COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT FILING OF MILLENNIUM ENERGY, INC.

CASE NO. 2011-00310

<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.¹

On August 23, 2011, Millennium filed its proposed GCA to be effective October 1,

2011.

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 \$5.0401 per Mcf, which is an increase of \$.1052 per Mcf from its previous EGC of \$4.9349 per Mcf.

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 (Ky. PSC Dec. 2, 1999).

4. Millennium's notice sets out a current quarter Actual Adjustment ("AA") of \$.0490 per Mcf. Millennium's total AA is \$.1536 per Mcf, which is an increase of \$.0676 per Mcf from the previous total AA of \$.0860 per Mcf.

5. Millennium's notice sets out a current quarter Balance Adjustment ("BA") of (\$.0004) per Mcf. Millennium's total BA is (\$.1465) per Mcf, which is an increase of \$.0225 per Mcf from the previous total BA of (\$.1690) per Mcf.

6. Millennium's Gas Cost Recovery rate is \$5.0472 per Mcf, which is an increase of \$.1953 per Mcf from the previous rate of \$4.8519 per Mcf.

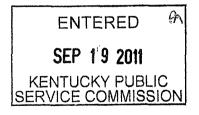
7. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for service rendered by Millennium on and after October 1, 2011.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix to this Order are approved for service rendered on and after October 1, 2011.

2. Within 20 days of the date of this Order, Millennium shall file its revised tariffs with this Commission setting out the rates approved herein and reflecting that they were approved pursuant to this Order.

By the Commission



ATTES Executive Directo

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2011-00310 DATED SEP 1 9 2011

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

	Base Rate	Gas Cost Recovery <u>Rate</u>	Total
Customer Charge	\$6.00	\$5.0472	\$ 6.00
All Mcf	\$4.00		\$ 9.0472
Commercial and Industrial			
Customer Charge	\$20.00	5.0472	\$20.00
All Mcf	\$ 3.00		\$8.0472

Wayne Goodrum Manager Millennium Energy, Inc. 698 Morgantown Road Franklin, KENTUCKY 42134