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August 9, 2016

Executive Director
Kentucky Public Service Commission
P.O. Box 615
Frankfort, KY 40602

Dear Executive Director:

Please find enclosed for filing with the Kentucky Public Service Commission, via the electronic tariff filing system, an application to borrow approximately \$60,269,116 with the National Rural Utilities Cooperative Finance Corporation, and execute the necessary note(s), and to prepay Rural Utilities Service notes in the approximate amount of \$70,269,116.

We modeled this filing similar to that of Shelby Energy Cooperative, Inc. in PSC Case No. 2016-00160. If you have any questions Chuck Williamson at 859.885.4191.

Sincerely,

Charles G. Williamson III

Vice President, Finance/CFO