COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT FILING OF) CASE NO. NAVITAS KY NG, LLC) 2014-00014

ORDER

On February 16, 1995,¹ the Commission approved rates for Gasco Distribution Systems, Inc. ("Gasco") and provided for their further adjustment on a quarterly basis in accordance with its Gas Cost Adjustment clause. On February 28, 2011, Navitas KY NG, LLC ("Navitas KY") acquired the assets of Gasco pursuant to the Commission's approval of the transfer, and adopted Gasco's tariffs.²

On January 10, 2014, Navitas KY filed its proposed Gas Cost Recovery ("GCR") rate to be effective February 1, 2014.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. Navitas KY's notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs. Navitas KY's notice sets out an Expected Gas Cost ("EGC") of \$6.1998 per Mcf, which represents an increase of \$.0073 per Mcf from the previous EGC of \$6.1925 per Mcf.

¹ Case No. 1994-00427, In the Matter of the Application of Gasco Distribution Systems, Inc. for a Certificate of Convenience and Necessity to Provide Local Gas Distribution Service to Albany, Ky. and for Transfer of the Albany Gas Utility Company (Ky. PSC Feb. 16, 1995).

² Case No. 2010-00468, Joint Application of Navitas Kentucky NG, LLC and Gasco Distribution Systems, Inc. for Approval of an Acquisition of Ownership and Control of Gas Utility Systems (Ky. PSC Feb. 11, 2011).

- 2. Navitas KY's notice sets out no current quarter or total Refund Adjustment, which is no change from the previous quarter.
- 3. Navitas KY's notice sets out a current quarter Actual Adjustment ("AA") of \$.1516 per Mcf. Navitas KY's total AA is \$.8071 per Mcf, which is an increase of \$.6706 per Mcf from its previous total AA of \$.1365 per Mcf.
- 5. Navitas KY's notice sets out a current quarter BA in the amount of \$.1326 per Mcf. Navitas KY's total BA is \$.6000 per Mcf, which is an increase of \$.1326 per Mcf from its previous total BA of \$.4674 per Mcf.
- 6. Navitas KY's GCR is \$7.6069 per Mcf, which is an increase of \$.8105 per Mcf from its previous rate of \$6.7964 per Mcf.
- 7. The rate in the Appendix to this Order is fair, just, and reasonable, and should be approved for service rendered by Navitas KY on and after February 9, 2014. Navitas KY did not provide the 30 days' notice required for its rate increase to be effective February 1, 2014.

IT IS THEREFORE ORDERED that:

- 1. The rate in the Appendix attached hereto and incorporated herein is approved for service rendered on and after February 9, 2014.
- 2. Within 20 days of the date of this Order, Navitas KY shall file with this Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets setting out the rate approved herein and reflecting that it was approved pursuant to this Order.

By the Commission

ENTERED

JAN 28 2014

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2014-00014 DATED JAN 2 8 2014

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

RATES:

	Gas Cost Recovery		
	Base Rate	<u>Rate</u>	Total
Residential Commercial	\$4.62 \$3.62	\$7.6069 \$7.6069	\$12.2269 \$11.2269

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