

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT FILING OF )  
NAVITAS KY NG, LLC ) CASE NO. 2013-00002

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 January 2, 2013, Navitas KY filed its proposed Gas Cost Recovery ("GCR") rate to be effective February 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 \$5.0707 per Mcf, which represents a decrease of \$.0344 per Mcf from the previous EGC of \$5.1051 per Mcf.

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<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>2</sup> Case No. 2010-00468, Joint Application of Navitas KY 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 Refund Adjustment ("RA"). Navitas KY's total RA is (\$.8820) per Mcf, which is no change from its previous total RA.

3. Navitas KY's notice sets out a current quarter AA of (\$.5190) per Mcf. Navitas KY's total AA is (\$1.7538) per Mcf, which is a decrease of 1.5460 per Mcf from its previous total AA of (\$.2078) per Mcf. Due to a spread sheet error, Navitas KY calculated a (\$1.7537) per Mcf total AA.

4. Navitas KY's notice sets out a current quarter Balance Adjustment ("BA") of \$.0140 per Mcf. Because there was no AA or BA approved for the quarter beginning November 1, 2011, there are no remaining under/over-recoveries of gas cost to reconcile so no current BA is necessary. Navitas KY's total BA is (\$.8349) per Mcf, which represents no change from its previous total BA.


5. Navitas KY's GCR is \$1.6000 per Mcf, which is a decrease of \$1.5804 per Mcf from its previous rate of \$3.1804 per Mcf.

6. The rates in the Appendix to this Order are fair, just, and reasonable and should be approved for service rendered by Navitas KY on and after February 1, 2013.

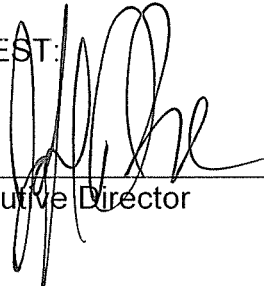
IT IS THEREFORE ORDERED that:

1. The rates proposed by Navitas KY are denied.
2. The rates in the Appendix attached hereto and incorporated herein are approved for service rendered on and after February 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 rates approved herein and reflecting that they were approved pursuant to this Order.

By the Commission

ENTERED   
JAN 25 2013  
KENTUCKY PUBLIC  
SERVICE COMMISSION

ATTEST:

  
\_\_\_\_\_  
Executive Director

Case No. 2013-00002

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 2013-00002 DATED JAN 25 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	\$1.6000	\$6.2200
Commercial	\$3.62	\$1.6000	\$5.2200

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