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Mark David Goss
Chairman

John W. Clay
Commissioner

January 30, 2007

CERTIFICATE OF SERVICE

RE: Case No. 2007-00002
Millennium Energy, Inc.

I, Beth O'Donnell, Executive Director of the Public Service Commission, hereby certify that the enclosed attested copy of the Commission's Order in the above case was served upon the addressee by U.S. Mail on January 30, 2007.

A handwritten signature in black ink, appearing to read "Beth O'Donnell", written over a horizontal line.

Executive Director

BOD/jc
Enclosure

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF GAS COST)
ADJUSTMENT FILING OF)
MILLENNIUM ENERGY, INC.) CASE NO. 2007-00002

ORDER

On December 2, 1999, in Case No. 1999-00312, the Commission approved rates for Millennium Energy, Inc. ("Millennium") and provided for their further adjustment in accordance with Millennium's gas cost adjustment ("GCA") clause.¹

On January 2, 2007, Millennium filed its proposed GCA to be effective February 1, 2007.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. Millennium's notice includes revised rates designed to pass on to its customers its expected change in gas costs.
2. Millennium's notice sets out an expected gas cost ("EGC") of \$11.1370 per Mcf, which is a decrease of .07 cent per Mcf from its previous EGC of \$11.1377.
3. Millennium's notice sets out no refund adjustment.

¹ Case No. 1999-00312, Petition of Millennium Energy, Inc. for Approval of an Initial Rate Schedule for Serving Customers from an Existing Gas Supply Line, Order dated December 2, 1999.

4. Millennium's notice sets a current quarter actual adjustment ("AA") of (5.57) cents per Mcf. Millennium's total AA is \$1.4528 per Mcf, which is 73.08 cents per Mcf less than the previous total AA.

5. Millennium's notice sets out a current quarter balance adjustment ("BA") of (2.24) cents per Mcf. Millennium's total BA is (10.31) cents per Mcf, which is 1.72 cent per Mcf less than the previous total BA.

6. Millennium's GCA is \$12.4867 per Mcf, which is 74.87 cents per Mcf less than the previous rate of \$13.2354.

7. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for service rendered by Millennium on and after February 1, 2007.

IT IS THEREFORE ORDERED that:

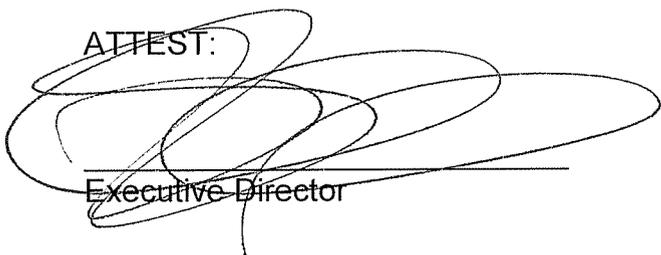
1. The rates in the Appendix to this Order are approved for service rendered on and after February 1, 2007.

2. Within 20 days of the date of this Order, Millennium shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 30th day of January, 2007.

By the Commission

ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2007-00002 DATED January 30, 2007.

The following rates and charges are prescribed for the customers served by Millennium Energy, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Residential

| | <u>Base Rate</u> | <u>Gas Cost Recovery Rate</u> | <u>Total</u> |
|-----------------|------------------|---------------------------------------|--------------|
| Customer Charge | \$6.00 | | \$6.00 |
| All Mcf | \$4.00 | \$12.4867 | \$16.4867 |

Commercial and Industrial

| | | | |
|-----------------|---------|-----------|-----------|
| Customer Charge | \$20.00 | | \$20.00 |
| All Mcf | \$ 3.00 | \$12.4867 | \$15.4867 |