Ernie Fletcher Governor

LaJuana S. Wilcher, Secretary Environmental and Public Protection Cabinet

Christopher L. Lilly Commissioner Department of Public Protection

Honorable Frank F. Chuppe Attorney Wyatt, Tarrant & Combs, LLP 500 West Jefferson Street Suite 2800 Louisville, KY 40202-2898



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

December 7, 2005

Mark David Goss Chairman

> Teresa J. Hill Vice Chairman

> Gregory Coker Commissioner

RE: Case No. 2005-00330

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

Sincerely,

Beth O'Donnell Executive Director

BOD/jc Enclosure

KentuckyUnbridledSpirit.com

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Honorable Frank F. Chuppe Attorney Wyatt, Tarrant & Combs, LLP 500 West Jefferson Street Suite 2800 Louisville, KY 40202-2898 Honorable Gardner F Gillespie Attorney at Law Hogan & Hartson, L.L.P. 555 Thirteenth Street, N.W. Washington, DC 20004-1109 J. Donald Smothers Vice President, Financial Services Blue Grass Energy Cooperative Corp. P. O. Box 990 1201 Lexington Road Nicholasville, KY 40340-0990

#### COMMONWEALTH OF KENTUCKY

#### BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

### APPLICATION OF BLUE GRASS ENERGY COOPERATIVE CORPORATION TO INCREASE ITS CATV ATTACHMENT CHARGES

CASE NO. 2005-00330

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On August 9, 2005, Blue Grass Energy Cooperative Corporation ("Blue Grass") submitted an application to the Commission requesting authority to adjust its cable television ("CATV") attachment rates. The application failed to meet certain filing requirements and was rejected for filing, pursuant to 807 KAR 5:001, Section 2, by letter dated August 17, 2005. In response to the rejection notice, Blue Grass submitted a new application on September 14, 2005 and requested therein that it be permitted to deviate from several of the general rate application requirements. In its November 3, 2005 Order, the Commission granted in part and denied in part Blue Grass's request for deviations. On November 17, 2005 and November 30, 2005, Blue Grass filed additional information addressing the denied deviations.

Based on a review of the additional information supplied by Blue Grass, the Commission finds that the deficiencies noted in our November 3, 2005 Order have been cured, and that Blue Grass's application should be considered filed as of November 30, 2005.

Blue Grass originally proposed that its rates become effective on October 1, 2005, but revised the effective date to January 1, 2006 when it filed the additional information on November 17, 2005.

Based on a review of Blue Grass's rate application, the Commission finds that an investigation will be necessary to determine the reasonableness of the proposed rates and that the investigation cannot be completed by January 1, 2006. Therefore, pursuant to KRS 278.190(2), the Commission will suspend the effective date of the proposed rates for 5 months.

IT IS THEREFORE ORDERED that:

1. Blue Grass's application is considered filed as of November 30, 2005.

2. Pursuant to KRS 278.190(2), Blue Grass's proposed rates are suspended for 5 months from January 1, 2006 up to and including May 31, 2006.

3. The procedural schedule set forth in Appendix A, which is attached hereto and incorporated herein, shall be followed.

4. All requests for information and responses thereto shall be appropriately indexed. Any request for information by letter from the Commission Staff shall be responded to as if set forth in a Commission Order. All responses shall include the name of the witness who will be responsible for responding to the questions related to the information provided, with copies to all parties of record and 7 copies to the Commission.

5. Any party filing testimony shall file an original and 10 copies.

6. Blue Grass shall give notice of any hearing in accordance with the provisions set out in 807 KAR 5:011, Section 8(5). At the time publication is requested, Blue Grass shall forward a duplicate of the notice and request to the Commission.

7. At any public hearing in this matter, neither opening statements nor summarization of direct testimonies shall be permitted.

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8. The parties to this proceeding are hereby put on notice that the Commission does not look favorably upon motions for continuance. Accordingly, motions for extensions of time with respect to the schedule herein shall be made in writing and will be granted only upon a showing of compelling reasons.

9. Nothing contained herein shall prevent the Commission from entering further Orders in this matter.

Done at Frankfort, Kentucky, this 7th day of December, 2005.

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By the Commission

ATTEST:

Kolist a. Amath for the Executive Director

Case No. 2005-00330

## APPENDIX A

# APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2005-00330 DATED December 7, 2005.

All initial requests for information to Blue Grass shall be filed no later than12/16/05
Blue Grass shall file responses to initial requests for information no later than01/04/06
All supplemental requests for information to Blue Grass shall be filed no later than01/18/06
Blue Grass shall file responses to supplemental requests for information no later than02/01/06
Intervenor testimony, if any, in verified prepared form shall be filed no later than02/15/06
All requests for information to Intervenors shall be filed no later than03/01/06
Intervenors shall file responses to requests for information no later than03/15/06
Last day for Blue Grass to publish notice of hearing To Be Scheduled
Public Hearing is to begin at 9:00 a.m., Eastern Standard Time, in Hearing Room 1 of the Commission's offices at 211 Sower Boulevard, Frankfort, Kentucky, for the purpose of cross-examination of witnesses of Cumberland Valley and Intervenors
Briefs, if any, shall be filed by