

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT FILING OF)
NAVITAS KY NG, LLC) CASE NO. 2014-00222

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 July 7, 2014, Navitas KY filed its proposed Gas Cost Recovery ("GCR") rate to be effective August 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

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).

Expected Gas Cost ("EGC") of \$7.7015 per Mcf, which represents an increase of \$.5121 per Mcf from the previous EGC of \$7.1894 per Mcf.

2. Navitas KY's notice sets out no current quarter or total Refund Adjustment, which is no change from the previous quarter.

4. Navitas KY's notice sets out a current quarter Actual Adjustment ("AA") of \$.6897 per Mcf. Navitas KY's total AA is \$2.4615 per Mcf, which is an increase of \$.3546 per Mcf from its previous total AA of \$2.1069 per Mcf.

5. Navitas KY's notice sets out a current quarter Balance Adjustment ("BA") in the amount of (\$.0090) per Mcf. Navitas KY's total BA is \$.4690 per Mcf, which is a decrease of \$.2172 per Mcf from its previous total BA of \$.6862 per Mcf. Due to a spread sheet error, Navitas KY's notice set out a total BA of \$.4691 per Mcf.

6. Navitas KY's GCR is \$10.6320 per Mcf, which is an increase of \$.6495 per Mcf from its previous rate of \$9.9825 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 August 6, 2014. Navitas KY did not provide the 30 days' notice necessary for its increase in rates to be effective August 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 August 6, 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
JUL 18 2014
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:

Carroll D. Drennon
Executive Director *for*

Case No. 2014-00222

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2014-00222 DATED JUL 18 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:

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
Residential	\$4.62	\$10.6320	\$15.2520
Commercial	\$3.62	\$10.6320	\$14.2520