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 ENERGY COOPERATIVE CORPORATION FROM NOVEMBER 1, 1999 THROUGH APRIL 30, 2000

CASE NO. 98-568-C

<u>O R D E R</u>

Pursuant to 807 KAR 5:056, Section 1(11), IT IS HEREBY ORDERED that:

1. A public hearing shall be held on September 7, 2000 at 9:00 a.m., Eastern Daylight Time, at the Commission's offices at 211 Sower Boulevard, Frankfort, Kentucky, to examine the application of the fuel adjustment clause of Blue Grass Energy Cooperative Corporation ("Blue Grass") from November 1, 1999 through April 30, 2000. If no interested party files written notice of its intent to attend this hearing with the Commission by September 5, 2000, this public hearing shall be cancelled.

2. Blue Grass shall file with the Commission on or before August 4, 2000 an affidavit attesting to its compliance or noncompliance with the requirements of 807 KAR 5:056.

3. Blue Grass shall publish the following notice not less than 7 days nor more than 21 days prior to the public hearing in a newspaper of general circulation in its service areas or in a trade publication or newsletter going to all customers; and shall file an Affidavit of Publication of Hearing Notice with the Commission when received from

the publisher, but no later than September 6, 2000.

A public hearing will be held on Thursday, September 7, 2000, at 9:00 a.m., Eastern Daylight Time, at the offices of the Kentucky Public Service Commission, 211 Sower Boulevard, Frankfort, Kentucky, to examine the application of the fuel adjustment clause of Blue Grass Energy Cooperative Corporation for the period November 1, 1999 through April 30, 2000. Individuals interested in attending this hearing shall notify the Public Service Commission in writing of their intent to attend no later than September 5, 2000. If no notices of intent to attend are received by that date, this hearing will be cancelled. Written notice of intent to attend this hearing should be sent to: Martin J. Huelsmann, Executive Director, Kentucky Public Service Commission, P. O. Box 615, Frankfort, Kentucky 40602.

Done at Frankfort, Kentucky, this 21st day of June, 2000.

By the Commission

ATTEST:

Here -

Executive Director