

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC PURCHASED GAS ADJUSTMENT	)	CASE NO.
FILING OF NAVITAS KY NG, LLC	)	2025-00405

ORDER

On December 31, 2025, Navitas KY NG, LLC (Navitas KY) filed a quarterly Gas Cost Recovery (GCR) rate report with a proposed effective date of February 1, 2026. Navitas KY's previous GCR rate was placed into effect in Case No. 2025-00316.<sup>1</sup>

LEGAL STANDARD

The Commission's standard of review for GCR rates is well settled as stated in KRS 278.274(1):

In determining whether proposed natural gas utility rates are just and reasonable, the commission shall review the utility's gas purchasing practices. The commission may disallow any costs or rates which are deemed to result from imprudent purchasing practices on the part of the utility.

Further, the utility has the burden to prove the rates are just and reasonable and the Commission may reduce the purchased gas component of the utility's rates, or the rates charged by an affiliated company to the extent the amount is deemed to be unjust or unreasonable.<sup>2</sup>

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<sup>1</sup> Case No. 2025-00316, *Electric Purchased Gas Adjustment Filing of Navitas KY NG, LLC* (Ky. PSC Oct 31, 2025), Suspension Order; (Ky. PSC Dec 23, 2025), Order.

<sup>2</sup> KRS 278.274(2); KRS 278.274(3)(c); and KRS 278.274(3)(d).

## DISCUSSION

After reviewing the evidence of record and being otherwise sufficiently advised, the Commission finds that Navitas KY's report includes revised rates designed to meet its expected change in wholesale gas costs. Navitas KY's report sets out an Expected Gas Cost (EGC) of \$9.3154 per Mcf, which is an increase of \$0.1673 per Mcf from its previous EGC of \$9.1481 per Mcf. Navitas KY's report sets out no Refund Adjustment. Navitas KY's report sets out an incorrect current quarter Actual Adjustment (AA) of (\$0.1461) per Mcf. Navitas KY calculation of its total sales for the month of August contained a rounding error. Correcting this error, the current quarter's AA is (\$0.1460) per Mcf. The Commission further finds that Navitas KY erroneously included an incorrect Third Previous Quarter Reported AA of \$1.7061 per Mcf when calculating its total AA. The correct previous AA is \$1.4267 per Mcf, as approved in Case No. 2025-00084.<sup>3</sup> Correcting this error, Navitas KY's resulting total AA is \$1.2473 per Mcf, which is a decrease of \$1.7936 per Mcf from the previous total AA of \$3.0409 per Mcf. Navitas KY's report sets out a current quarter Balance Adjustment (BA) of \$0.5974 per Mcf. Navitas KY's total BA is \$0.1519 per Mcf, which is a decrease of \$0.0182 per Mcf from the previous total BA of \$0.1701 per Mcf.

Based upon the corrected calculations of the AA discussed above, the Commission finds that Navitas KY's corrected GCR rate is \$10.7146 per Mcf, which is a decrease of \$1.6445 per Mcf from the previous GCR of \$12.3591 per Mcf. The Commission finds the inputs, resulting components and calculation of Navitas KY's

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<sup>3</sup> Case No. 2025-00084, *Electric Purchased Gas Adjustment Filing of Navitas KY NG, LLC* (Ky. PSC Apr. 30, 2025), Suspension Order; (Ky. PSC Dec 23, 2025), Order.


corrected GCR rate of \$10.7146 per Mcf to be reasonable. The Commission further finds that the rates set forth in the Appendix to this Order are fair, just and reasonable and are approved for service rendered by Navitas KY on and after February 1, 2026.

The Commission finds that for the purpose of transparency and to maintain a record of information for future use, Navitas KY should submit all invoices it receives along with its monthly usage reports for each month of the reporting period when it files its future GCR rate reports. Should Navitas KY purchase sustainable natural gas from a renewable source during the reporting period of any future GCR reports, then the supplier, cost, and amount must be documented in its cover letter to the Commission.


IT IS THEREFORE ORDER that:

1. The rates proposed by Navitas KY are denied.
2. The rates set forth in the Appendix to this Order are approved for service rendered on and after February 1, 2026.
3. Navitas KY shall submit all invoices it receives along with its monthly usage reports for each month of the reporting period when it files its future GCR rate reports.
4. Should Navitas KY purchase sustainable natural gas from a renewable source during the reporting period of any future GCR reports then the supplier, cost, and amount shall be documented in its cover letter to the Commission.
5. Within 20 days of the date of service 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.
6. This case is closed and removed from the Commission's docket.

PUBLIC SERVICE COMMISSION

  
Chairman

  
Commissioner

  
Commissioner

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ATTEST:

  
Executive Director



## APPENDIX

### APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2025-00405 DATED JAN 30 2026

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.

#### Gas Cost Recovery rate

The Gas Cost Recovery rate shall be \$10.7146 per Mcf for service rendered on and after February 1, 2026.

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