

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

DOCKET 120004-GU

DIRECT TESTIMONY OF

JERRY H. MELENDY

ON BEHALF OF SEBRING GAS SYSTEM, INC.

MAY 2, 2012

1 Q. PLEASE STATE YOUR NAME AND BUSINESS ADDRESS.

2 A. My name is Jerry H. Melendy. My business address is Sebring Gas System,
3 Inc., P.O. Box 8, US Highway 27 South, Sebring FL 33870

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

5 A. I am Vice President of Sebring Gas System, Inc. (the "Company").

6 Q. ARE YOU FAMILIAR WITH THE COMPANY'S CURRENT
7 ENERGY 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
11 actual activities and expenses for the Company's energy conservation
12 programs incurred during the period January 2011 through December 2011. I
13 will also identify the final conservation true-up amount for the above
14 referenced period.

COM 5
APA 1
ECR 2
GCL 1
HAD
SRC
ADM
OPC
CLK
Gr Rep 1

1 **Q. HAVE YOU PREPARED A SUMMARY OF THE COMPANY'S**
2 **CONSERVATION PROGRAMS AND THE COSTS ASSOCIATED**
3 **WITH THESE PROGRAMS?**

4 A. Yes. Summaries of the Company's four approved programs for which costs
5 were incurred during the period January 2011 through December 2011 are
6 included in Schedule CT-6 of Exhibit JHM-1. Included are the Residential
7 New Construction Program, the Residential Appliance Replacement Program,
8 the Residential Appliance Retention Program and the Conservation Education
9 Program.

10 **Q. HAVE YOU PREPARED SCHEDULES WHICH SHOW THE**
11 **EXPENDICTURES ASSOCIATED WITH THE COMPANY'S**
12 **ENERGY CONSERVATION PROGRAMS FOR THE APPLICABLE**
13 **PERIOD?**

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

18 **Q. WHAT WAS THE TOTAL COST INCURRED BY THE COMPANY**
19 **TO ADMINISTER ITS FOUR CONSERVATION PROGRAMS FOR**
20 **THE TWELVE MONTH PERIOD ENDING DECEMBER 2010?**

21 A. As indicated on Schedule CT-2, page 2, of Exhibit JHM-1, the Company's
22 total 2011 programs costs were \$34,640.

1 **Q. HAVE YOU PREPARED A SCHEDULE WHICH SHOWS THE**
2 **VARIANCE OF ACTUAL FROM PROJECTED COSTS BY**
3 **CATEGORIES OF EXPENSES?**

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

5 **Q. WHAT IS THE COMPANY'S FINAL TRUE-UP FOR THE TWELVE**
6 **MONTHS ENDING DECEMBER 2011?**

7 A. The final true-up amount as shown on Schedule CT-1, of Exhibit JHM-1 is an
8 overrecovery of \$11,173.

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

10 A. Yes.