

RECEIVED

AUG 23 2024

PUBLIC SERVICE  
COMMISSION

Aug. 20, 2024

Commissioner Hatton,

Commissioner Regan,

My name is Gary K. Hughes, I have lived at 218 Mullins Addition Drive-Pikeville, Ky. 41501 for 58 years.

When I first moved here in 1966 natural gas was priced at \$.80 per K for the first 2K and \$.65 for all there after.

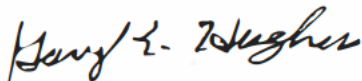
The price has gone up over the years to \$8.50/\$8.60. This is what Diversified Oil & Gas, the last owner of this gas supply line, was charging.

Navitas came onboard in late 2022. At first Navitas seemed to be a good fit. BUT, when the first gas bills came out-we all sang a different song. The price was 'out of the worldly' high.

I called the P. S. C. office and was told-rather curtly-that the rate was already set and there wasn't anything I could do about it

Now, Navitas is seeking a 155% rate increase-ABSOLUTELY NOT!!! When Navitas took charge of the gas line in this cul de sac there were 13 houses using natural gas. One has left because of the high price, I suggest that more will leave if Navitas gets this rate increase. I am looking at my options.

I urge you to decline every cent of this requested increase.



Gary K. Hughes

July 31, 2024

Dear Natural Gas Customer:

On or about August 2, 2024, Navitas KY NG, LLC ("Navitas") expects to submit a rate adjustment request to the Kentucky Public Service Commission ("PSC").

Pursuant to the procedures set forth in 807 KAR 5:076, please take notice of the following information about the proposed rate adjustment that is presented below:

The rates contained in this notice are proposed by Navitas, but the PSC, the state agency that regulates utility services in Kentucky, may order rates to be charged that differ from those found in this notice. The present rates and proposed rates for each customer classification to which the proposed rates will apply and the amount of change requested in both dollar amounts and percentage change for each customer classification to which the proposed rates will apply are set forth in Page 2 of this Notice. The amount of the average usage and the effect upon the average bill for each customer classification to which the proposed rates will apply are set forth on Page 3 of this Notice.

In preparing the submission, Navitas used the *small company cost of service method* defined by the PSC and figures from the calendar year 2023. In 2023, the total revenue for Navitas in Kentucky was \$1,167,888. Under the same conditions, the proposed rate changes would result in revenue of \$2,058,065. This is an overall increase of \$890,177 or 76%.

In addition to changes in tariff rates, the submission proposes other changes including but not limited to, 1) unification of rates for all Kentucky operations, 2) Expansion and/or changes to the Residential and Commercial customer classifications to add Industrial and Agricultural, 3) Changes to terms and conditions charges including changing or adding a disconnection fee, 4) Changing usage charges to bill based on the CCF, instead of the MCF, 5) Any other adjustments deemed appropriate by the PSC.

The date the proposed rates are expected to be filed with the PSC is August 2, 2024. The proposed effective date of the rates is for services rendered on and after January 1, 2025, which Navitas proposes to phase-in over a four-year period.

The application submitted by Navitas to the PSC may be examined at the Navitas operational headquarters located at 121 Eakly Campus Road, Eakly, Oklahoma 73033. The application submitted by Navitas may also be examined at the PSC's offices located at 211 Sower Boulevard, Frankfort Kentucky, Monday through Friday, 8:00 a.m. to 4:30 p.m., or through the commission's Web site at <http://psc.ky.gov>. Comments regarding application may be submitted to the PSC through its Web site or by mail to: Public Service Commission, Post Office Box 615, Frankfort, Kentucky 40602.

You may submit a timely written request for intervention to the PSC, establishing the grounds for the request including your status and interest in the proceeding, by mail to: Public Service Commission, Post Office Box 615, Frankfort, Kentucky 40602. If the PSC does not receive a written request for intervention within thirty (30) days of the mailing of this notice, the PSC may take final action on the application.

Thomas Hartline

President  
Navitas KY NG, LLC

**Present Rates & Proposed Rates – Dollar Change and Percentage Change (807 KAR 5:076 § 5(4)(b), (c))**

Customer Classification & Rate	Current Rates (per CCF)	Proposed Phase 1 Rates	Rate Increase from Current Rates to Phase 1 Rates		Proposed Phase 2 Rates	Rate Increase from Phase 1 Rates to Phase 2 Rates		Proposed Phase 3 Rates	Rate Increase from Phase 2 Rates to Phase 3 Rates		Proposed Phase 4 Rates	Rate Increase from Phase 3 Rates to Phase 4 Rates		Rate Increase from Current Rates to Phase 4 Rates	
			\$	%		\$	%		\$	%		\$	%	\$	%
<b>Residential</b>			\$	%		\$	%		\$	%		\$	%	\$	%
Monthly Service Charge	\$15.00	\$19.50	\$4.50	30%	\$24.50	\$5.00	26%	\$29.50	\$5.00	20%	\$34.50	\$5.00	17%	\$19.50	130%
1st CCF	\$0.86	\$9.50	\$8.64	1005%	\$14.50	\$5.00	53%	\$19.00	\$4.50	31%	\$24.50	\$5.50	29%	\$23.64	2749%
Above 1st CCF	\$0.86	\$1.19	\$0.33	38%	\$1.39	\$0.20	17%	\$1.54	\$0.15	11%	\$1.69	\$0.15	10%	\$0.83	97%
<b>Commercial</b>			\$	%		\$	%		\$	%		\$	%	\$	%
Monthly Service Charge	\$15.00	\$29.50	\$14.50	97%	\$34.50	\$5.00	17%	\$39.50	\$5.00	14%	\$44.50	\$5.00	13%	\$29.50	197%
1st CCF	\$0.86	\$14.50	\$13.64	1586%	\$16.75	\$2.25	16%	\$19.00	\$2.25	13%	\$24.50	\$5.50	29%	\$23.64	2749%
Above 1st CCF	\$0.86	\$0.99	\$0.13	15%	\$1.19	\$0.20	20%	\$1.39	\$0.20	17%	\$1.59	\$0.20	14%	\$0.73	85%
<b>Industrial</b>			\$	%		\$	%		\$	%		\$	%	\$	%
Monthly Service Charge	\$15.00	\$99.00	\$84.00	560%	\$124.00	\$25.00	25%	\$149.00	\$25.00	20%	\$149.00	\$0.00	0%	\$134.00	893%
1st CCF	\$0.86	\$99.00	\$98.14	11412%	\$124.00	\$25.00	457%	\$149.00	\$25.00	20%	\$149.00	\$0.00	0%	\$148.14	17226%
Above 1st CCF	\$0.86	\$0.79	(\$0.07)	(8%)	\$0.99	\$0.20	25%	\$1.19	\$0.20	20%	\$1.21	\$0.02	2%	\$0.35	41%
<b>Agricultural<sup>#</sup></b>			\$	%		\$	%		\$	%		\$	%	\$	%
Monthly Service Charge	\$15.00	\$49.50	\$34.50	230%	\$59.50	\$10.00	20%	\$69.00	\$9.50	16%	\$74.00	\$5.00	7%	\$59.00	393%
1st CCF	\$0.86	\$99.00	\$98.14	11412%	\$124.00	\$25.00	25%	\$149.00	\$25.00	20%	\$149.00	\$0.00	0%	\$148.14	17226%
Above 1st CCF	\$0.86	\$0.89	\$0.03	3.5%	\$1.09	\$0.20	23%	\$1.29	\$0.20	18%	\$1.29	\$0.00	0%	\$0.43	50%
* Because Navitas proposes to change its usage charge to bill by the CCF, all current MCF rates have been converted to CCF charges. (i.e., \$8.60/MCF divided by 10 = \$0.86)															
# There are currently no Agricultural Customers in the Johnson & Floyd County Service Areas.															

**Average Usage & Effect on Average Bill (807 KAR 5:076 § 5(4)(d))**

Customer Classification	Average Monthly Usage (CCF)*	Effect on Average Bill from Current Rates to Phase 1 Rates		Effect on Average Bill from Phase 1 Rates to Phase 2 Rates		Effect on Average Bill from Phase 2 Rates to Phase 3 Rates		Effect on Average Bill from Phase 3 Rates to Phase 4 Rates		Effect on Average Bill from Current Rates to Phase 4 Rates	
		\$	%	\$	%	\$	%	\$	%	\$	%
Residential	38	\$25.35	53%	\$17.40	24%	\$15.05	17%	\$16.05	15%	\$73.85	155%
Commercial	66	\$36.59	51%	\$20.25	19%	\$20.25	16%	\$23.50	16%	\$100.59	140%
Industrial	614	\$139.23	26%	\$172.60	25%	\$172.60	20%	\$12.26	1%	\$496.69	92%
Agricultural <sup>#</sup>	0	0	0	0	0	0	0	0	0	0	0

\* Because Navitas proposes to change its usage charge to bill by the CCF, average monthly MCF usage has been converted to CCF.  
<sup>#</sup> There are currently no Agricultural Customers in the Johnson & Floyd Service Areas. Average Monthly Usage cannot be provided.