



Ernie Fletcher
Governor

Mark David Goss
Chairman

Teresa J. Hill, Secretary
Environmental and Public
Protection Cabinet

Commonwealth of Kentucky
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John W. Clay
Commissioner

Timothy J. LeDonne
Commissioner
Department of Public Protection

January 22, 2007

J. Donald Smothers
Vice President, Financial Services
Blue Grass Energy Cooperative Corp.
P. O. Box 990
1201 Lexington Road
Nicholasville, KY 40340-0990

RE: Case No. 2007-00031
Blue Grass Energy Cooperative Corp.
(Rates - Non-Recurring Charges)

This letter is to acknowledge receipt of initial application in the above case. The application was date-stamped received January 19, 2007 and has been assigned Case No. 2007-00031. In all future correspondence or filings in connection with this case, please reference the above case number.

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

Sincerely,

A handwritten signature in black ink, appearing to read "Beth O'Donnell".

Beth O'Donnell
Executive Director

BOD/sh