

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC PURCHASED GAS)	CASE NO.
ADJUSTMENT FILING OF NAVITAS KY NG,)	2020-00012
LLC)	

ORDER

On January 9, 2020, Navitas KY NG, LLC (Navitas KY) filed its Gas Cost Recovery (GCR) rate report to be effective February 1, 2020. Commission Staff issued two requests for information to Navitas KY. On February 27, 2020, a formal conference was held at the Commission's office to discuss Navitas KY's GCR rate report filing, including its calculation methodology and report structure. On March 18, 2020, Navitas KY filed a revised version of its GCR rate report for rates effective April 1, 2020.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that the requested effective date of April 1, 2020, in the revised GCR rate report filed with the Commission on March 18, 2020, would not comply with the filing requirements set forth in Navitas KY's GCR Tariff. Navitas KY's GCR Tariff states that calendar quarters are defined as the four three-month periods beginning on August, November, February, and May, and that Navitas KY is to file its GCR rate report at least 30 days prior to the beginning of each calendar quarter. The Commission finds that the requested effective date of April 1, 2020, in the revised GCR rate report filed with the Commission on March 18, 2020, would implement rates for only one month of the three-month quarter set forth in Navitas KY's GCR Tariff.

On March 31, 2020, in Case No. 2020-00103, Navitas KY filed with the Commission its GCR rate report for revised rates effective May 1, 2020.¹ The initial GCR rate report for rates effective February 1, 2020, in the instant case was found to include errors that impacted the timely and accurate processing of its case, and as such, the Commission was unable to approve a justifiable GCR rate prior to February 1, 2020. The calendar quarters pursuant to Navitas KY's GCR Tariff allows for a three-month period of recovery in the GCR rate. If the Commission were to approve the revised GCR rate report in the instant case for the requested effective date of April 1, 2020, then the one-month effective GCR rate would not allow for proper pass-through of Navitas KY's gas costs for the period under review. Additionally, because the Commission did not enter an Order authorizing a change in rates prior to February 1, 2020, Navitas KY has been billing its customers at previously approved rates established in Case No. 2019-00372.² Therefore, the Commission finds that this case should be closed, and that any under- or over-recoveries of gas costs that would have been reconciled in this case should be reconciled in the GCR rate report in Case No. 2020-00103 for rates effective May 1, 2020.

IT IS THEREFORE ORDERED that:

1. Any under- or over-recoveries of gas costs that would have otherwise been reconciled in this case shall be reconciled in Navitas KY's GCR rate report in Case No. 2020-00103 for rates effective May 1, 2020.

¹ Case No. 2020-00103, *Electronic Purchased Gas Adjustment Filing of Navitas KY NG, LLC* (Filed Mar. 31, 2020).

² Case No. 2019-00372, *Purchased Gas Adjustment Filing of Navitas KY NG, LLC* (KY PSC Oct. 29, 2019).

2. The record for Case No. 2020-00012 is to be incorporated by reference into the record of Case No. 2020-00103.

3. This case is closed and removed from the Commission's docket.

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By the Commission

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KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:



Executive Director

Case No. 2020-00012

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