

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.
ENERGY COOPERATIVE CORPORATION FROM)	2000-00501-B
MAY 1, 2001 TO OCTOBER 31, 2001)	

ORDER

Pursuant to Administrative Regulation 807 KAR 5:056, the Commission on December 20, 2001, established this case to review and evaluate the operation of the fuel adjustment clause (FAC) of Blue Grass Energy Cooperative Corporation (Blue Grass) for the six months ended October 31, 2001.

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 no evidence that Blue Grass has improperly calculated or 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, 2001 through October 31, 2001 are approved.

Done at Frankfort, Kentucky, this 2nd day of May, 2002.

By the Commission

ATTEST:

A handwritten signature in black ink, appearing to read "Thomas H. (T) [unclear]", written over a horizontal line.

Executive Director