

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC PURCHASED GAS ADJUSTMENT ) CASE NO.  
FILING OF MILLENNIUM ENERGY, INC. ) 2022-00282

ORDER

On August 23, 2022, Millennium Energy, Inc. (Millennium) filed its proposed Gas Cost Recovery (GCR) rate report to be effective October 1, 2022. Millennium's previous GCR rate was approved in Case No. 2022-00137.<sup>1</sup>

LEGAL STANDARD

The Commission's standard of review for GCR rates is well settled as stated in KRS 278.274(1):

In determining whether proposed natural gas utility rates are just and reasonable, the commission shall review the utility's gas purchasing practices. The commission may disallow any costs or rates which are deemed to result from imprudent purchasing practices on the part of the utility.

Further, the utility has the burden to prove the rates are just and reasonable and the Commission may reduce the purchased gas component of the utility's rates or the rates charged by an affiliated company to the extent the amount is deemed to be unjust or unreasonable.<sup>2</sup>

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<sup>1</sup> Case No. 2022-00137, *Electronic Purchased Gas Adjustment Filing of Millennium Energy, Inc.* (Ky. PSC June 24, 2022).

<sup>2</sup> KRS 278.274(2); KRS 278.274(3)(c); and KRS 278.274(3)(d).

## DISCUSSION

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that Millennium's report includes revised rates designed to pass on to its customers its expected change in gas costs. Millennium's report sets out an Expected Gas Cost (EGC) of \$10.3248 per Mcf, which is an increase of \$1.7287 per Mcf from its previous EGC of \$8.5961 per Mcf. Millennium's report sets out no supplier Refund Adjustment. Millennium's report sets out a current quarter Actual Adjustment (AA) of \$0.5262 per Mcf. Millennium's total AA is \$1.1583 per Mcf, which is an increase of \$0.6615 per Mcf from its previous total AA of \$0.4968 per Mcf. Millennium's report sets out a current quarter Balance Adjustment (BA) of \$0.0080 per Mcf. Millennium's total BA is \$0.0176 per Mcf, which is an increase of \$0.0138 per Mcf from its previous total BA of \$0.0038 per Mcf.

Based on the calculations above, the Commission finds that Millennium's GCR is \$11.5007 per Mcf, which is an increase of \$2.4040 per Mcf from the previous GCR rate of \$9.0967 per Mcf. The Commission further finds that the rates set forth in the Appendix to this Order are fair, just and reasonable and are approved for service rendered by Millennium on and after October 1, 2022.

For the purpose of transparency and to maintain a record of information for future use, the Commission finds that Millennium shall submit all invoices it receives along with its monthly usage reports for each month of the reporting period when it files its future GCR rate reports. Should Millennium purchase sustainable natural gas from a renewable source during the reporting period of any future GCR reports then the supplier, cost, and amount must be documented in its cover letter to the Commission.

IT IS THEREFORE ORDERED that:

1. The rates proposed by Millennium and set forth in the Appendix to this Order are approved for service rendered on and after October 1, 2022.
2. Millennium shall submit all invoices it receives along with its monthly usage reports for each month of the reporting period when it files its future GCR rate reports.
3. Within 20 days of the date of service of this Order, Millennium shall file with this Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets setting out the rates approved herein and reflecting that they were approved pursuant to this Order.
4. This case is closed and removed from the Commission's docket.

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PUBLIC SERVICE COMMISSION

  
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Chairman

\_\_\_\_\_  
Vice Chairman

  
\_\_\_\_\_  
Commissioner



ATTEST:

  
\_\_\_\_\_  
Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 2022-00282 DATED SEP 28 2022

The following rates and charges are prescribed for the customers in the area served by Millennium Energy, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under the authority of this Commission prior to the effective date of this Order.

Residential

	<u>Base Rate</u>	Gas Cost Recovery <u>Rate</u>	<u>Total</u>
All Mcf	\$ 4.0000	\$11.5007	\$ 15.5007

Commercial and Industrial

All Mcf	\$ 3.0000	\$11.5007	\$ 14.5007
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