COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF GAS COST)	
ADJUSTMENT FILING OF)	CASE NO. 2003-00112
MILLENNIUM ENERGY, INC.)	

<u>ORDER</u>

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 March 24, 2003, Millennium filed its proposed GCA to be effective May 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 February 1, 2003.
 - 3. Millennium s notice sets out no refund adjustment.
- 4. Millennium's notice sets a current quarter actual adjustment (AA) of 37.22 cents per Mcf. Millennium's total AA is \$1.1361 per Mcf, which is 63.77 cents per Mcf more than the previous total AA.

5. Millennium's notice sets out a current quarter balance adjustment (BA) of 3.41 cents per Mcf. Millennium's total BA is 43.99 cents per Mcf, which is 3.41 cents per Mcf more than the previous total BA.

6. Millennium's GCA is \$5.3654 per Mcf, which is 67.18 cents per Mcf more than the previous rate of \$4.6936.

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 May 1, 2003.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix to this Order are approved for service rendered on and after May 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 22nd day of April, 2003.

By the Commission

ATTEST:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2003-00112 DATED April 22, 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.

Dagidantial

Residential		Gas Cost			
	Base Rate	Recovery <u>Rate</u>	<u>Total</u>		
Customer Charge All Mcf	\$6.00 \$4.00	\$5.3654	\$6.00 \$9.3654		
Commercial and Industrial					
Customer Charge All Mcf	\$20.00 \$ 3.00	\$5.3654	\$20.00 \$ 8.3654		