

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF GAS COST)
ADJUSTMENT FILING OF) CASE NO. 2002-00482
MILLENNIUM ENERGY, INC.)

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.

On December 26, 2002, Millennium filed its proposed GCA to be effective February 1, 2003.

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 expected gas cost (EGC) is \$3.7894 per Mcf, the same as its last filing which was effective November 1, 2002.
3. Millennium s notice sets out no refund adjustment.
4. Millennium s notice sets a current quarter actual adjustment (AA) of 3.76 cents per Mcf. Millennium s total AA is 49.84 cents per Mcf, which is 24.02 cents per Mcf more than the previous total AA.

5. Millennium s notice sets out a current quarter balance adjustment (BA) of 1.24 cents per Mcf. Millennium s total BA is 40.58 cents per Mcf, which is 1.24 cents per Mcf more than the previous total BA.

6. Millennium s GCA is \$4.6936 per Mcf, which is 25.27 cents per Mcf more than the previous rate of \$4.4409.

7. The rates in the Appendix to this Order are fair, just, and reasonable, in the public interest, and should be approved for service rendered by Millennium on and after February 1, 2003.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix to this Order are approved for service rendered on and after February 1, 2003.

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 27th day of January, 2003.

By the Commission

ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2002-00482 DATED January 27, 2003

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	\$4.6936	\$8.6936

Commercial and Industrial

Customer Charge	\$20.00		\$20.00
All Mcf	\$ 3.00	\$4.6936	\$ 7.6936