



Writer's E-Mail Address: bkeating@gunster.com

May 1, 2020

VIA E-PORTAL

Mr. Adam Teitzman
Commission Clerk
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, FL 32399-0850

Re: Docket No. 20200004-GU – Natural Gas Conservation Cost Recovery

Dear Mr. Teitzman:

Enclosed for electronic filing, please find the Petition for Approval of True Up Amount submitted on behalf of Sebring Gas System, Inc. in the above-referenced docket, along with the Direct Testimony and Exhibit JHM-1 of Mr. Jerry Melendy.

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

Sincerely,

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

MEK

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In Re: Natural Gas Conservation)
Cost Recovery Clause.)
_____)
Docket No. 20200004-GU
Filed: May 1, 2020

**PETITION FOR APPROVAL OF CONSERVATION COST RECOVERY
TRUE-UP AMOUNT FOR SEBRING GAS SYSTEM, INC.**

Sebring Gas System, Inc. (“Sebring” or “Company”), by and through its undersigned counsel, hereby files this petition for approval of the Company’s natural gas conservation cost recovery true-up amount related to the twelve-month period ended December 31, 2019. In support of this Petition, the Company states:

1. The Company is a natural gas utility with its principal office located at:

Sebring Gas System, Inc.
3515 U.W. Highway 27 South
Sebring, Florida 33870

2. The name and mailing address of the persons authorized to receive notices are:

Beth Keating Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601 Tallahassee, FL 32301	Jerry H. Melendy, President Sebring Gas System, Inc. 3515 U.W. Highway 27 South Sebring, FL 33870
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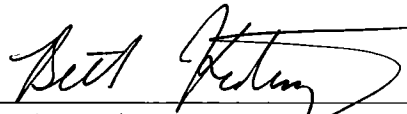
3. Pursuant to the requirements in this docket, Sebring, concurrently with the filing of this petition, is filing the testimony and conservation cost recovery true-up schedules (Exhibit JHM-1) for the period, consisting of the CT schedules and reporting forms supplied by the Commission Staff.

4. As indicated in the Testimony and exhibit of Mr. Jerry H. Melendy, for the period January 2019 through December 2019, the Company under-recovered \$4,623, as compared to its previously estimated under-recovery of \$1,678 for the period, resulting in an adjusted end of

period total true up amount of an under-recovery of \$2,945, as further indicated on Exhibit JHM-1.

WHEREFORE, Sebring Gas System, Inc. respectfully requests that the Commission approve the Company's final natural gas conservation true-up amount for the period January 1, 2019 through December 31, 2019 for inclusion in the calculation of the Company's Conservation Cost Recovery Factors to be applied in 2021.

RESPECTFULLY SUBMITTED this 1st day of May 2020.



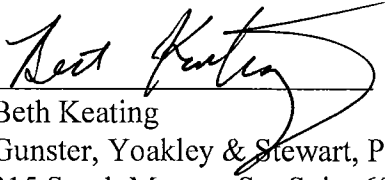
Beth Keating
Gunster, Yoakley & Stewart, P.A.
215 South Monroe St., Suite 601
Tallahassee, FL 32301
(850) 521-1706
Attorneys for Sebring Gas System, Inc.

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of Sebring Gas System, Inc.'s Petition for Approval of the Conservation Cost Recovery True-Up Amount in Docket No. 20200004-GU has been furnished by Electronic Mail to the following parties of record this 1st day of May 2020, along with a copy of the referenced Testimony and Exhibit (JHM-1) of Mr. Melendy:

Florida Public Utilities Company/Florida Division of Chesapeake Utilities/Indiantow Mike Cassel Florida Public Utilities Company 208 Wildlight Ave. Yulee FL 32097 mcassel@fpuc.com	MacFarlane Ferguson Law Firm Andrew Brown/Thomas R. Farrior P.O. Box 1531 Tampa, FL 33601-1531 AB@macfar.com trf@macfar.com
Florida Power & Light Company Christopher T. Wright 700 Universe Boulevard Juno Beach, FL 33408 Christopher.Wright@fpl.com	Office of Public Counsel J.R. Kelly/Charles Rehwinkel c/o The Florida Legislature 111 West Madison Street, Room 812 Tallahassee, FL 32399-1400 Kelly.JR@leg.state.fl.us Rehwinkel.charles@leg.state.fl.us
Peoples Gas System Paula Brown Karen Bramley P.O. Box 111 Tampa, FL 33601-0111 regdept@tecoenergy.com KLBramley@tecoenergy.com	St. Joe Natural Gas Company, Inc. Mr. Andy Shoaf P.O. Box 549 Port St. Joe, FL 32457-0549 andy@stjoegas.com
Sebring Gas System, Inc. Jerry H. Melendy, Jr. 3515 U.S. Highway 27 South Sebring, FL 33870 jmelendy@floridasbestgas.com	Florida Public Service Commission Gabriela Passidomo 2540 Shumard Oak Boulevard Tallahassee, FL 32399 gpassido@psc.state.fl.us

<p>Florida City Gas Carolyn Bermudez 4045 NW 97th Avenue Doral, Florida 33178 carolyn.bermudez@nexteraenergy.com miguel.bustos@nexteraenergy.com</p>	
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Beth Keating
Gunster, Yoakley & Stewart, P.A.
215 South Monroe St., Suite 601
Tallahassee, FL 32301

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

DOCKET 20200004-GU

DIRECT TESTIMONY OF JERRY H. MELENDY

ON BEHALF OF SEBRING GAS SYSTEM, INC.

May 1, 2020

1 **Q. PLEASE STATE YOUR NAME AND BUSINESS ADDRESS.**

2 **A.** My name is Jerry H. Melendy. My business address is Sebring Gas System, Inc.,
3 3515 U.S. Highway 27 South, Sebring FL 33870

4 **Q. BY WHOM ARE YOU EMPLOYED AND IN WHAT CAPACITY?**

5 **A.** I am President of Sebring Gas System, Inc. (the “Company”).

6 **Q. ARE YOU FAMILIAR WITH THE COMPANY’S CURRENT ENERGY**
7 **CONSERVATION PROGRAMS?**

8 **A.** Yes.

9 **Q. WHAT IS THE PURPOSE OF YOUR TESTIMONY?**

10 **A.** My testimony presents data and summaries that describe the planned and actual
11 activities and expenses for the Company’s energy conservation programs incurred
12 during the period January 2019 through December 2019. I will also identify the final
13 conservation true-up amount for the above referenced period.

14 **Q. HAVE YOU PREPARED A SUMMARY OF THE COMPANY’S**
15 **CONSERVATION PROGRAMS AND THE COSTS ASSOCIATED WITH**
16 **THESE PROGRAMS?**

17 **A.** Yes. Summaries of the Company’s six approved programs for which costs were
18 incurred during the period January 2018 through December 2019 are included in

1 Schedule CT-6 of Exhibit JHM-1. Included are the Residential New Construction
2 Program, the Residential Appliance Replacement Program, the Residential Appliance
3 Retention Program, Commercial New, and Commercial Retention.

4 **Q. HAVE YOU PREPARED SCHEDULES WHICH SHOW THE**
5 **EXPENDITURES ASSOCIATED WITH THE COMPANY'S ENERGY**
6 **CONSERVATION PROGRAMS FOR THE APPLICABLE PERIOD?**

7 **A.** Yes. Exhibit JHM-1 includes schedules CT-1, CT-2 and CT-3 detail the Company's
8 actual conservation related expenditures for the period, along with a comparison of
9 the actual program costs and true-up to the projected costs and true-up for the period.

10 **Q. WHAT WAS THE TOTAL COST INCURRED BY THE COMPANY TO**
11 **ADMINISTER ITS SIX CONSERVATION PROGRAMS FOR THE TWELVE-**
12 **MONTH PERIOD ENDING DECEMBER 2019?**

13 **A.** As indicated on Schedule CT-2, page 2, of Exhibit JHM-1, the Company's total 2019
14 programs costs were \$46,184.

15 **Q. HAVE YOU PREPARED A SCHEDULE WHICH SHOWS THE VARIANCE**
16 **OF ACTUAL FROM PROJECTED COSTS BY CATEGORIES OF**
17 **EXPENSES?**

18 **A.** Yes. Schedule CT-2, page 3, of Exhibit JHM-1, displays these variances.

19 **Q. WHAT IS THE COMPANY'S FINAL TRUE-UP FOR THE TWELVE**
20 **MONTHS ENDING DECEMBER 2019?**

21 **A.** The final true-up amount as shown on Schedule CT-1, of Exhibit JHM-1 is an under
22 recovery of \$2,945.

23 **Q. DOES THIS CONCLUDE YOUR TESTIMONY?**

24 **A.** Yes

ADJUSTED NET TRUE-UP
FOR MONTHS: JANUARY 2019 THROUGH DECEMBER 2019

END OF PERIOD TRUE-UP

PRINCIPLE	\$4,393	
INTEREST	<u>\$230</u>	\$4,623

LESS PROJECTED TRUE-UP

PRINCIPLE	\$1,518	
INTEREST	<u>\$160</u>	<u>\$1,678</u>

ADJUSTED NET TRUE-UP \$2,945

ANALYSIS OF ENERGY CONSERVATION PROGRAM COSTS
ACTUAL VERSUS ESTIMATED

FOR MONTHS: JANUARY 2019 THROUGH DECEMBER 2019

	<u>ACTUAL</u>	<u>PROJECTED</u>	<u>DIFFERENCE</u>
CAPITAL INVESTMENT	\$0	\$0	\$0
PAYROLL & BENEFITS	\$11,672	\$12,177	(\$505)
MATERIALS & SUPPLIES	\$0	\$0	\$0
ADVERTISING	\$0	\$0	\$0
INCENTIVES	\$29,979	\$24,893	\$5,086
OUTSIDE SERVICES	\$4,533	\$6,126	(\$1,593)
VEHICLES	\$0	\$0	\$0
OTHER	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
SUB TOTAL	\$46,184	\$43,196	\$2,988
PROGRAM REVENUES	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
TOTAL PROGRAM COSTS	\$46,184	\$43,196	\$2,988
LESS: PRIOR PERIOD TRUE-UP	\$14,228	\$14,228	\$0
CONSERVATION REVENUES APPLICABLE TO THE PERIOD	CT-3.2 L 6 (\$41,791)	(\$41,678)	C-3, p.4 line 5 (\$113)
ROUNDING ADJUSTMENTS	<u>\$0</u>	<u>\$0</u>	\$0
TRUE-UP BEFORE INTEREST	\$4,393	\$1,518	\$2,875
INTEREST PROVISION	\$230	\$160	C-3 p 4 line 8 \$70
END OF PERIOD TRUE-UP	<u>\$4,623</u>	<u>\$1,678</u>	<u>\$2,945</u>
() REFLECTS OVER-RECOVERY			

Actual Conservation Program Costs per Program

FOR MONTHS: JANUARY 2019 THROUGH DECEMBER 2019

Program Name	<u>Capital Investment</u>	<u>Payroll & Benefits</u>	<u>Materials & Supplies</u>	<u>Advertising</u>	<u>Incentives</u>	<u>Outside Services</u>	<u>Vehicles</u>	<u>Other</u>	<u>TOTAL</u>
Program 1: Res. New Home Const.	\$0	\$1,941	\$0	\$0	\$3,150	\$756	\$0	\$0	\$5,846
Program 2: Res. Appliance Replace	\$0	\$1,941	\$0	\$0	\$10,925	\$756	\$0	\$0	\$13,621
Program 3: Customer Retention	\$0	\$1,941	\$0	\$0	\$8,000	\$756	\$0	\$0	\$10,696
Program 4: Comm. New Const.	\$0	\$1,941	\$0	\$0	\$0	\$756	\$0	\$0	\$2,696
Program 5: Comm. Appli. Replace	\$0	\$1,941	\$0	\$0	\$715	\$756	\$0	\$0	\$3,412
Program 6: Comm.Cust. Retention	\$0	\$1,968	\$0	\$0	\$7,189	\$756	\$0	\$0	\$9,912
TOTAL	\$0	\$11,672	\$0	\$0	\$29,979	\$4,533	\$0	\$0	\$46,184

Conservation Costs per Program - Variance Actual Versus Projected
 FOR MONTHS: JANUARY 2019 THROUGH DECEMBER 2019

Program Name	<u>Capital Investment</u>	<u>Payroll & Benefits</u>	<u>Materials & Supplies</u>	<u>Advertising</u>	<u>Incentives</u>	<u>Outside Services</u>	<u>Vehicles</u>	<u>Other</u>	<u>TOTAL</u>
Program 1: Res. New Home Const.	\$0	(\$84)	\$0	\$0	(\$650)	(\$265)	\$0	\$0	(\$1,000)
Program 2: Res. Appliance Replace	\$0	(\$84)	\$0	\$0	\$1,500	(\$265)	\$0	\$0	\$1,150
Program 3: Customer Retention	\$0	(\$84)	\$0	\$0	\$2,300	(\$265)	\$0	\$0	\$1,950
Program 4: Comm. New Const.	\$0	(\$84)	\$0	\$0	\$0	(\$265)	\$0	\$0	(\$350)
Program 5: Comm. Appli. Replace	\$0	(\$84)	\$0	\$0	\$0	(\$265)	\$0	\$0	(\$349)
Program 6: Comm.Cust. Retention	\$0	(\$84)	\$0	\$0	\$1,936	(\$265)	\$0	\$0	\$1,586
TOTAL	\$0	(\$505)	\$0	\$0	\$5,086	(\$1,593)	\$0	\$0	\$2,988

Energy conservation Adjustment Calculation of True-Up and Interest Provision
Summary of Expenses By program By Month
FOR MONTHS: JANUARY 2019 THROUGH DECEMBER 2019

Program Name	<u>JAN</u>	<u>FEB</u>	<u>MAR</u>	<u>APR</u>	<u>MAY</u>	<u>JUN</u>	<u>JUL</u>	<u>AUG</u>	<u>SEP</u>	<u>OCT</u>	<u>NOV</u>	<u>DEC</u>	<u>TOTAL</u>
Program 1: Res. New Home Const.	\$1,006	\$961	\$1,274	\$160	\$243	\$204	\$248	\$214	\$294	\$212	\$869	\$162	\$5,846
Program 2: Res. Appliance Replace	\$1,681	\$986	\$1,749	\$160	\$243	\$2,229	\$248	\$214	\$294	\$1,037	\$2,594	\$2,187	\$13,621
Program 3: Customer Retention	\$2,306	\$1,261	\$1,474	\$160	\$243	\$704	\$348	\$214	\$294	\$712	\$369	\$2,612	\$10,696
Program 4 Comm. New Const.	\$456	\$161	\$174	\$160	\$243	\$204	\$248	\$214	\$294	\$212	\$169	\$162	\$2,696
Program 5 Comm. Appli. Replace	\$456	\$876	\$174	\$160	\$243	\$204	\$248	\$214	\$294	\$212	\$169	\$162	\$3,412
Program 6 Comm.Cust. Retention	\$456	\$161	\$174	\$3,943	\$243	\$204	\$1,745	\$214	\$294	\$1,364	\$169	\$945	\$9,912
TOTAL	\$6,360	\$4,406	\$5,017	\$4,744	\$1,457	\$3,748	\$3,087	\$1,285	\$1,763	\$3,747	\$4,340	\$6,230	\$46,184

Energy conservation Adjustment Calculation of True-Up and Interest Provision

FOR MONTHS: JANUARY 2019 THROUGH DECEMBER 2019

Conservation

Revenues	<u>JAN</u>	<u>FEB</u>	<u>MAR</u>	<u>APR</u>	<u>MAY</u>	<u>JUN</u>	<u>JUL</u>	<u>AUG</u>	<u>SEP</u>	<u>OCT</u>	<u>NOV</u>	<u>DEC</u>	<u>TOTAL</u>
1 RCS AUDIT FEES	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2 PSC REG ASSESS FEE	\$28	\$24	\$25	\$25	\$23	\$19	\$22	\$22	\$21	\$22	\$22	\$29	\$282
3 CONSERV. ADJ. REVS	(\$5,663)	(\$4,845)	(\$5,033)	(\$4,935)	(\$4,546)	(\$3,899)	(\$4,301)	(\$4,369)	(\$4,169)	(\$4,498)	(\$4,324)	(\$5,719)	(\$56,301)
4 TOTAL REVENUES	(\$5,635)	(\$4,821)	(\$5,008)	(\$4,910)	(\$4,523)	(\$3,880)	(\$4,279)	(\$4,347)	(\$4,148)	(\$4,476)	(\$4,302)	(\$5,690)	(\$56,019)
5 PRIOR PERIOD TRUE-UP NOT APPLICABLE TO THIS PERIOD	\$1,186	\$1,186	\$1,186	\$1,186	\$1,186	\$1,186	\$1,186	\$1,186	\$1,186	\$1,186	\$1,186	\$1,182	\$14,228
6 CONSERVATION REVS APPLICABLE TO THIS PERIOD	(\$4,449)	(\$3,635)	(\$3,822)	(\$3,724)	(\$3,337)	(\$2,694)	(\$3,093)	(\$3,161)	(\$2,962)	(\$3,290)	(\$3,116)	(\$4,508)	(\$41,791)
7 CONSERVATION EXPS (FROM CT-3, PAGE 1)	\$6,360	\$4,406	\$5,017	\$4,744	\$1,457	\$3,748	\$3,087	\$1,285	\$1,763	\$3,747	\$4,340	\$6,230	\$46,184
8 TRUE-UP THIS PERIOD	\$1,911	\$771	\$1,195	\$1,020	(\$1,881)	\$1,054	(\$6)	(\$1,876)	(\$1,199)	\$457	\$1,224	\$1,722	\$4,393
9 INT. PROV. THIS PERIOD (FROM CT-3, PAGE 3)	\$29	\$30	\$29	\$29	\$26	\$23	\$19	\$15	\$10	\$9	\$6	\$6	\$230
10 TRUE-UP & INT. PROV. BEGINNING OF MONTH.	\$14,228	\$14,982	\$14,597	\$14,635	\$14,498	\$11,457	\$11,348	\$10,176	\$7,129	\$4,753	\$4,033	\$4,076	
11 PRIOR TRUE-UP (COLLECTED) REFUNDED	(\$1,186)	(\$1,186)	(\$1,186)	(\$1,186)	(\$1,186)	(\$1,186)	(\$1,186)	(\$1,186)	(\$1,186)	(\$1,186)	(\$1,186)	(\$1,182)	
TOTAL NET TRUE-UP													
12 (SUM LINES 8+9+10+11)	\$14,982	\$14,597	\$14,635	\$14,498	\$11,457	\$11,348	\$10,176	\$7,129	\$4,753	\$4,033	\$4,076	\$4,623	\$4,623

Calculation of True-Up and Interest Provision
FOR MONTHS: JANUARY 2019 THROUGH DECEMBER 2019

	<u>JAN</u>	<u>FEB</u>	<u>MAR</u>	<u>APR</u>	<u>MAY</u>	<u>JUN</u>	<u>JUL</u>	<u>AUG</u>	<u>SEP</u>	<u>OCT</u>	<u>NOV</u>	<u>DEC</u>	<u>TOTAL</u>
Interest Provision													
1 BEGINNING TRUE-UP	\$14,228	\$14,982	\$14,597	\$14,635	\$14,498	\$11,457	\$11,348	\$10,176	\$7,129	\$4,753	\$4,033	\$4,076	
ENDING TRUE-UP BEFORE													
2 INTEREST	\$14,953	\$14,567	\$14,606	\$14,469	\$11,431	\$11,326	\$10,157	\$7,114	\$4,743	\$4,024	\$4,071	\$4,617	
TOTAL BEGINNING &													
3 ENDING TRUE-UP	\$29,181	\$29,550	\$29,202	\$29,104	\$25,929	\$22,783	\$21,505	\$17,290	\$11,872	\$8,778	\$8,104	\$8,693	
AVERAGE TRUE-UP													
4 (LINE 3 x 50%)	\$14,591	\$14,775	\$14,601	\$14,552	\$12,965	\$11,391	\$10,753	\$8,645	\$5,936	\$4,389	\$4,052	\$4,347	
INT. RATE - 1ST DAY													
5 OF REPORTING MONTH	2.42%	2.41%	2.41%	2.48%	2.43%	2.39%	2.32%	2.10%	2.05%	1.90%	1.66%	1.67%	
INT. RATE - 1ST DAY													
6 OF SUBSEQUENT MONTH	2.41%	2.41%	2.48%	2.43%	2.39%	2.32%	2.10%	2.05%	1.90%	1.66%	1.67%	1.29%	
7 TOTAL (LINES 5 + 6)	4.83%	4.82%	4.89%	4.91%	4.82%	4.71%	4.42%	4.15%	3.95%	3.56%	3.33%	2.96%	
AVG. INT. RATE													
8 (LINE 7 x 50%)	2.42%	2.41%	2.45%	2.46%	2.41%	2.36%	2.21%	2.08%	1.98%	1.78%	1.67%	1.48%	
MONTHLY AVG.													
9 INT. RATE	0.20%	0.20%	0.20%	0.20%	0.20%	0.20%	0.18%	0.17%	0.16%	0.15%	0.14%	0.12%	
10 INTEREST PROVISION													
(LINE 4 x LINE 9)	\$29	\$30	\$29	\$29	\$26	\$23	\$19	\$15	\$10	\$9	\$6	\$6	\$230

SEBRING GAS SYSTEM, INC.

Reconciliation and Explanation of differences between Filing and
PSC Audit Report for January 2019 through December 2019.

NO DIFFERENCES ARE KNOWN AS OF THE DATE OF THIS FILING

SEBRING GAS SYSTEM, INC.
Program Description and Progress

Program Title:

Residential New Construction

Program Description:

The Residential New Construction Program is designed to increase the overall penetration of natural gas in the single family and multi-family construction residential markets of the Company's service territory by expanding consumer energy options in new homes.

For the period January 1, 2019 through December 31, 2019, the Company operated under the terms of Order No. PSC-10-0551-PAA-EG, issued on September 7, 2010.

Order No. PSC-10-0551-PAA-EG prescribed the following Residential New Construction Cash Allowances:

Gas Storage Tank Water Heater	\$350
Gas High Efficiency Storage Tanks Water Heater	\$400
Gas Tankless Water Heater	\$550
Gas Heating	\$500
Gas Cooking	\$150
Gas Clothes Drying	\$100

Program Accomplishments:

For the twelve month period January 2019 through December 2019, the amount of incentives paid by the Company was:

\$3,150

Program Fiscal Expenditures:

During 2019 expenditures for the Residential New Construction Program totaled
\$5,846

SEBRING GAS SYSTEM, INC.
Program Description and Progress

Program Title:

Residential Appliance Replacement Program

Program Description:

The Residential Appliance Replacement Program is designed to encourage the replacement of inefficient non-natural gas residential appliances with energy efficient natural gas appliances. Incentives are offered for the replacement of non-natural gas water heating, heating, cooking or clothes drying appliances through the purchase and/or lease of energy efficient natural gas appliances.

For the period January 1, 2019 through December 31, 2019, the Company operated under the terms of Order No. PSC-10-0551-PAA-EG, issued on September 7, 2010.

Order No. PSC-10-0551-PAA-EG prescribed the following Residential Appliance Replacement Cash Allowances:

	\$500
Gas Storage Tank Water Heater	\$550
Gas High Efficiency Storage Tanks Water Heater	\$675
Gas Tankless Water Heater	\$725
Gas Heating	\$200
Gas Cooking	\$150
Gas Clothes Drying	

Program Accomplishments:

For the twelve month period January 2019 through December 2019, the amount of incentives paid by the Company under the Residential Appliance Replacement Program was:

\$10,925

Program Fiscal Expenditures:

During 2019 expenditures for the Resident Appliance Replacement Program totaled
\$13,621

SEBRING GAS SYSTEM, INC.
Program Description and Progress

Program Title:

Residential Customer Retention Program

Program Description:

The Company offers the Residential Appliance Retention Program to existing customers to promote the retention of energy efficient appliances and encourage the continued use of natural gas in the home. As an incentive to continue to provide substantial benefits to the customer and utilize our resources effectively this program offers cash allowances to the customer.

For the period January 1, 2019 through December 31, 2019, the Company operated under the terms of Order No. PSC-10-0551-PAA-EG, issued on September 7, 2010.

Order No. PSC-10-0551-PAA-EG prescribed the following Residential Appliance Replacement Cash Allowances:

Gas Storage Tank Water Heater	\$350
Gas High Efficiency Storage Tanks Water Heater	\$400
Gas Tankless Water Heater	\$550
Gas Heating	\$500
Gas Cooking	\$100
Gas Clothes Drying	\$100

Program Accomplishments:

For the twelve month period January 2019 through December 2019, the amount of incentives paid by the Company under the Residential Appliance Retention Program was:

\$8,000

Program Fiscal Expenditures:

During 2019 expenditures for the Resident Appliance Retention Program totaled

\$10,696

SEBRING GAS SYSTEM, INC.
Program Description and Progress

Program Title:

Commercial New Construction

Program Description:

The Commercial New Construction Conservation Program's purpose is to educate, inform and encourage its commercial customers to build with natural gas. The program is designed to allow Sebring Gas System to provide incentives to new construction to be used toward the purchase and installation of natural gas appliances for their commercial business.

The Natural Gas Energy Conservation Program was approved by the Florida Public Services Commission in Docket No. 130167-EG on January 14, 2014.

Program Accomplishments:

For the twelve month period January 2019 through December 2019, the amount of incentives paid by the Company under the Commercial New Construction Program was:

\$0

Program Fiscal Expenditures:

During 2019 expenditures for the Commercial New Construction Program totaled

\$2,696

SEBRING GAS SYSTEM, INC.
Program Description and Progress

Program Title:

Commercial Retrofit

Program Description:

The Commercial Retrofit Conservation Program's purpose is to educate, inform and encourage its commercial customers to use natural gas. The program is designed to allow Sebring Gas System to provide incentives to commercial customers to be used toward the purchase and installation of natural gas appliances for their commercial business.

The Natural Gas Energy Conservation Program was approved by the Florida Public Services Commission in Docket No. 130167-EG on January 14, 2014.

Program Accomplishments:

For the twelve month period January 2019 through December 2019, the amount of incentives paid by the Company under the Commercial Retrofit Program was:

\$715

Program Fiscal Expenditures:

During 2019 expenditures for the Commercial Retrofit Program totaled

\$3,412

SEBRING GAS SYSTEM, INC.
Program Description and Progress

Program Title:

Commercial Retention

Program Description:

The Commercial Retention Conservation Program's purpose is to educate, inform and encourage its commercial customers to build with natural gas. The program is designed to allow Sebring Gas System to provide incentives to commercial customers to be used toward the and installation of natural gas appliances for their commercial business.

The Natura Gas Energy Conservation Program was approved by the Florida Public Services Commission in Docket No. 130167-EG on January 14, 2014.

Program Accomplishments:

For the twelve month period January 2019 through December 2019, the amount of incentives paid by the Company under the Commercial Retention Program was:

\$7,189

Program Fiscal Expenditures:

During 2019 expenditures for the Commercial Retention Program totaled

\$9,912