

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC APPLICATION OF NAVITAS KY	)	CASE NO.
NG, LLC FOR AN ALTERNATIVE RATE FILING	)	2025-00332
PURSUANT TO 807 KAR 5:076	)	

ORDER

This matter arises upon Navitas KY NG, LLC's (Navitas KY), acceptance of Commission Staff's (Staff) recommendation regarding the amount of its rate increase, recommending an increase in revenues higher than initially requested. In its amended application, Navitas KY requested an increase in its revenue requirement of \$575,149, or 98.29 percent, over test-year normalized revenues. When Staff performed the limited financial review of test-year operations, Staff determined Navitas KY would require an increase of \$697,660 or 119.23 percent. On August 26, 2026, Navitas KY filed with the Commission its comments in response to Staff's August 12, 2026 report (Staff Report) that accepted the amount of the revenue increase, the allocation to the rate classes, and the design of the proposed rates set forth in the Staff Report with the exception of two of Staff's recommended adjustments.¹

LEGAL STANDARD

Commission regulation 807 KAR 5:076, Section 11(3)(f), states:

If commission staff reports that the applicant's financial condition supports a higher rate than the applicant proposed or commission staff recommends the assessment of an additional rate or charge not proposed in the application and

¹ Navitas KY's Response to Staff's Report (filed Aug. 26, 2026) at 1.

commission staff's proposed rates produce a total increase in revenues that exceeds 110 percent of the total increase in revenues that the applicant's proposed rates will produce and the applicant amends its application to request commission staff's proposed rates, the commission shall order the applicant to provide notice of the finding or recommendation to its customers.

Commission regulation 807 KAR 5:076, Section 7(1), provides that an application for an alternative rate adjustment (ARF) may not place the proposed rates into effect until the Commission approves those rates or six months from the date of filing an application.

Commission regulation 807 KAR 5:001, Section 4(5), provides that amendment of an application shall not relate back to the date of the filing of the original application unless the Commission orders otherwise.

DISCUSSION AND FINDINGS

As an initial matter, when Navitas KY accepted Staff's proposed increase of \$697,660, or 119.23 percent, except for two of Staff's proposed adjustments,² Navitas KY accepted rates that produced a total revenue increase that exceeded the revenue increase proposed by Navitas KY in its amended application. Consistent with 807 KAR 5:076, Section 11(3)(f), because Navitas KY amended its application on August 26, 2026, when it accepted the revenue increase proposed by Staff that exceeded the 110 percent threshold, and because the amended application does not relate back to the original application, Navitas KY shall not place the proposed rates into effect until the Commission

² Navitas KY's Response to Staff's Report at 1. Navitas KY objected to the adjustment to Staff's recommendation that Distribution Expenses be reduced to remove interest expense included in equipment rental rates charged by Navitas KY's parent company, Navitas Utility Corporation and Staff's recommendation to remove Navitas KY's executive salaries for corporate officers from the revenue requirement.

issues an Order approving the rates or February 26, 2027, which is six months from the date the application was amended, whichever comes first.

After consideration of Navitas KY's comments, the Commission finds that Navitas KY should provide notice to its customers as contained in the Appendix to this Order. Because Navitas KY accepted rates that exceed the regulatory threshold for renote, the Commission finds that Navitas KY should provide notice of the proposed rate increase to its customers. Within 30 days of the date of service of this Order, Navitas KY shall notify its customers of its adoption of the rates calculated in the Staff Report by publishing notice of the increase in a newspaper of general circulation in its territory or placing an insert in bills rendered to its customers. The customer notice shall contain the information set forth in the Appendix to this Order.

IT IS THEREFORE ORDERED that:

1. Navitas KY's amended application is accepted as filed as of August 26, 2026.
2. Navitas KY shall not place the proposed rates into effect until the Commission issues an Order approving the rates or six months from the date the application was amended, whichever comes first.
3. Within 14 days of the date of service of this Order, Navitas KY shall notify its customers of its adoption of the rates calculated in the Staff Report by publishing notice of the increase in a newspaper of general circulation in its territory or placing an insert in bills rendered to its customers. The customer notice shall contain the information set forth in the Appendix to this Order.

4. Navitas KY shall provide proof of publication of the notice to the Commission no later than 30 days from the date of this Order.

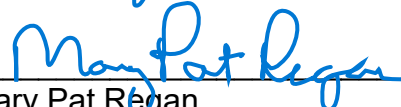
5. If the Commission does not receive any written requests for intervention or a hearing in this matter within 30 days of publication of new rates, this case shall stand submitted to the Commission for a decision based upon the existing record.

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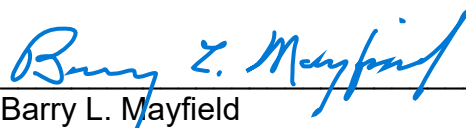
Entered on this 21st day of October, 2026.

PUBLIC SERVICE COMMISSION



Angie Hatton
Chair

Mary Pat Regan
Vice Chair

Andrew W. Wood
Commissioner

Barry L. Mayfield
Commissioner

ATTEST:



Justin McNeil
Executive Director

Case No. 2025-00332

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2025-00332 DATED OCT 21 2026

On October 14, 2025, the Kentucky Public Service Commission (PSC) accepted for filing Navitas KY NG, LLC's (Navitas KY) application requesting to increase its revenue from natural gas sales by \$575,149, an approximate increase of 98.29 percent. On August 12, 2026, Commission Staff determined Navitas KY would require an increase of \$697,660 or 119.23 percent in revenue from natural gas sales. Navitas KY requests the PSC approve its recommended revenue requirements and that Navitas KY be allowed to implement the revised rates as follows:

RATES

The rate per Mcf for all consumption shall be:

	<u>Base Rate¹</u>
Residential	
Customer Charge	\$ 26.00 per Month
Volumetric Charge per Mcf	\$ 8.9107
Commercial	
Customer Charge	\$ 85.00 per Month
Volumetric Charge per Mcf	\$ 12.4536
Base Industrial	
Customer Charge	\$ 300.00 per Month
Volumetric Charge per Mcf	\$ 10.8519
Mutually Curtailable Industrial	
Customer Charge	\$ 532.00 per Month
Volumetric Charge per Mcf	\$ 9.0897
Agricultural	
Customer Charge	\$ 80.00 per Month
Volumetric Charge per Mcf	\$ 12.2558

¹ The Volumetric Charge does not include the Gas Cost Recovery rate.

Nonrecurring Charges	
Collection Charge	\$20.00
Reconnection Charge	\$40.00
Returned Payment Charge	\$30.25
Late Payment Charge	5%

PROPOSED TARIFF LANGUAGE ADDITIONS:

Customer Classification
(Tariff Sheet No. 4):

Industrial - Service to customers engaged primarily in a process which creates or changes raw or unfurnished materials into another form or product including the generation of electric power and have very large metering capabilities which may require a Mini-Max Corrector

Industrial sub class: Mutually Curtailable Industrial (MCI) – Service to Industrial customers which can be interrupted by either the utility or the customer. Particularly for Industrial customers with immediate fuel switching option(s) such that curtailment by the utility due to excessive gas demand or insufficient gas supply is automated and without notice. Likewise, the MCI customer can discontinue service (e.g. – switch fuel) without notice to maximize energy economics or facilitate operational purposes.

Agricultural – Particularly for operations engaged in seasonal growing periods of commodities destined for consumption by humans for sustenance including secondary or support products. Service to customers engaged in any operation involved in the growing of crops or the husbanding of livestock.

Company's Right to Defer Service - Where Company's existing facilities are inadequate to serve a Customer for new or additional agricultural, commercial, industrial, or MCI load Company specifically reserves the right to defer service until such time as its facilities can be made adequate.

Rules And Regulations Governing The Distribution And Sale Of Gas
Deposits
Tariff Sheet No. 10

Agricultural, Commercial, and Industrial, and MCI customer's deposits should be based upon actual usage of the customer at the same or similar premises for the most recent twelve months period, if such information is available. If usage information is not available, the deposit will be based on the average bills of similar customers and premises in the system. The deposit amount shall not exceed 2/12ths of the customer's actual or estimated annual bill.

Rules And Regulations Governing The Distribution And Sale Of Gas
Stand-By Space Heating Service
Tariff Sheet No. 21

Availability - Available for use by agricultural, commercial, and industrial, and MCI customers who:

(1) purchase all or part of their natural gas requirements from sources other than Gasco Company and who request Company to be available to supply natural gas at the place of utilization; or

(2) request Company to provide a standby energy source at their place of utilization.

Rules And Regulations Governing The Distribution And Sale Of Gas
Extension of Distribution Main
Tariff Sheet No. 22

Where a distribution main extension of more than one hundred (100) feet is requested for agricultural, commercial, industrial, or MCI purposes and all or part of such distribution main extension is not deemed economically justified at Company's expense, based on a cost-benefit study, Company shall require the applicant or applicants to provide a contribution in aid of construction and/or enter into a line extension agreement and contribute or deposit with Company the estimated cost of that portion of the distribution main extension which is not deemed economically justified at Company's expense, based on such study.

Rules And Regulations Governing The Distribution And Sale Of Gas
Section IV – Gas Cost Recovery
Tariff Sheet No. 24

Line Loss Limiter - The Company will use a 5 percent line loss limiter in the EGC and ACA calculation. However, the Company may request a deviation from the Commission only upon a showing of good cause.

The proposed rates shall not become effective until the Public Service Commission has issued an Order approving these rates. The rates will increase the monthly bill of a typical residential customer using 3.00 Mcf a month from \$35.80 to \$52.73, an increase of \$16.93, or approximately 47.3 percent. This filing may be examined at the offices of 121 Eakly Campus Road, Eakly, Oklahoma 73033.

Any person may examine this filing at the PSC located at 211 Sower Boulevard, Frankfort, Kentucky, Monday–Friday, 8:00 a.m. to 4:30 p.m. or on the PSC website at <https://psc.ky.gov/https://psc.ky.gov/>; telephone (502) 564-3940. A copy of the PSC Commission Staff's Report can be found at the following address:

https://psc.ky.gov/pscscf/2025%20Cases/2025-00332//20260812_STAFF_REPORT.pdf

Any person may submit comments on the proposed request no later than 30 days after the date of publication of customer notice. Comments shall be in writing and shall be submitted to the Executive Director, Public Service Commission, 211 Sower Boulevard, Frankfort, Kentucky 40601. Comments may also be submitted by electronic mail to psc.comment@ky.gov. If the Commission does not receive any request for intervention or hearing in this matter within 30 days after the date of publication of this customer notice, the Commission will proceed to render a decision in the matter

Service List for Case 2025-00332

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