

FINDINGS AND ORDERS

The Commission, after consideration of the evidence of record and being otherwise sufficiently advised, finds that:

1. The accumulated depreciation balance in Account 364 - Poles, Towers and Fixtures was \$4,319,491 as reported by Blue Grass in response to the supplemental data request of KCTA dated April 17, 2001. This amount is accepted for purposes of calculating the CATV rates for Blue Grass.

2. The rates set forth in Appendix A, based on the methodology established in the April 4, 2001 Order issued in the proceeding, are fair, just and reasonable rates for Blue Grass to charge for CATV service.

IT IS THEREFORE ORDERED that:

1. The rates in Appendix A are approved for CATV service rendered by Blue Grass on and after the date of this Order.

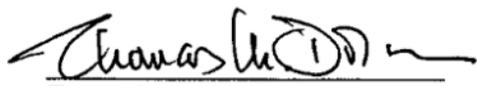
2. The CATV rates proposed by Blue Grass are denied.

3. Blue Grass shall file, within 20 days of the date of this Order, its revised tariff sheets setting out the CATV rates approved herein.

Done at Frankfort, Kentucky, this 30th day of May, 2001.

By the Commission

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2000-414 DATED MAY 30, 2001

The following rates and charges are prescribed for the customers in the area served by Blue Grass Energy Cooperative Corporation. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of the Order.

CATV ATTACHMENTS:

| | |
|----------------------|--------|
| 2-Party Pole | \$4.77 |
| 3-Party Pole | \$4.21 |
| 2-Party Anchors | \$7.58 |
| 3-Party Anchors | \$5.00 |
| 2-Party Pole Grounds | \$0.31 |
| 3-Party Pole Grounds | \$0.19 |