the Extended Line of Credit have previously been reviewed by and approved by Deseret's governing board which represents all five of Deseret's distribution Members.

Redacted

18. Pursuant to R746-110-2, Deseret requests waiver by the Commission of the 20-day tentative period for good cause, as shown above.

Requested Action

Wherefore, Deseret requests the Commission:

- A. Issue an order approving and authorizing the issuance of securities by Deseret to CFC for the purposes specified herein;
- B. Enter an order as expeditiously as possible approving Deseret's Extended Line of Credit, Note, and Member Guarantees; and
- C. Pursuant to Commission Rules R746-110 and R746-1-104(1)(a), and because the matter is anticipated to be unopposed and uncontested, handle the application request by Informal Adjudication.

DATED this 16th day of March, 2026.

Respectfully submitted



By:

Phillip J. Russell
Sarah J. Puzzo
JAMES DODGE RUSSELL & STEPHENS, P.C.

Attorneys for Applicants


VERIFICATION

STATE OF UTAH)

: ss

COUNTY OF SALT LAKE)

The undersigned, Gregory Humphreys, being first duly sworn upon oath, deposes and states that he is the Chief Financial Officer of Deseret Generation & Transmission Co-operative, the Applicant in this proceeding, that he has read the foregoing Application and is familiar with the transactions referred to herein and the documents attached hereto, that the matter is anticipated to be unopposed and uncontested, and that, to the best of his knowledge, information and belief, the statements therein are all true and accurate.

/s/ 
Gregory Humphreys

Subscribed and sworn to before me this 16 day of March 2026.

[Seal]



/s/ 
Notary Public

Redacted

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing Verified Application was served by email this 16th day of March, 2026, upon the following:

DIVISION OF PUBLIC UTILITIES

Chris Parker	cparker@utah.gov
Madison Galt	mgalt@utah.gov
Casey Coleman	ccoleman@utah.gov
Patricia Schmid	pschmid@agutah.gov
Patrick Grecu	pgrecu@agutah.gov
	dpudatarequest@utah.gov

OFFICE OF CONSUMER SERVICES

Michele Beck	mbeck@utah.gov
Alyson Anderson	akanderson@utah.gov
Robert Moore	rmoore@agutah.gov
	ocs@utah.gov

Phillip J. Russell