Ernie Fletcher Governor

LaJuana S. Wilcher, Secretary Environmental and Public Protection Cabinet

Christopher L. Lilly Commissioner Department of Public Protection

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



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

August 2, 2005

Mark David Goss Chairman

> Gregory Coker Commissioner

CERTIFICATE OF SERVICE

RE: Case No. 2005-00288 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 August 2, 2005.

Executive Director

BOD/jc Enclosure



COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

NOTICE OF GAS COST ADJUSTMENT FILING OF MILLENNIUM ENERGY, INC.

CASE NO. 2005-00288

<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 July 8, 2005, Millennium filed its proposed GCA to be effective August 1, 2005.

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 \$5.3298 per

Mcf, which is a decrease of 19.61 cents per Mcf from its previous EGC of \$5.5259.

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 3.43 cents per Mcf. Millennium's total AA is (58.26) cents per Mcf, which is 33.65 cents per Mcf more than the previous total AA.

5. Millennium's notice sets out a current quarter balance adjustment ("BA") of (.27) cent per Mcf. Millennium's total BA is (6.68) cents per Mcf, which is 5.1 cents per Mcf more than the previous total BA.

6. Millennium's GCA is \$4.6804 per Mcf, which is 19.15 cents per Mcf more than the previous rate of \$4.4889.

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 August 7, 2005. Millennium did not give sufficient notice for rates to be effective August 1, 2005.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix to this Order are approved for service rendered on and after August 7, 2005.

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 2nd day of August, 2005.

By the Commission

ATTEST:

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Case No. 2005-00288

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2005-00288 DATED August 2, 2005.

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>	<u>Total</u>
Customer Charge	\$6.00	\$4.6804	\$6.00
All Mcf	\$4.00		\$8.6804
Commercial and Industrial			
Customer Charge	\$20.00	\$4.6804	\$20.00
All Mcf	\$ 3.00		\$7.6804