

## BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Extension of the Energy Con-	)	DOCKET NO. 900509-EG
servation Loan Test Program and	)	ORDER NO. 23233
Reapproval of Guaranteed/Subsidized	)	ISSUED: 7-20-90
Principals for Participating Financial	)	
Institutions.	)	
	)	

The following Commissioners participated in the disposition of this matter:

MICHAEL McK. WILSON, Chairman  
 THOMAS M. BEARD  
 BETTY EASLEY  
 GERALD L. GUNTER  
 FRANK S. MESSERSMITH

NOTICE OF PROPOSED AGENCY ACTION

ORDER EXTENDING THE ENERGY CONSERVATION  
LOAN TEST PROGRAM AND REAPPROVING THE  
GUARANTEED/SUBSIDIZED LOAN PRINCIPALS FOR THE  
PARTICIPATING UTILITIES/FINANCIAL INSTITUTIONS

BY THE COMMISSION:

NOTICE is hereby given by the Florida Public Service Commission that the action discussed herein is preliminary in nature and will become final unless a person whose interests are adversely affected files a petition for a formal proceeding, pursuant to Rule 25-22.029, Florida Administrative Code.

On September 3, 1986, by Order No. 16539, this Commission approved the implementation of the Energy Conservation Loan Test Program (ECLTP), to be commenced on September 19, 1986, and to terminate on September 30, 1988. All of the approved utilities and financial institutions have requested the extension of the test program through June 30, 1991. Attachment A is a list of participating financial institutions indicating the associated utility, docket number, requested loan principal amount and potential exposure for the 2% guarantee and the 4% interest subsidy amounts.

DOCUMENT NUMBER-DATE  
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We have reviewed the requests and some preliminary data from the program and find that the ECLTP should be extended through the June 30, 1991. Our approval in this Order includes the loan limits found in Attachment A.

Due to an increase in loan defaults under this program we have become concerned with efforts by the lenders to secure their loans against uncollectable defaults. In order to address that concern we are taking this opportunity to encourage the lenders, where they find it appropriate, to require borrowers to secure future loans by a mortgage covering the affected real property. In this regard the lenders have express their concern that in most instances certain costs associated with securing a mortgage could negate the saving the customer would realize by participating in the program. The data submitted shows that the highest costs are title insurance and appraisal fees. Due to the nature of the loans we would not consider it necessary for the lender to require, in all cases, those expenses as a condition to securing a loan under ECLTP.

It is therefore

ORDERED by the Florida Public Service Commission that the requests to extend the Energy Conservation Loan Test Program to June 30, 1991, and for approval of the continued participation of these utilities and financial institutions shown in Attachment A is granted. It is further

ORDERED that this docket be closed should no motion for reconsideration or notice of appeal be timely filed.

By ORDER of the Florida Public Service Commission,  
this 20th day of July, 1990.

  
STEVE TRIBBLE, Director  
Division of Records and Reporting

( S E A L )  
(7533L)MRC:bmi

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NOTICE OF FURTHER PROCEEDINGS OR JUDICIAL REVIEW

The Florida Public Service Commission is required by Section 120.59(4), Florida Statutes, to notify parties of any administrative hearing or judicial review of Commission orders that is available under Sections 120.57 or 120.68, Florida Statutes, as well as the procedures and time limits that apply. This notice should not be construed to mean all requests for an administrative hearing or judicial review will be granted or result in the relief sought.

The action proposed herein is preliminary in nature and will not become effective or final, except as provided by Rule 25-22.029, Florida Administrative Code. Any person whose substantial interests are affected by the action proposed by this order may file a petition for a formal proceeding, as provided by Rule 25-22.029(4), Florida Administrative Code, in the form provided by Rule 25-22.036(7)(a) and (f), Florida Administrative Code. This petition must be received by the Director, Division of Records and Reporting at his office at 101 East Gaines Street, Tallahassee, Florida 32399-0870, by the close of business on August 13, 1990.

In the absence of such a petition, this order shall become effective on the day subsequent to the above date as provided by Rule 25-22.029(6), Florida Administrative Code, and as reflected in a subsequent order.

Any objection or protest filed in this docket before the issuance date of this order is considered abandoned unless it satisfies the foregoing conditions and is renewed within the specified protest period.

If this order becomes final and effective on the date described above, any party adversely affected may request judicial review by the Florida Supreme Court in the case of an electric, gas or telephone utility or by the First District Court of Appeal in the case of a water or sewer utility by filing a notice of appeal with the Director, Division of Records and Reporting and filing a copy of the notice of appeal and the filing fee with the appropriate court. This filing must be completed within thirty (30) days of the effective date of this order, pursuant to Rule 9.110, Florida Rules of Appellate Procedure. The notice of appeal must be in the form specified in Rule 9.900(a), Florida Rules of Appellate Procedure.

## ATTACHMENT "A"

JUNE 30, 1990

## ESTIMATE OF LOAN EXPOSURE FOR ECLPT

			<u>LOAN PRINCIPAL REQUESTED</u>	<u>EXPOSURE 2% Default 4% Subsidy</u>
<b>GULF POWER COMPANY</b>				
860970	EG	Southern Home Mortgage	\$ 300,000	\$ 36,009
	EG-E	Citizens & Builders	1,000,000	120,037
	EG-G	Bank of Jackson County	200,000	24,019
	EG-H	Bank of Graceville	150,000	18,014
	EG-I	Barnett Bank of Pensacola	2,000,000	240,198
	EG-J	Sun Bank of West Florida	2,000,000	240,198
	EG-K	Southeast Bank of Chipley	500,000	60,049
	EG-L	Commercial Bank of Panama City	500,000	60,049
	EG-M	Security Fed. S&L Panama City	500,000	60,049
	EG-N	First Bank of Crestview	500,000	60,049
	EG-P	The Bank of Bonifay	500,000	60,049
	EG-R	First Bank of Holmes Co.	250,000	30,024
	EG-S	First National Bank Destin/AM South	500,000	60,049
	EG-T	First City Bank Ft. Walton Bch.	800,000	96,058
881505	EG	First Union National Bank	1,000,000	120,037
880415	EG	First Florida Bank	500,000	60,049
880613	EG	Pensacola Loan & Savings	500,000	60,049
891141	EG	American Bank & Trust Company	1,000,000	120,037
890222	EG	AmSouth Bank of Pensacola	2,000,000	240,198
TOTALS			\$14,700,000	\$1,765,221
<b>FLORIDA PUBLIC UTILITIES</b>				
	EG-A	Citizens State Bank	275,000	
	EG-A	First Bank of Marianna/South Trust	275,000	
	EG-A	Farmers Bank of Malone	175,000	
TOTALS			\$ 725,000	\$ 87,071
<b>TAMPA ELECTRIC COMPANY EG-C</b>				
	EG-F	Florida Federal	750,000	90,073
<b>FLORIDA POWER CORPORATION EG-B</b>				
	EG-D	Sun Bank of Tampa Bay	2,000,000	CANCEL
	EG-O	Goldome Savings Bank	750,000	90,073
TOTALS			\$ 750,000	\$ 90,073

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		<u>PRINCIPAL APPROVED</u>	<u>EXPOSURE 2% Default 4% Subsidy</u>
GAINESVILLE REGIONAL UTILITIES EG-Q			
EG-W	Florida National Bank	300,000	36,009
EG-Z	First Union National Bank	<u>500,000</u>	<u>60,049</u>
	TOTALS	\$ 800,000	\$ 96,058
LAKELAND ELECTRIC & WATER EG-U			
EG-V	Peoples Bank of Lakeland	1,500,000	180,086
CITY OF TALLAHASSEE UTILITIES EG-X			
EG-Y	Sun Bank of Tallahassee	500,000	60,049
LEE COUNTY COOP 880277-EG			
880278	Goldome	500,000	60,049
880213	Barnett Bank of Lee County	<u>500,000</u>	<u>60,049</u>
	TOTALS	\$ 1,000,000	\$ 120,098
	CUMULATIVE TOTALS	\$20,725,000	\$ 2,488,729

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