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August 6, 2026

PARTIES OF RECORD

Re: Case No. 2025-00010

Notice is given to all parties that the attached Navitas Informal Conference Memorandum and attendance list has been filed into the record of this proceeding.

If you have any comments you would like to make regarding the contents of the document, please do so within five days of receipt of this letter. If you have any questions, please contact Ashley Hatcher, Staff Attorney, at Ashley.Hatcher@ky.gov.

Sincerely,


Justin McNeil
Executive Director

Attachment

INTRA-AGENCY MEMORANDUM

KENTUCKY PUBLIC SERVICE COMMISSION

TO: Case No. 2025-00010, *Electronic Alleged Failure of Navitas KY NG, LLC To Comply With KRS 278.030, KRS 278.180(1), KRS 278.274, Commission Orders, And Its Gas Cost Recovery Tariff,*

Case No. 2026-00072, *Electronic Purchased Gas Adjustment Filing Of Navitas KY NG, LLC;* and

Case No. 2026-00169, *Electronic Purchased Gas Adjustment Filing Of Navitas KY NG, LLC*

FROM: Ashley Hatcher, Staff Attorney III

DATE: July 15, 2026

RE: Informal Conference of July 15, 2026

Pursuant to a Commission Staff Notice issued on July 15, 2026 an informal conference (IC) was conducted on July 15, 2026. Attached is a copy of the attendance roster.

The purpose of the IC was to discuss Navitas Kentucky's latest Gas Cost Recovery (GCR) rate report filing in Case No. 2026-00169, and the impact of the residual surcharge and the RussMar Utility Management (RussMar) refund on the filings.

During the IC, Commission Staff (Staff) requested the invoices for March and April 2026 that were not provided in Case No. 2026-00169. Staff also requested that the Proposed Resource Plan which was filed in post-case correspondence Case No. 2025-00010 be provided in Case No. 2026-00169. Navitas KY indicated that it would provide both.

Navitas KY then went through its excel spreadsheet for Case No. 2026-00169, specifically the tab titled, "AA BA Ladder". Staff directed Navitas KY to two different cells on the worksheet and requested information on how the amounts were determined. Specifically, Cell CI64 of \$62,217.03, and Cell CG84 of \$130,897.11. The former was the sum of a "Suspended 23-428" amount of \$39,902.25 and a "This residual STR for 2025-00084" amount of \$22,314.78; the latter was a hardcoded value. Navitas KY provided a generalized explanation for how the former cell was determined by stating that it was based on residual totals during the suspension of Navitas KY's GCR report in Case No. 2023-00428 and the proceeding cases. Navitas KY admitted that they were not sure how the latter cell was calculated but stated that they would provide a follow up explanation in the case record after conducting further review.

Staff then directed Navitas KY to Schedule V, the Balance Adjustment (BA) calculation, in Navitas Kentucky's GCR rate report, in which the previously discussed values of \$62,217.03, and \$130,897.11 were included as part of the current quarter BA calculation. Navitas KY and Staff then discussed items that were included in the calculation of the BA, notably the residual amount from the prior suspended cases, the "GCA Surcharge billed 03/07/26 for FEB '26 usage" of \$56,822.40, and the \$12,000 of "Disallowed Russmar Charges".

Staff directed Navitas KY to the Commission's December 23, 2025 Order in Case No. 2025-00316 regarding the residual surcharge of \$4.5000 per Mcf approved for service rendered on and after January 1, 2026, subject to refund. Staff noted that the residual surcharge of \$4.5000 per Mcf was approved by the Commission for the exclusive purpose of collecting residual gas costs that were unrecovered during the GCR suspension period. Navitas KY, in its Case No. 2026-00072 cover letter, proposed to suspend the residual surcharge with immediate effect as it had collected a majority of the suspension period residuals. Navitas KY confirmed with Staff that this remained true. Staff then suggested that Navitas KY remove any values regarding the residual totals that accumulated during the suspension of Navitas KY's GCR report in Case No. 2023-00428 and the proceeding cases, from its GCR rate report filings moving forward. Staff stated that doing so would assist in the timeliness of processing these cases as it would be easier to track without having to consider the residuals. Navitas KY offered no objections to Staff's suggestion. Navitas KY also discussed that in its next GCR rate report case, it would consider filing its report separating the residual surcharge from the rest of the GCR calculation.

Staff then directed Navitas KY to its tab labeled, "Sales" and asked Navitas KY to explain its calculation method for rolling twelve-month average line loss beginning with rows 69 thru 113. Navitas KY's method for calculating line loss is twelve-month total purchases divided by twelve-month sales, then subtracting 1 to get a percentage total. Staff pointed out that the Commission calculates line loss as the difference of twelve-month purchases and twelve-month sales, divided by twelve-month purchases to get a percentage total. Staff informed Navitas KY that its calculation was inflating the reported lost and unaccounted for gas total and may not be an accurate reflection of the amount of gas being lost on its system. Navitas KY agreed and stated that it would correct the calculation for line loss in the next GCR rate report case.

Navitas KY stated that it is no longer the intent of Navitas KY to file for a variance to the allowed line loss, as long loss continues to decline.

There being no further discussion, the informal conference was then adjourned.

cc: Parties of Record

PSC INFORMAL CONFERENCE SIGN IN SHEET

CASE NUMBER: 2026-00072, 2026-00169, 2025-0010

LOCATION: Virtual

DATE: July 15, 2026

NAME	COMPANY
Thomas Hartline	Navitas KY
Carlos Gonzalez	Navitas KY
Sara Esparza	Navitas KY
Evan Buckley	Dinsmore & Shohl on behalf of Navitas KY
Ben Bellamy	KY Public Service Commission
Ashley Hatcher	KY Public Service Commission
Jason Colyer	KY Public Service Commission
Sarah Jankowski	KY Public Service Commission
Adam McCune	KY Public Service Commission
John Park	KY Public Service Commission

Service List for Case 2025-00010

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