

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF BLUE GRASS RURAL )  
ELECTRIC COOPERATIVE, INC. FOR AN ORDER ) CASE NO.  
ISSUING A CERTIFICATE OF PUBLIC ) 95-020  
CONVENIENCE AND NECESSITY )

O R D E R

Blue Grass Rural Electric Cooperative Corporation ("Blue Grass") filed its application on January 31, 1995 for a Certificate of Public Convenience and Necessity to construct certain improvements and additions to its existing plant at a cost of \$4,502,412. In support of its application, Blue Grass filed its 1994-1995 Work Plan which describes in detail the improvements and additions to its plant that are required over the next 2 years to serve its load.

Blue Grass seeks authorization to construct extensions and additions to its plant as follows:

1. New Member Extensions	\$1,150,000
2. Line Conversions	1,286,312
3. Transformers and Meters	858,500
4. Service Upgrades	37,800
5. Sectionalizing Equipment	83,600
6. Regulators and Capacitors	79,900
7. Ordinary Replacements	585,800
8. Security Lights	73,500

9. Distribution Automation Equipment	35,000
10. Street Lights	<u>312,000</u>
Total	\$4,502,412

The proposed construction will enable Blue Grass to continue to provide adequate and dependable electric service to its consumers. The system improvements recommended in the Work Plan will not duplicate existing facilities and are needed to correct voltage problems, improve phase balance, and provide for improved service reliability.

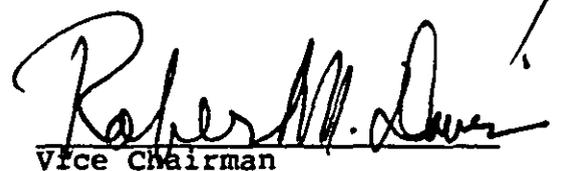
Based on the application and supporting 1994-1995 Work Plan, and being advised, the Commission finds that the proposed improvements and additions to be constructed by Blue Grass are necessary to provide adequate, reliable electric service to existing customers and anticipated new customers.

IT IS THEREFORE ORDERED that Blue Grass be and it hereby is granted a Certificate of Public Convenience and Necessity to construct the facilities described in its 1994-1995 Work Plan.

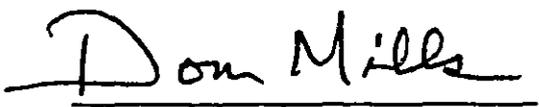
Done at Frankfort, Kentucky, this 9th day of June, 1995.

PUBLIC SERVICE COMMISSION

  
Chairman

  
Vice Chairman

ATTEST:

  
Executive Director

  
Commissioner