

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF GAS COST)	
ADJUSTMENT FILING OF)	CASE NO. 2003-00371
MILLENNIUM ENERGY, INC.)	

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.

On September 29, 2003, Millennium filed its proposed GCA to be effective November 1, 2003.

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 expected gas cost (EGC) is \$5.6209 per Mcf, which is an increase of \$1.8315 per Mcf from its previous EGC of \$3.7894.
3. Millennium s notice sets out no refund adjustment.
4. Millennium s notice sets a current quarter actual adjustment (AA) of 2.97 cents per Mcf. Millennium s total AA is 92.10 cents per Mcf, which is 28.29 cents per Mcf more than the previous total AA.

5. Millennium s notice sets out a current quarter balance adjustment (BA) of (21.65) cents per Mcf. Millennium s total BA is (10.89) cents per Mcf, which is 24.23 cents per Mcf less than the previous total BA.

6. Millennium s GCA is \$6.4330 per Mcf, which is \$1.8721 per Mcf more than the previous rate of \$4.5609.

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 November 1, 2003.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix to this Order are approved for service rendered on and after November 1, 2003.

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 31st day of October, 2003.

By the Commission

ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2003-00371 DATED October 31, 2003

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	\$6.4330	\$10.4330

Commercial and Industrial

Customer Charge	\$20.00		\$20.00
All Mcf	\$ 3.00	\$6.4330	\$9.4330