# COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT ) CASE NO. FILING OF NAVITAS KY NG, LLC ) 2017-00151

#### ORDER

On February 16, 1995,<sup>1</sup> 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.<sup>2</sup>

On March 28, 2017, Navitas KY filed its proposed Gas Cost Recovery ("GCR") rate application to be effective May 1, 2017.

After reviewing the evidence of record 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.

<sup>&</sup>lt;sup>1</sup> 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).

<sup>&</sup>lt;sup>2</sup> 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 an Expected Gas Cost ("EGC") of \$6.7502 per Mcf, which is an increase of \$.2785 per Mcf from its previous EGC of \$6.4717 per Mcf.
  - 3. Navitas KY's notice sets out no Refund Adjustment.
- 4. Navitas KY's notice sets out a current quarter Actual Cost Adjustment ("ACA") of \$.0208 per Mcf. Navitas KY's total ACA is \$.3630 per Mcf, which is an increase of \$.2109 per Mcf from its previous total ACA of \$.1521 per Mcf.
- 5. Navitas KY's notice sets out a current quarter Balance Adjustment ("BA") of \$.0204 per Mcf. Due to a spreadsheet rounding error, Navitas KY erroneously set out an incorrect total BA of (\$.4043) per Mcf. Navitas KY's corrected total BA is (\$.4044) per Mcf, which is an increase of \$.0040 per Mcf from its previous total BA of (\$.4084) per Mcf.
- 6. Navitas KY's corrected GCR rate is \$6.7088 per Mcf, which is an increase of \$.4934 per Mcf from its previous GCR rate of \$6.2154 per Mcf.
- 7. The rate set forth in the Appendix to this Order is fair, just, and reasonable, and should be approved for service rendered by Navitas KY on and after May 1, 2017.

#### IT IS THEREFORE ORDERED that:

- 1. The rate proposed by Navitas KY is denied.
- 2. The rate set forth in the Appendix to this Order is approved for service rendered by Navitas on and after May 1, 2017.

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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

APR 2 5 2017

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

#### APPENDIX

## APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2017-00151 DATED APR 2 5 2017

The following rates and charges are prescribed for the customers in the area 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:

	Base Rate	Gas Cost Recovery <u>Rate</u>	<u>Total</u>
Residential	\$4.62	\$6.7088	\$11.3288
Commercial	\$3.62	\$6.7088	\$10.3288

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