

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION OF THE)	
APPLICATION OF THE FUEL)	
ADJUSTMENT CLAUSE OF BLUE)	CASE NO.
GRASS ENERGY COOPERATIVE)	2012-00557
CORPORATION FROM NOVEMBER 1,)	
2010 THROUGH OCTOBER 31, 2012)	

ORDER

Pursuant to 807 KAR 5:056, the Commission, on February 11, 2013, established this case to review and evaluate the application of the Fuel Adjustment Clause ("FAC") of Blue Grass Energy Cooperative Corporation ("Blue Grass") for the two-year period from November 1, 2010 through October 31, 2012.

As part of this review, the Commission ordered Blue Grass to submit certain information and an affidavit attesting to its adherence to 807 KAR 5:056. The Commission further ordered that a public hearing be held in this case but cancelled it when, after publication of notice, no interested person advised the Commission of his or her intent to attend.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that:

1. During the period under review, Blue Grass has complied in all material respects with the provisions of 807 KAR 5:056.

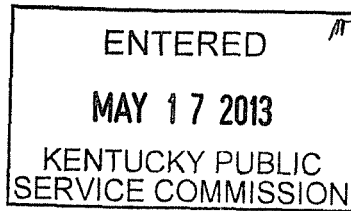
2. As East Kentucky Power Cooperative, Inc., the wholesale supplier of Blue Grass, has been authorized to maintain its base fuel rate at its current level,¹ Blue Grass's proposal to maintain its rates at their current level should be approved.

IT IS THEREFORE ORDERED that:

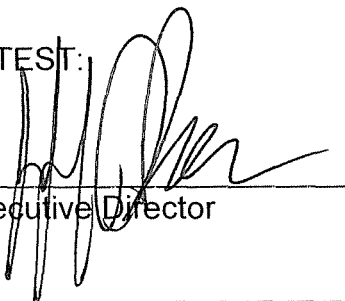
1. The charges and credits applied by Blue Grass through the FAC for the period from November 1, 2010 through October 31, 2012 are approved.

2. Blue Grass's proposal to maintain its rates at their current level is approved.

By the Commission



ATTEST:



Executive Director

¹Case No. 2012-00551, An Examination of the Application of the Fuel Adjustment Clause of East Kentucky Power Cooperative, Inc. from November 1, 2010 through October 31, 2012 (Ky. PSC May 17, 2013).

Mike Williams
President & CEO
Blue Grass Energy Cooperative Corp.
1201 Lexington Road
P. O. Box 990
Nicholasville, KY 40340-0990