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)	
RURAL ELECTRIC COOPERATIVE CORPORATION)	CASE NO. 92-497-B
FROM MAY 1, 1993 TO OCTOBER 31,	
1993	

O R D E R

Pursuant to Commission Regulation 807 KAR 5:056, the Commission on December 16, 1993 established this case to review and evaluate the operation of the fuel adjustment clause ("FAC") of Blue Grass Rural Electric Cooperative Corporation ("Blue Grass") for the 6 months ended October 31, 1993.

As part of this review, the Commission ordered Blue Grass to submit certain information concerning its compliance with Commission Regulation 807 KAR 5:056. Blue Grass has complied with this Order. The Commission further ordered that a public hearing be held in this case but cancelled it when, after publication of notice, no interested party advised the Commission of its intention to attend.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that Blue Grass has properly calculated and applied its FAC charge.

IT IS THEREFORE ORDERED that the charges and credits applied by Blue Grass through the FAC for the period May 1, 1993 through October 31, 1993 be and they hereby are approved.

Done at Frankfort, Kentucky, this 8th day of May, 1994.

PUBLIC SERVICE COMMISSION

hairman

vice Chairman

Commissioner 50

ATTEST:

Executive Director