



**Blue Grass Energy
Cooperative Corporation**

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RECEIVED

SEP 12 2005

PUBLIC SERVICE
COMMISSION

September 9, 2005

Beth O'Donnell Executive Director
Kentucky Public Service Commission
P O Box 615
Frankfort Kentucky 40602

Dear Ms O'Donnell,

Enclosed is the affidavit of mailing of hearing notice from Anita Travis, Managing Editor Kentucky Living and two copies of the hearing notice. This is for the period from November 1, 2004 through April 30, 2005 for Case No. 2005-00246 Blue Grass Energy Cooperative Corporation.

If you have any questions, please contact me at (859) 885-2118. As always, you're continued assistance and cooperation is appreciated.

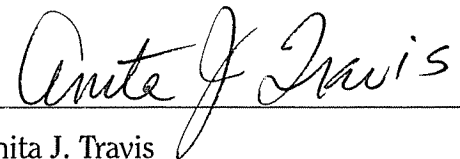
Sincerely,

A handwritten signature in cursive script that reads "J. Donald Smothers".

J. Donald Smothers
Vice President, Financial Services

AFFIDAVIT OF MAILING
OF HEARING NOTICE

Notice is hereby given that the September issue of *KENTUCKY LIVING*, bearing the official notice of hearing of PSC Case No. 2005-00246, concerning the application of the fuel adjustment clause from November 1, 2004, through April 30, 2005, for BLUE GRASS ENERGY COOPERATIVE CORPORATION, was entered as direct mail at Danville, Kentucky, on September 1, 2005.

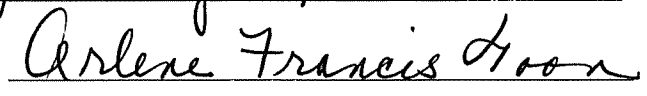


Anita J. Travis
Managing Editor
Kentucky Living

County of Jefferson
State of Kentucky

Sworn to and subscribed before me, a Notary Public,
this 7th day of September, 2005.

My commission expires January 10, 2008.



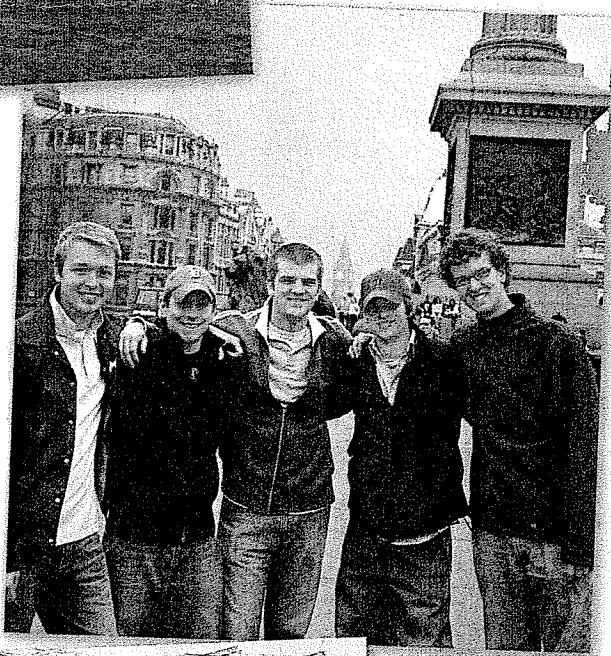
Notary Public, State of Kentucky

Lisa Abell visits Stonehenge during a semester of study abroad at University of Central Lancashire in England. Photo courtesy Bellarmine University

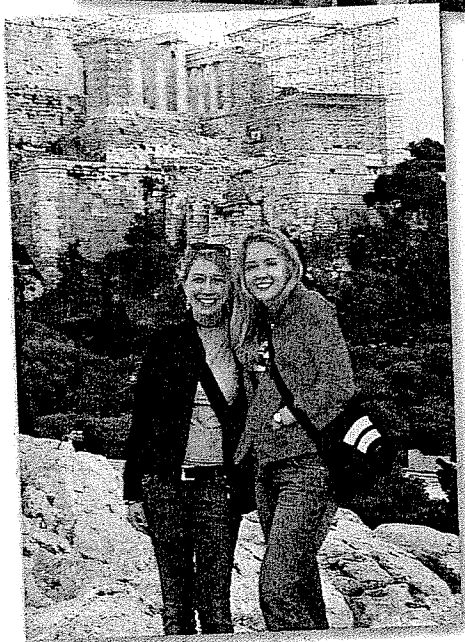


Joey, hosted an exchange student from Bolivia. So while Lesa was learning firsthand about the economic depression plaguing Argentina since 2001, her family in Kentucky got to witness another, brighter side of South American culture. Their student, Ramiro "Danny" Bracamonte, showered them with gifts from Bolivia, and often played music for them on his zampoñas, a traditional instrument akin to a pan flute. While Lesa Thomas was

Dary Picken and other senior students from Centre College visit London's Trafalgar Square while on a study abroad program to France. Students, left to right, Todd Davis, Brad Borough, Tim Ansted, Trey Janes, and Dary Picken. Photo courtesy Dary Picken



France. Physical therapy in Australia. Nursing in Ecuador. There's also the chance to sightsee: Big Ben, the Eiffel Tower, the Acropolis, Stonehenge, and a whole world of sights. And the best part: many times, depending on the program, students can do all that while still paying their school's regular tuition and fees.



Centre College seniors Rebecca Bush and Joanna Henke spent their spring break in Italy and Greece, shown here near the base of the Acropolis, while on a semester-long study abroad program to Strasbourg, France. Photo courtesy Rebecca Bush

Cultural Give-and-Take

Through exchange programs like AYUSA (Academic Year in the USA) or American Field Service, high school students can also enjoy study abroad in virtually any country around the globe.

While Lesa Thomas of Hebron, now 18, spent her junior year studying abroad in Argentina, her parents, Joseph and Sheila, and younger brother,

shocked by the poor economic conditions in Argentina, she brought home with her warm memories of how friendly the people

HEARING NOTICE

A public hearing will be held on Thursday, September 22, 2005, at 9:00 a.m., Eastern Daylight Time, at the offices of the Kentucky Public Service Commission, 211 Sower Boulevard, Frankfort, Kentucky, to examine the application of the fuel adjustment clause of the following corporations for the period November 1, 2004, through April 30, 2005. Individuals interested in attending this hearing shall notify the Public Service Commission in writing of their intent to attend no later than September 19, 2005. If no notices of intent to attend are received by this date, this hearing will be cancelled. Written notice of intent to attend this hearing should be sent to: Beth O'Donnell, Executive Director, Kentucky Public Service Commission, P.O. Box 615, Frankfort, Kentucky 40602.

Big Sandy RECC
Case No. 2005-00245

Blue Grass Energy Cooperative Corp.
Case No. 2005-00246

Clark Energy Cooperative
Case No. 2005-00247

Cumberland Valley Electric
Case No. 2005-00248

Farmers RECC
Case No. 2005-00249

Fleming-Mason Energy Cooperative
Case No. 2005-00250

Grayson RECC
Case No. 2005-00251

Inter-County Energy Cooperative
Case No. 2005-00252

Jackson Energy Cooperative
Case No. 2005-00253

Licking Valley RECC
Case No. 2005-00254

Nolin RECC
Case No. 2005-00255

Owen Electric Cooperative
Case No. 2005-00256

Salt River Electric Cooperative
Case No. 2005-00257

Shelby Energy Cooperative
Case No. 2005-00258

South Kentucky RECC
Case No. 2005-00259

Taylor County RECC
Case No. 2005-00260