

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION BY THE PUBLIC SERVICE)
COMMISSION OF THE APPLICATION OF THE)
FUEL ADJUSTMENT CLAUSE OF BLUEGRASS) CASE NO. 96-527-C
ENERGY COOPERATIVE CORPORATION)
FROM NOVEMBER 1, 1997 THROUGH APRIL 30, 1998)

ORDER

Pursuant to 807 KAR 5:056, Section 1(11), IT IS HEREBY ORDERED that:

1. A public hearing shall be held on August 19, 1998 at 9:00 a.m., Eastern Daylight Time, at the Commission's offices in Frankfort, Kentucky, to examine the application of the fuel adjustment clause of Blue Grass Energy Cooperative Corporation ("Blue Grass") from November 1, 1997 through April 30, 1998. If no interested party files written notice of its intent to attend this hearing with the Commission by August 14, 1998, this public hearing shall be canceled.

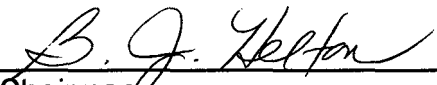
2. Blue Grass shall file with the Commission on or before July 20, 1998 an affidavit attesting to its compliance or noncompliance with the requirements of 807 KAR 5:056.

3. Blue Grass shall publish the following notice not less than 7 days nor more than 21 days prior to the public hearing in a newspaper of general circulation in its service areas or in a trade publication or newsletter going to all customers.

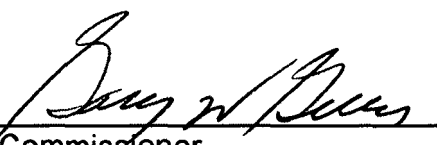
A public hearing will be held on Wednesday, August 19, 1998, at 9:00 a.m., Eastern Daylight Time, at the offices of the Kentucky Public Service Commission, 730 Schenkel Lane, Frankfort, Kentucky, to examine the application of the fuel adjustment clause of Blue Grass Energy Cooperative Corporation for the period November 1, 1997 through April 30, 1998. Individuals interested in attending this hearing shall notify the Public Service Commission in writing of their intent to attend no later than August 14, 1998. If no notices of intent to attend are received by that date, this hearing will be canceled. Written notice of intent to attend this hearing should be sent to: Helen C. Helton, Executive Director, Kentucky Public Service Commission, P.O. Box 615, Frankfort, Kentucky 40602.

Done at Frankfort, Kentucky, this 15th day of June, 1998.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director