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July 21, 2009

Honorable Gregory D. Allen
Collins & Allen Attorneys at Law
730 Old Burning Ford Road
PO Box 475
Salyersville, KY 41465

Kerry K. Howard
Licking Valley RECC
PO Box 605
271 Main Street
West Liberty, KY 41472

RE: Case No. 2009-00016
Licking Valley RECC
(General Rates)

The Commission staff has reviewed Licking Valley RECC's application in the above case and finds that it meets the minimum filing requirements. Enclosed please find a stamped filed copy of the first page of this filing. This case has been docketed and will be processed as expeditiously as possible.

If you need further assistance, please contact my staff at 502-564-3940.

Sincerely,

A handwritten signature in black ink, appearing to read "J. Derouen".

Jeff Derouen
Executive Director

JD/rs

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of Adjustment of Rates of
Licking Valley Rural Electric Cooperative
Corporation

Case No. 09-00016

APPLICATION

Licking Valley Rural Electric Cooperative Corporation (herein designated as "Licking Valley") hereby makes application for an adjustment of rates, as follows:

1. Licking Valley informs the commission that it is engaged in the business of operation of a retail electric distributions system in portions of eight (8) counties in south eastern Kentucky and does hereby propose to adjust rates, effective July 14, 2009, in conformity with the attached schedule.

2. The name and post office address of the applicant is Licking Valley Rural Electric Cooperative Corporation, 271 Main Street, West Liberty, Kentucky, 41472 [807 KAR 5:001, Section 8(1)].

3. The Articles of Incorporation and all amendments thereto for Licking Valley were filed with the Commission in PSC Case No. 92-496, for a flow through rate reduction. [807 KAR 5:001, Section 8(3)].

4. The application is supported by a twelve month historical test period ending December 31, 2008 and includes adjustments for known and measurable changes [807 KAR 5:001, Section 10(1)(a)].

5. Licking Valley states that the reasons the rate adjustment are required pursuant to 807 KAR Section 10(1)(a)(1) are as follows:

a. Licking Valley has incurred increases in the cost of power, materials, equipment, labor, taxes, interest, debt service and other fixed and variable costs. Licking Valley has been required to borrow funds to finance its construction projects.

b. The financial condition of Licking Valley has deteriorated substantially over the past few years.

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