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August 28, 2015

E-PORTAL/ELECTRONIC FILING

Ms. Carlotta Stauffer
Commission Clerk
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, FL 32399-0850

Re: Docket No. 150004-GU – Natural Gas Conservation Cost Recovery Clause

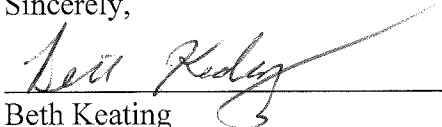
Dear Ms. Stauffer:

Attached for electronic filing, please find revised page 3 of the Direct Testimony of Mr. Curtis Young on behalf of Florida Public Utilities Company, Florida Public Utilities Company – Indiantown Division, Florida Public Utilities Company – Fort Meade, and the Florida Division of Chesapeake Utilities Corporation, which has been corrected to reflect the accurate program costs of \$6,032,600 (underlined), consistent with Exhibit CDY-4. The Consolidated Companies ask that the corrected page be inserted in place of the original page 3 of Mr. Young's testimony filed on August 21, 2015.

Also included is a revised Exhibit CDY-1 (FPU/FPU-Fort Meade), which has been amended at Schedule CT-2, page 3, to correct an input error which inadvertently reflected certain amounts on the incorrect row (corrections in bold). The Companies ask that this revised exhibit replace the original CDY-1 filed on May 4, 2015. We apologize for any inconvenience these errors may have caused.

Thank you for your assistance with this filing. As always, please don't hesitate to let me know if you have any questions whatsoever.

Sincerely,


Beth Keating
Gunster, Yoakley & Stewart, P.A.
215 South Monroe St., Suite 601
Tallahassee, FL 32301
(850) 521-1706

cc: Parties of Record

1 **Q. Have you included descriptions and summary**
2 **information on the Conservation Programs currently**
3 **approved and available to your customers for Florida**
4 **Public Utilities Company?**

5 A. Yes, the Company has included summaries of the
6 approved conservation programs currently available
7 to our customers in all divisions in C-5 of Exhibit
8 CDY-4.

9 **Q. Has the Company prepared summaries of the Company's**
10 **Conservation Programs and the Costs associated with**
11 **these Programs?**

12 A. Yes, the Company's Energy Conservation Manager, Kira
13 Lake, prepared the summaries of the Company's
14 Conservation Programs and costs associated with
15 these programs in C-5 of Exhibit CDY-4.

16 **Q. What are the total projected costs for the period**
17 **January 2016 through December 2016 in the Florida**
18 **Division of Chesapeake Utilities Corporation?**

19 A. The total projected Consolidated Conservation
20 Program Costs are \$ 6,032,600. Please see Schedule
21 C-2, page 2, for the programmatic and functional
22 breakdown of these total costs.

23 **Q. What is the true-up for the period January 2015**
24 **through December 2015?**

25 A. As reflected in the Schedule C-3, Page 4 of 5, the

COMPANY: FLORIDA PUBLIC UTILITIES COMPANY

SCHEDULE CT-1

CONSERVATION ADJUSTMENT TRUE-UP

PAGE 1 OF 1

FOR MONTHS January-14 THROUGH December-14

1.	ADJUSTED END OF PERIOD TOTAL NET TRUE-UP		
2.	FOR MONTHS January-14 THROUGH December-14		
3.	END OF PERIOD NET TRUE-UP		
4.	PRINCIPAL	<u>648,329</u>	
5.	INTEREST	<u>70</u>	<u>648,399</u>
6.	LESS PROJECTED TRUE-UP		
7.	October-14 (DATE) HEARINGS		
8.	PRINCIPAL	<u>(51,667)</u>	
9.	INTEREST	<u>(85)</u>	<u>(51,752)</u>
10.	ADJUSTED END OF PERIOD TOTAL TRUE-UP		<u><u>700,151</u></u>

EXHIBIT NO. _____
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ANALYSIS OF ENERGY CONSERVATION PROGRAM COSTS
ACTUAL VS PROJECTED

FOR MONTHS		January-14	THROUGH	December-14	
		<u>ACTUAL</u>		<u>PROJECTED</u>	<u>DIFFERENCE</u>
1.	Labor/Payroll	673,674		685,261	(11,587)
2.	Advertisement	898,118		1,018,456	(120,338)
3.	Legal	6,421			6,421
4.	Outside Services	30,378		39,642	(9,264)
5.	Vehicle	24,917		114,442	(89,525)
6.	Materials & Supplies	12,719		16,362	(3,643)
7.	Travel	79,949			79,949
8.	General & Administrative				
9.	Incentives	2,006,183		1,317,142	689,041
10.	Other	112,027		89,089	22,938
11.	SUB-TOTAL	3,844,386		3,280,394	563,992
12.	PROGRAM REVENUES				
13.	TOTAL PROGRAM COSTS	3,844,386		3,280,394	563,992
14.	LESS: PRIOR PERIOD TRUE-UP	(7,883)		(7,883)	
15.	AMOUNTS INCLUDED IN RATE BASE				
16.	CONSERVATION ADJ REVENUE	(3,188,174)		(3,324,178)	136,004
17.	ROUNDING ADJUSTMENT				
18.	TRUE-UP BEFORE INTEREST	648,329		(51,667)	699,996
19.	ADD INTEREST PROVISION	70		(85)	155
20.	END OF PERIOD TRUE-UP	648,399		(51,752)	700,151

() REFLECTS OVERRECOVERY

COMPANY: FLORIDA PUBLIC UTILITIES COMPANY

SCHEDULE CT-2
PAGE 2 OF 3

ACTUAL CONSERVATION PROGRAM COSTS PER PROGRAM

FOR MONTHS January-14 THROUGH December-14

PROGRAM NAME	50 LABOR/PAY	51 ADVERTISE.	52 LEGAL	53 OUT.SERV.	54 VEHICLE	55 MAT.&SUPP.	56 TRAVEL	57 G & A	58 INCENTIVES	59 OTHER	SUB TOTAL	PROGRAM REVENUES	TOTAL
1 Full House Residential New Construction	7,258	50,248			464	149	848		411,220	150	470,337		470,337
2 Residential Appliance Replacement	3,054	372,219			188	38	348		324,621	393	700,862		700,862
3 Conservation Education	2,161	57,895			126	136	208			6,301	66,826		66,826
4 Space Conditioning													
5 Residential Conservation Survey	9,401	9,998			597	4,362	1,092			31,785	57,234		57,234
6 Residential Appliance Retention	5,456	332,226		3,778	346	71	626		358,103	433	701,038		701,038
7													
10 Commercial Conservation Survey	5,371	1,598	-	-	586	606	748	-	-	78	8,987		8,987
12													
13 Residential Service Reactivation Program	191	-	-	-	11	2	18	-	9,099	4	9,325		9,325
14 Common	638,140	16,891	6,421	12,366	22,444	7,320	75,786	-	297	72,830	852,497		852,497
15 Conservation Demonstration and Development	-	-	-	12,284	-	-	-	-	-	-	12,284		12,284
16 Commercial Small Food Service Program	1,870	11,409	-	390	111	24	194	-	675,291	38	689,325		689,325
17 Commercial Large Non-Food Service Program	-	11,409	-	390	-	-	-	-	18,390	-	30,189		30,189
18 Commercial Large Food Service Program	233	11,409	-	390	12	3	22	-	148,289	6	160,363		160,363
19 Commercial Large Hospitality Program	191	11,409	-	390	11	2	18	-	45,790	4	57,814		57,814
20 Commercial Large Cleaning Service Program	349	11,409	-	390	22	5	40	-	15,083	7	27,305		27,305
TOTAL ALL PROGRAMS	673,674	898,118	6,421	30,378	24,917	12,719	79,949		2,006,183	112,027	3,844,386		3,844,386

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SCHEDULE CT-2
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CONSERVATION COSTS PER PROGRAM--VARIANCE ACTUAL VS PROJECTED
VARIANCE ACTUAL VS PROJECTED

FOR MONTHS January-14 THROUGH December-14

PROGRAM NAME	LABOR/PAY	ADVERTISE.	LEGAL	OUT.SERV.	VEHICLE	MAT.&SUPP.	TRAVEL	G & A	INCENTIVES	OTHER	SUB TOTAL	PROGRAM REVENUES	TOTAL
1 Full House Residential New Construction	(1,039)	(26,833)			(1,970)	(107)	848		43,421	5	14,325		14,325
2 Residential Appliance Replacement	(12,345)	(28,523)			(4,403)	(465)	348		(21,595)	(29)	(67,011)		(67,011)
3 Conservation Education	(5,899)	(54,832)			(2,164)	(231)	208			(4,253)	(67,172)		(67,172)
4 Space Conditioning		(2,500)							(2,500)		(5,000)		(5,000)
5 Residential Conservation Survey	(3,256)	(16,067)			(2,565)	3,319	1,092			10,062	(7,415)		(7,415)
6 Residential Appliance Retention	(7,699)	(34,979)		3,778	(3,555)	(434)	626		(2,043)	5	(44,302)		(44,302)
7													
10 Commercial Conservation Survey	(700)	(1,500)		(500)	(1,351)	(457)	748			(3,485)	(7,245)		(7,245)
12													
13 Residential Service Reactivation Program	(4,809)	(12,500)			(1,489)	(248)	18		249	(121)	(18,900)		(18,900)
14 Common	21,630	14,693	6,421	5,174	(72,158)	(5,054)	75,786		(229)	20,704	66,969		66,969
15 Conservation Demonstration and Development				(17,716)							(17,716)		(17,716)
16 Commercial Small Food Service Program	1,785	8,541			92	23	194		463,191	36	473,860		473,860
17 Commercial Large Non-Food Service Program		8,541							15,000		23,541		23,541
18 Commercial Large Food Service Program	233	8,541			12	3	22		148,289	6	157,105		157,105
19 Commercial Large Hospitality Program	191	8,541			11	2	18		38,710	4	47,476		47,476
20 Commercial Large Cleaning Service Program	321	8,541			16	5	40		6,548	6	15,477		15,477
TOTAL ALL PROGRAMS	(11,587)	(120,338)	6,421	(9,264)	(89,525)	(3,643)	79,949		689,041	22,938	563,992		563,992

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SCHEDULE CT-3
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ENERGY CONSERVATION ADJUSTMENT CALCULATION OF TRUE-UP AND INTEREST PROVISION
SUMMARY OF EXPENSES BY PROGRAM BY MONTH

FOR MONTHS	January-14	THROUGH	December-14										
A. CONSERVATION EXPENSE BY PROGRAM	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
1 Full House Residential New Construction	49,213	35,161	33,484	19,709	43,827	19,494	76,035	39,748	54,047	59,786	8,823	31,012	470,337
2 Residential Appliance Replacement	50,794	69,255	56,108	79,500	53,978	72,990	61,238	50,721	67,686	46,467	37,567	54,560	700,862
3 Conservation Education	4,670	7,006	10,076	6,545	5,537	2,664	12,116	(1,815)	7,000	3,337	2,706	6,985	66,826
4 Space Conditioning													
5 Residential Conservation Survey	2,207	7,902	3,685	3,120	3,595	3,390	2,506	17,035	3,541	3,725	3,293	3,237	57,234
6 Residential Appliance Retention	49,709	82,503	49,966	62,132	52,795	66,235	70,262	50,020	59,535	59,221	46,718	51,942	701,038
7													
10 Commercial Conservation Survey	774	2,538	723		257	1,190	933	1,572				1,000	8,987
12													
13 Residential Service Reactivation Program	350	700		1,400	350	1,050	1,400	2,100	409	785	757	25	9,325
14 Common	64,764	63,617	81,438	70,994	68,103	68,363	98,200	59,380	76,760	78,020	65,741	57,117	852,497
15 Conservation Demonstration and Development							2,500	59,380	2,500	2,500	2,284	2,500	12,284
16 Commercial Small Food Service Program	261	262	239	16,650	62,426	135,627	152,615	33,322	31,064	76,135	55,436	125,287	689,325
17 Commercial Large Non-Food Service Program	261	262	239	480	466	4,939	7,747	2,772	1,906	6,374	1,058	3,685	30,189
18 Commercial Large Food Service Program	261	262	239	480	466	1,549	41,326	11,385	24,438	10,691	20,956	48,310	160,363
19 Commercial Large Hospitality Program	261	262	239	480	7,557	1,538	35,688	2,772	3,486	2,526	1,115	1,890	57,814
20 Commercial Large Cleaning Service Program	261	262	239	1,830	7,651	1,585	6,172	3,376	1,900	1,024	1,115	1,890	27,305
21. TOTAL ALL PROGRAMS	223,785	269,993	236,675	263,319	307,006	380,614	568,738	272,385	334,271	350,592	247,569	389,439	3,844,386
22. LESS AMOUNT INCLUDED IN RATE BASE													
23. RECOVERABLE CONSERVATION EXPENSES	223,785	269,993	236,675	263,319	307,006	380,614	568,738	272,385	334,271	350,592	247,569	389,439	3,844,386

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 CALCULATION OF TRUE-UP AND INTEREST PROVISION
 FOR MONTHS January-14 THROUGH December-14

SCHEDULE CT-3
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B. CONSERVATION REVENUES	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
1. RESIDENTIAL CONSERVATION													
2. CONSERVATION ADJ. REVENUES	(368,941)	(353,148)	(318,642)	(288,701)	(238,675)	(216,186)	(217,271)	(192,089)	(180,280)	(214,127)	(261,942)	(338,174)	(3,188,174)
3. TOTAL REVENUES	(368,941)	(353,148)	(318,642)	(288,701)	(238,675)	(216,186)	(217,271)	(192,089)	(180,280)	(214,127)	(261,942)	(338,174)	(3,188,174)
4. PRIOR PERIOD TRUE-UP ADJ. NOT APPLICABLE TO THIS PERIOD	(656)	(657)	(657)	(657)	(657)	(657)	(657)	(657)	(657)	(657)	(657)	(657)	(7,883)
5. CONSERVATION REVENUE APPLICABLE	(369,597)	(353,805)	(319,299)	(289,358)	(239,332)	(216,843)	(217,928)	(192,746)	(180,937)	(214,784)	(262,599)	(338,831)	(3,196,057)
6. CONSERVATION EXPENSES (FROM CT-3, PAGE 1, LINE 23)	223,785	269,993	236,675	263,319	307,006	380,614	568,738	272,385	334,271	350,592	247,569	389,439	3,844,386
7. TRUE-UP THIS PERIOD (LINE 5 - 6)	(145,812)	(83,811)	(82,624)	(26,038)	67,675	163,771	350,810	79,639	153,334	135,808	(15,030)	50,608	648,329
8. INTEREST PROVISION THIS PERIOD (FROM CT-3, PAGE 3, LINE 10)	(3)	(8)	(13)	(15)	(13)	(9)	4	15	17	23	33	39	70
9. TRUE-UP AND INTEREST PROVISION BEGINNING OF MONTH	(7,883)	(153,042)	(236,205)	(318,185)	(343,581)	(275,262)	(110,843)	240,628	320,939	474,947	611,435	597,095	(7,883)
9A. DEFERRED TRUE-UP BEGINNING OF PERIOD													
10. PRIOR TRUE-UP COLLECTED (REFUNDED)	656	657	657	657	657	657	657	657	657	657	657	657	7,883
11. TOTAL NET TRUE-UP (LINES 7+8+9+9A+10)	(153,042)	(236,205)	(318,185)	(343,581)	(275,262)	(110,843)	240,628	320,939	474,947	611,435	597,095	648,399	648,399

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 CALCULATION OF TRUE-UP AND INTEREST PROVISION

SCHEDULE CT-3
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FOR MONTHS January-14 THROUGH December-14

C. INTEREST PROVISION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
1. BEGINNING TRUE-UP (LINE B-9)	(7,883)	(153,042)	(236,205)	(318,185)	(343,581)	(275,262)	(110,843)	240,628	320,939	474,947	611,435	597,095	(7,883)
2. ENDING TRUE-UP BEFORE INTEREST (LINES B7+B9+B9A+B10)	(153,039)	(236,197)	(318,172)	(343,566)	(275,249)	(110,834)	240,624	320,924	474,930	611,412	597,062	648,360	648,329
3. TOTAL BEG. AND ENDING TRUE-UP	(160,922)	(389,239)	(554,376)	(661,750)	(618,830)	(386,097)	129,780	561,551	795,869	1,086,359	1,208,497	1,245,455	640,446
4. AVERAGE TRUE-UP (LINE C-3 X 50%)	(80,461)	(194,619)	(277,188)	(330,875)	(309,415)	(193,048)	64,890	280,776	397,934	543,179	604,248	622,727	320,223
5. INTEREST RATE - FIRST DAY OF REPORTING BUSINESS MONTH	0.03%	0.05%	0.05%	0.06%	0.05%	0.05%	0.06%	0.07%	0.06%	0.04%	0.06%	0.07%	
6. INTEREST RATE - FIRST DAY OF SUBSEQUENT BUSINESS MONTH	0.05%	0.05%	0.06%	0.05%	0.05%	0.06%	0.07%	0.06%	0.04%	0.06%	0.07%	0.08%	
7. TOTAL (LINE C-5 + C-6)	0.08%	0.10%	0.11%	0.11%	0.10%	0.11%	0.13%	0.13%	0.10%	0.10%	0.13%	0.15%	
8. AVG. INTEREST RATE (C-7 X 50%)	0.04%	0.05%	0.06%	0.06%	0.05%	0.06%	0.07%	0.07%	0.05%	0.05%	0.07%	0.08%	
9. MONTHLY AVERAGE INTEREST RATE	0.003%	0.004%	0.005%	0.005%	0.004%	0.005%	0.005%	0.005%	0.004%	0.004%	0.005%	0.006%	
10. INTEREST PROVISION (LINE C-4 X C-9)	(3)	(8)	(13)	(15)	(13)	(9)	4	15	17	23	33	39	70

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SCHEDULE CT-4
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SCHEDULE OF CAPITAL INVESTMENT, DEPRECIATION & RETURN

FOR MONTHS January-14 THROUGH December-14

PROGRAM NAME:	BEGINNING OF PERIOD	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
1. INVESTMENT														
2. DEPRECIATION BASE														
3. DEPRECIATION EXPENSE														
4. CUMULATIVE INVESTMENT														
5. LESS: ACCUMULATED DEPRECIATION														
6. NET INVESTMENT														
7. AVERAGE INVESTMENT														
8. RETURN ON AVERAGE INVESTMENT														
9. RETURN REQUIREMENTS														
10. TOTAL DEPRECIATION AND RETURN														NONE

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COMPANY: FLORIDA PUBLIC UTILITIES COMPANY

SCHEDULE CT-5
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RECONCILIATION AND EXPLANATION OF
DIFFERENCES BETWEEN FILING AND PSC AUDIT

FOR MONTHS January-14 THROUGH December-14

AUDIT EXCEPTION: TO OUR KNOWLEDGE, NONE EXIST

COMPANY RESPONSE:

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1. Residential New Construction Program
2. Residential Appliance Replacement Program
3. Residential Appliance Retention Program
4. Residential Service Reactivation Program
5. Residential Conservation Survey Program
6. Commercial Conservation Survey Program
7. Conservation Education Program
8. Space Conditioning Program
9. Conservation Demonstration and Development Program
10. Commercial Small Food Service Program
11. Commercial Non-Food Service Program
12. Commercial Large Food Service Program
13. Commercial Hospitality and Lodging Program
14. Commercial Cleaning Service and Laundromat Program

PROGRAM TITLE: Residential New Construction Program

PROGRAM DESCRIPTION: The Residential New Construction Program (formerly, Full House Residential New Construction Program) promotes the use of natural gas in single and multi-family residential new construction projects to developers, builders, and homebuyers. The program is designed to increase the overall energy efficiency in the new construction home market through the installation of efficient gas appliances. The programs incentives are used to overcome market barriers created by the split incentive between the builders who are purchasing the appliances and the homeowners who are benefiting from reduced utility costs.

CURRENT APPROVED ALLOWANCES:

\$350 Tank Water Heater
\$400 High Efficiency Tank Water Heater
\$550 Tankless Water Heater
\$500 Furnace
\$150 Range
\$100 Dryer

PROGRAM ACCOMPLISHMENTS: For the reporting period January 1, 2014 through December 31, 2014, 1537 incentives were paid. There were 414 Tank Water Heaters, 0 High Efficiency Tank Water Heaters, 106 Tankless Water Heaters, 87 Furnaces, 481 Ranges and 449 Dryers.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2014 through December 31, 2014 were **\$470,337**.

PROGRAM TITLE: Residential Appliance Replacement Program

PROGRAM DESCRIPTION: This program is designed to encourage the replacement of inefficient non-natural gas appliances with energy efficient natural gas appliances. The program offers financial incentives to residential customers to defray the additional costs associated with installing natural gas appliances.

CURRENT APPROVED ALLOWANCES:

\$500 Tank Water Heater
\$550 High Efficiency Tank Water Heater
\$675 Tankless Water Heater
\$725 Furnace
\$200 Range
\$150 Dryer

PROGRAM ACCOMPLISHMENTS: For the reporting period January 1, 2014 through December 31, 2014, 530 incentives were paid. There were 14 Tank Water Heaters, 2 High Efficiency Tank Water Heaters, 309 Tankless Water Heaters, 19 Furnaces, 121 Ranges and 65 Dryers.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2014 through December 31, 2014 were **\$700,862**.

PROGRAM PROGRESS SUMMARY: The FPSC approved this program on August 29, 2000. From the inception through the reporting period of this program, FPUC has converted 8,672 natural gas hot water heaters.

PROGRAM TITLE: Residential Appliance Retention Program

PROGRAM DESCRIPTION: The purpose of the Residential Appliance Retention Program is to encourage homeowners with existing natural gas appliances to retain natural gas appliances at time of replacement. The program includes appliances such as furnaces, hot water heaters, ranges, and dryers. The programs incentives defray the cost of purchasing more expensive energy-efficient natural gas appliances.

CURRENT APPROVED ALLOWANCES:

\$350 Tank Water Heater
\$400 High Efficiency Tank Water Heater
\$550 Tankless Water Heater
\$500 Furnace
\$100 Range
\$100 Dryer

PROGRAM ACCOMPLISHMENTS: For the reporting period January 1, 2014 through December 31, 2014, 1163 incentives were paid. There were 559 Tank Water Heaters, 10 High Efficiency Tank Water Heaters, 269 Tankless Water Heaters, 112 Furnaces, 134 Ranges and 79 Dryers.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2014 through December 31, 2014 were **\$701,038**.

PROGRAM PROGRESS SUMMARY: The FPSC approved this program on August 29, 2000. From the inception through the reporting period, FPUC has retained 9,485 natural gas hot water heaters.

PROGRAM TITLE: Residential Service Reactivation Program

PROGRAM DESCRIPTION: This program is designed to encourage the reactivation of existing residential service lines that are scheduled to be cut-off and capped. The program offers incentives of \$350 in the form of cash incentives to residential customers to assist in defraying the additional cost associated with the purchase and installation energy-efficient natural gas appliances.

PROGRAM ACCOMPLISHMENTS: For the reporting period January 1, 2014 through December 31, 2014, 24 incentives were paid.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2014 through December 31, 2014 were **\$9,325**.

PROGRAM PROGRESS SUMMARY: FPSC approval of this program occurred on August 29, 2000. We continue to promote this program and believe that our customers will find value in this program.

PROGRAM TITLE: Residential Conservation Survey Program

PROGRAM DESCRIPTION: The objective of the Residential Conservation Service Program is to provide Florida Public Utilities Company's residential customers with energy conservation advice based on a review of their homes actual performance that encourages the implementation of efficiency measures and/or practices resulting in energy savings for the customer. Florida Public Utilities Company views this program as a way of promoting the installation of cost-effective conservation measures. During the survey process, the customer is provided with specific whole-house recommendations. The survey process also checks for possible duct leakage.

PROGRAM ACCOMPLISHMENTS: This year a total of 33 residential surveys were performed.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2014 through December 31, 2014 were **\$57,234**.

PROGRAM PROGRESS SUMMARY: This program was implemented on September 1, 2000. Since inception through the reporting period, 232 residential customers have participated.

PROGRAM TITLE: Commercial Conservation Survey Program

PROGRAM DESCRIPTION: The Commercial Conservation Service Program is an interactive program that assists commercial customers in identifying energy conservation opportunities. The survey process consists of an on-site review of the customer's facility operation, equipment, and energy usage pattern by a Florida Public Utilities Company Conservation Representative. The representative identifies all areas of potential energy usage reduction as well as identifying end-use technology opportunities. A technical evaluation is then performed to determine the economic payback or life cycle cost for various improvements to the facility. Florida Public Utilities Company will subcontract the evaluation process to an independent engineering firm and/or contracting consultant, if necessary.

PROGRAM ACCOMPLISHMENTS: This year, 13 commercial surveys were completed during the reporting period.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2014 through December 31, 2014 were **\$8,987**.

PROGRAM PROGRESS SUMMARY: This program was implemented on September 1, 2000. From the inception of this program through the reporting period 199 commercial customers have participated.

PROGRAM TITLE: Conservation Education Program

PROGRAM DESCRIPTION: The purpose of the Conservation Education Program is to educate consumers, businesses, and contractors to make wise energy choices. For consumers to make educated choices they must know the benefits of conserving energy and have a basic understanding of energy as well as the measures and behavioral practices needed to make these choices.

PROGRAM ACCOMPLISHMENTS: This year FPU conducted 18 seminars and events to educate customers.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2014 through December 31, 2014 were **\$66,826**.

PROGRAM PROGRESS SUMMARY: This program has been successful and we are optimistic that we will continue to be involved in community education and future events.

PROGRAM TITLE: Space Conditioning Program

PROGRAM DESCRIPTION: The program is designed to convert on-main customers from electric space conditioning equipment to energy-efficient natural gas space conditioning equipment. The program provides a financial incentive to qualified participants to compensate for the higher initial cost of natural gas space conditioning equipment. The program reduces summer as well as winter peak demand and contributes to consumption reduction.

PROGRAM ACCOMPLISHMENTS: There were no participants in this program in 2014.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2014 through December 31, 2014 were **\$0**.

PROGRAM PROGRESS SUMMARY: From FPSC approval of the program on August 29, 2000 through December 31, 2014, FPUC has connected 10 space conditioning projects to its natural gas system.

PROGRAM TITLE: Conservation Demonstration and Development

PROGRAM DESCRIPTION: The primary purpose of the Conservation Demonstration and Development (CDD) program is to pursue research, development, and demonstration projects that are designed to promote energy efficiency and conservation. This program will supplement and complement the other conservation programs offered by Florida Public Utilities Company and give the Company an opportunity to pursue individual and joint research projects as well as the development of new conservation programs. The CDD program is meant to be an umbrella program for the identification, development, demonstration, and evaluation of promising new end-use technologies.

PROGRAM ACCOMPLISHMENTS: For 2014, Florida Public Utilities conducted research on several projects including CHP technologies.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2014 through December 31, 2014 were **\$12,284**.

PROGRAM PROGRESS SUMMARY: From FPSC approval of the program on March 23, 2010, FPUC has engaged in several research projects using this program.

PROGRAM TITLE: Commercial Small Food Service Program

PROGRAM DESCRIPTION: This program is designed to encourage owners and operators of small food service restaurants to purchase energy efficient natural gas appliances through the offering of commercial appliance rebates. Commercial food service customers are defined as establishments primarily engaged in the retail sale of prepared food and drinks for on-premise or immediate consumption with an annual consumption of less than 9,000 therms. The rebates offered within this program are limited to the specific appliance types and rebate categories depicted below.

CURRENT APPROVED ALLOWANCES:

Appliance	New Construction	Replacement	Retention
Water	\$1,000	\$1,500	\$1,000
Tankless	\$2,000	\$2,500	\$2,000
Fryer	\$3,000	\$3,000	\$3,000
Range	\$1,000	\$1,500	\$1,000

PROGRAM ACCOMPLISHMENTS: For the reporting period January 1, 2014 through December 31, 2014, 335 incentives were paid. There were 2 Tank Water Heaters, 100 Tankless Water Heaters, 220 Fryers and 13 Ranges.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2014 through December 31, 2014 were **\$689,325**.

PROGRAM PROGRESS SUMMARY: Since inception, 335 appliances have qualified for this program.

PROGRAM TITLE: Commercial Non-Food Service Program

PROGRAM DESCRIPTION: This program is designed to encourage owners and operators of commercial buildings to purchase energy efficient natural gas appliances through the offering of commercial appliance rebates. Commercial non-food service customers are defined as establishments that are not associated with the Food Service, Hospitality, or Cleaning industries. The rebates offered within this program are limited to the specific appliance types and rebate categories depicted below.

CURRENT APPROVED ALLOWANCES:

Appliance	New Construction	Replacement	Retention
Water	\$1,500	\$2,000	\$1,500
Tankless	\$2,000	\$2,500	\$2,000

PROGRAM ACCOMPLISHMENTS: For the reporting period January 1, 2014 through December 31, 2014, 10 incentives were paid. There were 0 Tank Water Heaters and 10 Tankless Water Heater.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2014 through December 31, 2014 were **\$30,189**.

PROGRAM PROGRESS SUMMARY: Since inception, 10 appliances have qualified for this program.

PROGRAM TITLE: Commercial Large Food Service Program

PROGRAM DESCRIPTION: This program is designed to encourage owners and operators of large food service restaurants to purchase energy efficient natural gas appliances through the offering of commercial appliance rebates. Commercial large food service customers are defined as establishments primarily engaged in the retail sale of prepared food and drinks for on-premise or immediate consumption with an annual consumption of greater than 9,000 therms. The rebates offered within this program are limited to the specific appliance types and rebate categories depicted below.

CURRENT APPROVED ALLOWANCES:

Appliance	New Construction	Replacement	Retention
Water	\$1,500	\$2,000	\$1,500
Tankless	\$2,000	\$2,500	\$2,000
Fryer	\$3,000	\$3,000	\$3,000
Range	\$1,500	\$1,500	\$1,500

PROGRAM ACCOMPLISHMENTS: For the reporting period January 1, 2014 through December 31, 2014, 81 incentives were paid. There was 1 Tank Water Heater, 17 Tankless Water Heaters, 49 Fryers and 14 Ranges.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2014 through December 31, 2014 were **\$160,363**.

PROGRAM PROGRESS SUMMARY: Since inception, 81 appliances have qualified for this program.

PROGRAM TITLE: Commercial Hospitality and Lodging Program

PROGRAM DESCRIPTION: This program is designed to encourage owners and operators of hospitality & lodging facilities to purchase energy efficient natural gas appliances through the offering of commercial appliance rebates. Commercial hospitality and lodging customers are defined as establishments known to the public as hotels, motor hotels, motels or tourist courts, primarily engaged in providing lodging, or lodging and meals, for the general public. The rebates offered within this program are limited to the specific appliance types and rebate categories depicted below.

CURRENT APPROVED ALLOWANCES:

Appliance	New Construction	Replacement	Retention
Water	\$1,500	\$2,000	\$1,500
Tankless	\$2,000	\$2,500	\$2,000
Fryer	\$3,000	\$3,000	\$3,000
Range	\$1,500	\$1,500	\$1,500
Dryer	\$1,500	\$1,500	\$1,500

PROGRAM ACCOMPLISHMENTS: For the reporting period January 1, 2014 through December 31, 2014, 20 incentives were paid. There were 0 Tank Water Heaters, 19 Tankless Water Heaters, 0 Fryers, 0 Ranges and 1 Dryer.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2014 through December 31, 2014 were **\$57,814**.

PROGRAM PROGRESS SUMMARY: Since inception, 20 appliances have qualified for this program.

PROGRAM TITLE: Commercial Cleaning Service and Laundromat Program

PROGRAM DESCRIPTION: This program is designed to encourage owners and operators of cleaning service & Laundromat facilities to purchase energy efficient natural gas appliances through the offering of commercial appliance rebates. Commercial cleaning service and laundromat customers are defined as establishments primarily engaged in operating mechanical laundries with steam or other power or in supplying laundered work clothing on a contract or fee basis. The rebates offered within this program are limited to the specific appliance types and rebate categories depicted below.

CURRENT APPROVED ALLOWANCES:

Appliance	New Construction	Replacement	Retention
Water	\$1,500	\$2,000	\$1,500
Tankless	\$2,000	\$2,500	\$2,000
Dryer	\$1,500	\$1,500	\$1,500

PROGRAM ACCOMPLISHMENTS: For the reporting period January 1, 2014 through December 31, 2014, 16 incentives were paid. There were 0 Tank Water Heaters, 16 Tankless Water Heaters and 0 Dryers.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2014 through December 31, 2014 were **\$27,305**.

PROGRAM PROGRESS SUMMARY: Since inception, 16 appliances have qualified for this program.

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the foregoing corrected page of the Direct Testimony and Exhibit CDY-4 of Mr. Curtis Young, has been furnished by electronic mail to the following parties of record this 28th day of August, 2015:

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