

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC PURCHASED GAS ADJUSTMENT)	CASE NO.
FILING OF MILLENNIUM ENERGY, INC.)	2025-00147

ORDER

On May 27, 2025, Millennium Energy, Inc. (Millennium) filed its proposed Gas Cost Recovery (GCR) rate report to be effective July 1, 2025. Millennium's previous GCR rate was approved in Case No. 2025-00037.¹ In its initial GCR rate report filing, Millennium failed to provide Schedule V, which is used to calculate the current quarter Balance Adjustment (BA). Millennium filed the sheet into the case record on June 4, 2025.

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

¹ Case No. 2025-00037, *Electronic Purchased Gas Adjustment Filing of Millennium Energy, Inc.* (Ky. PSC Mar. 27, 2025).

rates charged by an affiliated company to the extent the amount is deemed to be unjust or unreasonable.²

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 \$4.0173 per Mcf, which is an increase of \$0.1319 per Mcf from its previous EGC of \$3.8854 per Mcf. Millennium's report sets out no supplier Refund Adjustment. Millennium's Report sets out a current quarter Actual Adjustment (AA) of \$0.1566 per Mcf. Millennium's total AA is (\$0.1553) per Mcf, which is an increase of \$0.2361 per Mcf from the previous total AA of (\$0.3914) per Mcf. Millennium's report sets out a current quarter BA of \$0.0153 per Mcf. Millennium's total BA is \$0.0581 per Mcf, which is a decrease of \$0.0442 per Mcf from its previous total BA of \$0.1023 per Mcf.

Based on the calculations above, the Commission finds that Millennium's GCR rate is \$3.9201 per Mcf, which is an increase of \$0.3238 per Mcf from its previous GCR rate of \$3.5963 per Mcf. The Commission further finds that the rates set forth in the Appendix to this Order are fair, just and reasonable and should be approved for service rendered by Millennium on or after July 1, 2025.

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 gas from a renewable source

² KRS 278.274(2); KRS 278.274(3)(c); and KRS 278.274(3)(d).

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.

Due to the inputs for the calculation of the current quarter BA being already available in the case record and in prior GCR rate reports, the Commission finds the filing of the Schedule V sheet to not be an amended application. The Commission finds that Millennium should conduct a thorough review of its future GCR rate report filings to ensure all necessary information has been successfully filed with the Commission. Failure to do so may impede the Commission's timely review of the case.


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 July 1, 2025.
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. Should Millennium purchase sustainable gas from a renewable source during the reporting period of any future GCR reports, then the supplier, cost, and amount shall be documented in its cover letter to the Commission.
4. 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.
5. Millennium shall carefully review all future filings for completeness as directed herein.
6. This case is closed and removed from the Commission's docket.

PUBLIC SERVICE COMMISSION


Chairman

Vice Chairman


Commissioner

ATTEST:


Executive Director



APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2025-00147 DATED JUN 27 2025

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	\$3.9201	\$ 7.9201

Commercial and Industrial

All Mcf	\$ 3.0000	\$3.9201	\$ 6.9201
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*Millennium Energy, Inc.
951 Fairview Avenue
P. O. Box 1118
Bowling Green, KY 42102

*Patty Kantosky
VP of Member & Customer Services
Millennium Energy, Inc.
951 Fairview Avenue
Bowling Green, KY 42101

*Wendy Meador
Millennium Energy, Inc.
951 Fairview Avenue
Bowling Green, KY 42101