

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT FILING OF) CASE NO.
NAVITAS KY NG, LLC) 2013-00360

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 September 30, 2013, Navitas KY filed its proposed Gas Cost Recovery ("GCR") rate to be effective November 1, 2013.

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 \$6.1925 per Mcf, which represents an increase of \$.5035 per Mcf from the previous EGC of \$5.6890 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 \$.2883 per Mcf. Navitas KY's total AA is \$.1365 per Mcf, which is a decrease of \$.5872 per Mcf from its previous total AA of \$.7237 per Mcf.

4. Navitas KY's notice sets out a current quarter BA in the amount of \$.2341 per Mcf. Navitas KY's total BA is \$.4674 per Mcf, which is an increase of \$1.5903 per Mcf from its previous total BA of (\$1.1229) per Mcf.

5. Navitas KY's GCR is \$6.7964 per Mcf, which is an increase of \$1.5066 per Mcf from its previous rate of \$5.2898 per Mcf. Due to a spread sheet error, Navitas KY's application set out a GCR of \$6.7963.

6. The rate in the Appendix to this Order is fair, just, and reasonable, and should be approved for billing for service rendered by Navitas KY on and after November 1, 2013.

IT IS THEREFORE ORDERED that:

1. The rate proposed by Navitas is denied.
2. The rate in the Appendix attached hereto and incorporated herein is approved for billing for service rendered on and after November 1, 2013.
3. 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.

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2013-00360 DATED **OCT 21 2013**

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:

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
Residential	\$4.62	\$6.7964	\$11.4164
Commercial	\$3.62	\$6.7964	\$10.4164

By the Commission

ENTERED
OCT 21 2013
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:



Executive Director

Joseph M Irwin
Navitas KY NG, LLC
3186-D Airway Avenue
Costa Mesa, CA 92626