

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT FILING)	CASE NO.
OF NAVITAS KY NG, LLC)	2014-00345

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 29, 2014, Navitas KY filed its proposed Gas Cost Recovery ("GCR") rate to be effective November 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 \$8.2132 per Mcf, which is an increase of \$.5117 per Mcf from its previous EGC of \$7.7015 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 Cost Adjustment ("ACA") of \$.1918 per Mcf. Navitas KY's total ACA is \$2.3650 per Mcf, which is a decrease of \$.0965 per Mcf from its previous total ACA of \$2.4615 per Mcf. Due to a spreadsheet error, Navitas KY's notice set out a total ACA of \$2.3649 per Mcf.

4. Navitas KY's notice sets out a current quarter Balance Adjustment ("BA") of \$.0142 per Mcf. Navitas KY's total BA is \$.2491 per Mcf, which is a decrease of \$.2199 per Mcf from its previous total BA of \$.4690 per Mcf. Due to a spreadsheet error, Navitas KY's notice set out a total BA of \$.2492 per Mcf.

5. Navitas KY's GCR is 10.8273 per Mcf, which is an increase of \$.1953 per Mcf from its previous GCR of \$10.6320 per Mcf.

6. 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 November 1, 2014.

IT IS THEREFORE ORDERED that:

1. The rate proposed by Navitas KY is denied.

2. The rate in the Appendix attached hereto and incorporated herein is approved for service rendered on and after November 1, 2014.

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.

By the Commission

ENTERED
OCT 16 2014
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:



Executive Director

Case No. 2014-00345

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2014-00345 DATED OCT 16 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 per Mcf:

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
Residential	\$4.62	\$10.8273	\$15.4473
Commercial	\$3.62	\$10.8273	\$14.4473

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