



Ernie Fletcher
Governor

Mark David Goss
Chairman

LaJuana S. Wilcher, Secretary
Environmental and Public
Protection Cabinet

Commonwealth of Kentucky
Public Service Commission
211 Sower Blvd.
P.O. Box 615
Frankfort, Kentucky 40602-0615
Telephone: (502) 564-3940
Fax: (502) 564-3460
psc.ky.gov

Teresa J. Hill
Vice Chairman

Christopher L. Lilly
Commissioner
Department of Public Protection

Gregory Coker
Commissioner

April 24, 2006

Gary K. Dillard
Executive Vice President
Millennium Energy, Inc.
P. O. Box 1118
Bowling Green, KY 42102

CERTIFICATE OF SERVICE

RE: Case No. 2006-00126
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 April 24, 2006.

Executive Director

BOD/sh
Enclosure

Gary K. Dillard
Executive Vice President
Millennium Energy, Inc.
P. O. Box 1118
Bowling Green, KY 42102

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF GAS COST)
ADJUSTMENT FILING OF)
MILLENNIUM ENERGY, INC.) CASE NO. 2006-00126

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 March 24, 2006, Millennium filed its proposed GCA to be effective May 1, 2006.

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 \$11.4284 per Mcf, which is an increase of 42.84 cents per Mcf from its previous EGC of \$11.00.
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 \$2.3813 per Mcf. Millennium's total AA is \$2.8740 per Mcf, which is \$2.8177 per Mcf more than the previous total AA.

5. Millennium's notice sets out a current quarter balance adjustment ("BA") of (.67) cent per Mcf. Millennium's total BA is (2.96) cents per Mcf, which is .6 cent per Mcf more than the previous total BA.

6. Millennium's GCA is \$14.2728 per Mcf, which is \$3.2521 per Mcf more than the previous rate of \$11.0207.

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, 2006.

IT IS THEREFORE ORDERED that:

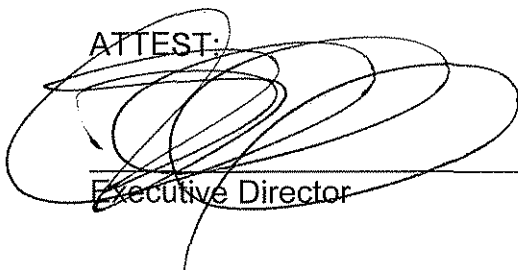
1. The rates in the Appendix to this Order are approved for service rendered on and after May 1, 2006.

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 24th day of April, 2006.

By the Commission

ATTEST:



Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2006-00126 DATED April 24, 2006.

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	\$14.2728	\$18.2728

Commercial and Industrial

Customer Charge	\$20.00		\$20.00
All Mcf	\$ 3.00	\$14.2728	\$17.2728