COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT) CASE NO. FILING OF NAVITAS KY NG, LLC) 2018-00132

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") acquired the assets of Gasco, pursuant to the Commission's approval of the transfer, and adopted Gasco's tariffs.²

On April 12, 2018, Navitas filed its proposed Gas Cost Recovery ("GCR") rate application to be effective May 1, 2018.

After reviewing the evidence of record and being otherwise sufficiently advised, the Commission finds that:

 Navitas's notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.

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's notice sets out an Expected Gas Cost ("EGC") of \$7.6224 per Mcf, which is an increase of \$.1689 per Mcf from its previous EGC of \$7.4535 per Mcf.
 - 3. Navitas's notice sets out no Refund Adjustment.
- 4. Navitas's notice sets out a current quarter Actual Cost Adjustment ("ACA") of \$.0554 per Mcf. Navitas's total ACA is \$.4227 per Mcf, which is an increase of \$.0346 per Mcf from its previous total ACA of \$.3881 per Mcf.
- 5. Navitas's notice sets out a current quarter Balance Adjustment ("BA") of (\$.0003) per Mcf. Navitas's total BA is (\$.1195) per Mcf, which is a decrease of \$.0207 per Mcf from its previous total BA of (\$.0988) per Mcf.
- 6. Navitas's GCR rate is \$7.9256 per Mcf, which is an increase of \$.1828 per Mcf from its previous GCR rate of \$7.7428 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 on and after May 12, 2018. Navitas did not provide the 30 days' notice required for its rate to be effective May 1, 2018.

IT IS THEREFORE ORDERED that:

- The rate proposed by Navitas and set forth in the Appendix to this Order is approved for service rendered by Navitas on and after May 12, 2018.
- 2. Within 20 days of the date of entry of this Order, Navitas 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.
 - This case is closed and removed from the Commission's docket.

By the Commission

ENTERED

APR 2 4 2018

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2018-00132 DATED APR 2 4 2018

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 the 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	\$ 7.9256	\$ 12.5456
Commercial	\$ 3.62	\$ 7.9256	\$ 11.5456

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

*Navitas KY NG, LLC 3186-D Airway Avenue Costa Mesa, CA 92626