COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT FILING OF MILLENNIUM ENERGY, INC.

CASE NO. 2012-00190

<u>ORDER</u>

)

On December 2, 1999, in Case No. 99-312, 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 May 21, 2012, Millennium filed its proposed GCA to be effective July 1, 2012.

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 \$3.1107 per Mcf, which is a decrease of \$.2062 per Mcf from its previous EGC of \$3.3169 per Mcf.

3. Millennium's notice sets out no Refund Adjustment.

¹ Case No. 99-312, In the Matter of a Petition of Millennium Energy, Incorporated 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 (\$.0827) per Mcf. Millennium's total AA is (\$.1979) per Mcf, which is a decrease of \$.1545 per Mcf from the previous total AA of (\$.0434) per Mcf.

5. Millennium's notice sets out a current quarter Balance Adjustment ("BA") of (\$.000054) per Mcf. Millennium's total BA is (\$.0001) per Mcf, which is an increase of \$.0358 per Mcf from the previous total BA of (\$.0359) per Mcf.

6. Millennium's GCR rate is \$2.9127 per Mcf, which is a decrease of \$.3249 per Mcf from the previous rate of \$3.2376 per Mcf. Due to a rounding error, Millennium calculated a GCR rate of \$2.9126 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 July 1, 2012.

IT IS THEREFORE ORDERED that:

1. The rates proposed by Millennium are denied.

2. The rates in the Appendix to this Order are approved for service rendered on and after July 1, 2012.

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

Case No. 2012-00190

-2-



Commissioner Breathitt Abstains.

ATTEST:

Caron D. Drummell for Executive Director

Case No. 2012-00190

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2012-00190 DATED JUN 1 4 2012

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.

٠

Residential

	Base Rate	Gas Cost Recovery <u>Rate</u>	Total
Customer Charge	\$6.00	\$2.9127	\$ 6.00
All Mcf	\$4.00		\$ 6.9127
Commercial and Industrial			
Customer Charge	\$20.00	2.9127	\$20.00
All Mcf	\$ 3.00		\$ 5.9127

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