

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF PURCHASED GAS )  
COST ADJUSTMENT FOR )  
MILLENNIUM ENERGY, INC. )

CASE NO. 2008-00492

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.<sup>1</sup>

On December 1, 2008, Millennium filed its proposed GCA to be effective January 1, 2009.

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 \$6.0027 per Mcf, which is a decrease of \$2.1061 per Mcf from its previous EGC of \$8.1088.
3. Millennium's notice sets out no Refund Adjustment.

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<sup>1</sup> 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.

4. Millennium's notice sets a current quarter Actual Adjustment ("AA") of (\$.3798) per Mcf. Millennium's total AA is \$.9902 per Mcf, which is \$.5655 per Mcf less than the previous total AA of \$1.5557.

5. Millennium's notice sets out a current quarter Balance Adjustment ("BA") of (\$.0303) per Mcf. Millennium's total BA is \$.0504 per Mcf, which is \$.0375 per Mcf less than the previous total BA of \$.0879.

6. Millennium's Gas Cost Recovery Rate is \$7.0433 per Mcf, which is \$2.7091 per Mcf less than the previous rate of \$9.7524.

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 January 1, 2009.

IT IS THEREFORE ORDERED that:

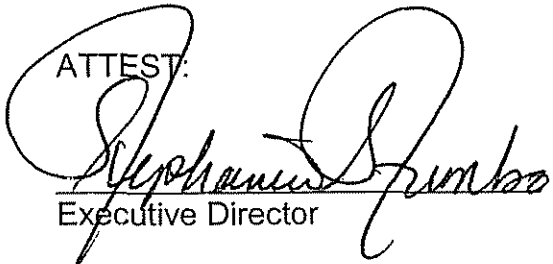
1. The rates in the Appendix to this Order are approved for service rendered on and after January 1, 2009.

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 18th day of December, 2008.

By the Commission

ATTEST:

  
Executive Director

## APPENDIX

### APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2008-00492 DATED DECEMBER 18, 2008.

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	\$7.0433	\$11.0433

#### Commercial and Industrial

Customer Charge	\$20.00		\$20.00
All Mcf	\$ 3.00	\$7.0433	\$10.0433

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