

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION BY THE PUBLIC SERVICE)
COMMISSION OF THE APPLICATION OF THE)
FUEL ADJUSTMENT CLAUSE OF BLUE GRASS) CASE NO. 9738-C
RURAL ELECTRIC COOPERATIVE)
CORPORATION FROM NOVEMBER 1, 1987,)
TO APRIL 30, 1988)

O R D E R

Pursuant to 807 KAR 5:056, Section 1(11), the Public Service Commission ("Commission") issued an Order on May 27, 1988 requiring Blue Grass Rural Electric Cooperative Corporation ("Blue Grass") to notify its customers of a hearing to be held on July 28, 1988. Blue Grass was not required to appear at the scheduled hearing unless an appearance was requested by the Attorney General's Utility and Rate Intervention Division or other interested parties, or by the Commission on its own motion.

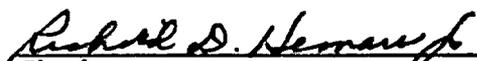
Following proper notice, no party of record requested Blue Grass to appear at the hearing scheduled for July 28, 1988. Furthermore, Blue Grass filed an affidavit stating its compliance with the provisions of the Fuel Adjustment Clause as prescribed in 807 KAR 5:056. It has also filed its monthly fuel charges for the 6-month period under review.

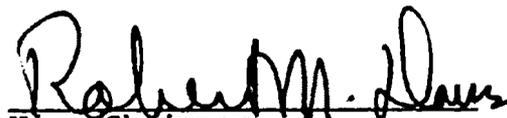
After reviewing Blue Grass' monthly fuel clause filings for the 6-month period under review, the Commission is of the opinion that Blue Grass has complied with the provisions of 807 KAR 5:056.

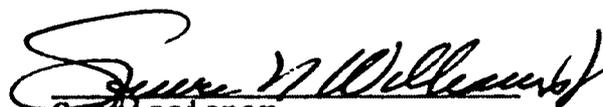
IT IS THEREFORE ORDERED that the charges and credits billed by Blue Grass through the fuel adjustment clause for the period November 1, 1987 through April 30, 1988 be and they hereby are approved.

Done at Frankfort, Kentucky, this 1st day of September, 1988.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director