Steven L. Beshear Governor

Robert D. Vance, Secretary Environmental and Public Protection Cabinet

Timothy J. LeDonne Commissioner Department of Public Protection

Daniel W. Brewer Blue Grass Energy Cooperative Corp. P. O. Box 990 1201 Lexington Road Nicholasville, KY 40340-0990



Commonwealth of Kentucky

Public Service Commission 211 Sower Blvd

P.O. Box 615 Frankfort, Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460 psc.ky.gov

January 23, 2008

Mark David Goss Chairman

> John W. Clay Vice Chairman

Caroline Pitt Clark Commissioner

RE: Case No. 2007-00528

We enclose one attested copy of the Commission's Order in the above case.

Sincerely,

Beth O'Donnell Executive Director

BOD/tw Enclosure



COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION OF THE)	
APPLICATION OF THE FUEL)	
ADJUSTMENT CLAUSE OF BLUE)	
GRASS ENERGY COOPERATIVE)	CASE NO. 2007-00528
CORPORATION FROM MAY 1, 2007)	
THROUGH OCTOBER 31, 2007)	

ORDER

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

- 1. A public hearing shall be held on March 18, 2008 at 9:00 a.m., Eastern Daylight Time, at the Commission's offices at 211 Sower Boulevard, Frankfort, Kentucky, to examine the application of the fuel adjustment clause of Blue Grass Energy Cooperative Corporation ("Blue Grass") from May 1, 2007 through October 31, 2007. If no interested individual or entity files written notice of its intent to attend this hearing with the Commission by March 14, 2008, this public hearing shall be cancelled.
- 2. Blue Grass shall file with the Commission, not later than 21 days from the date of this Order, 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. Blue Grass

shall file an Affidavit of Publication of Hearing Notice with the Commission no later than March 14, 2008.

A public hearing will be held on Tuesday, March 18, 2008, at 9:00 a.m., Eastern Daylight Time, at the offices of the Public Service Commission, 211 Sower Boulevard, Frankfort, Kentucky, to examine the application of the fuel adjustment clause of Blue Grass Energy Cooperative Corporation for the period May 1, 2007 through October 31, 2007. Individuals interested in attending this hearing shall notify the Public Service Commission in writing of their intent to attend no later than March 14, 2008. If no notices of intent to attend are received by that date, this hearing will be cancelled. Written notice of intent to attend this hearing should be sent to: Executive Director, Public Service Commission, P. O. Box 615, Frankfort, Kentucky 40602.

4. The official record of the proceeding shall be by video only, unless otherwise requested by a party to this proceeding.

Done at Frankfort, Kentucky, this 23rd day of January, 2008.

By the Commission

Executive Director