

ADJUSTED NET TRUE-UP
FOR MONTHS: JANUARY 2012 THROUGH DECEMBER 2012

END OF PERIOD TRUE-UP

PRINCIPLE	(\$25,679)	
INTEREST	<u>(\$28)</u>	(\$25,707)

LESS PROJECTED TRUE-UP

PRINCIPLE	(\$15,342)	
INTEREST	(\$51)	(\$15,393)

ADJUSTED NET TRUE-UP (\$10,314)

COM _____
 AFD 1
 APA 1
 ECO 7
 ENG _____
 GCL 1
 IDM _____
 TEL _____
 CLK _____

DOCUMENT NUMBER DATE

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FPSC-COMMISSION CLERK

ANALYSIS OF ENERGY CONSERVATION PROGRAM COSTS
ACTUAL VERSUS ESTIMATED

JANUARY 2012 THROUGH DECEMBER 2012

	<u>ACTUAL</u>	<u>PROJECTED</u>		<u>DIFFERENCE</u>
CAPITAL INVESTMENT	\$0	\$0		\$0
PAYROLL & BENEFITS	\$7,083	\$6,000		\$1,083
MATERIALS & SUPPLIES	\$0	\$450		(\$450)
ADVERTISING	\$9,219	\$9,000		\$219
INCENTIVES	\$8,125	\$15,000		(\$6,875)
OUTSIDE SERVICES	\$663	\$4,500		(\$3,837)
VEHICLES	\$0	\$0		\$0
OTHER	<u>\$0</u>	<u>\$0</u>		<u>\$0</u>
SUB TOTAL	\$25,090	\$34,950		(\$9,860)
PROGRAM REVENUES	<u>\$0</u>	<u>\$0</u>		<u>\$0</u>
TOTAL PROGRAM COSTS	\$25,090	\$34,950		(\$9,860)
LESS: PAYROLL ADJUSTMENTS	\$0	\$0		\$0
AMOUNTS INCLUDED IN RATE BASE	\$0	\$0		\$0
CONSERVATION REVENUES APPLICABLE TO THE PERIOD	(\$50,769)	(\$32,067)	C-1	(\$18,702)
ROUNDING ADJUSTMENTS	<u>\$0</u>	<u>\$0</u>		<u>\$0</u>
TRUE-UP BEFORE INTEREST	(\$25,679)	\$2,883		(\$28,562)
INTEREST PROVISION	(\$28)	(\$28)		\$0
END OF PERIOD TRUE-UP	<u>(\$25,707)</u>	<u>\$2,855</u>		<u>(\$28,562)</u>
() REFLECTS OVER-RECOVERY				

Actual Conservation Program Costs per Program
 For Months: January 2012 through December 2012

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	\$2,361	\$0	\$3,073	\$700	\$221	\$0	\$0	\$6,355
Program 2: Res. Appliance Replace	\$0	\$2,361	\$0	\$3,073	\$4,025	\$221	\$0	\$0	\$9,680
Program 3: Customer Retention	\$0	\$2,361	\$0	\$3,073	\$3,400	\$221	\$0	\$0	\$9,055
TOTAL	\$0	\$7,083	\$0	\$9,219	\$8,125	\$663	\$0	\$0	\$25,090

Conservation Costs per Program - Variance Actual Versus Projected
For Months: January 2012 through December 2012

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	\$0	\$0	\$3,121	\$1,925	\$363	\$0	\$0	\$5,409
Program 2 Res. Appliance Replace	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Program 3 Customer Retention	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$3,121	\$1,925	\$363	\$0	\$0	\$5,409
TOTAL	\$0	\$0	\$0	\$3,121	\$1,925	\$363	\$0	\$0	\$5,409

Energy conservation Adjustment Calculation of True-Up and Interest Provision
 Summary of Expenses By program By Month
 For Months: January 2012 through December 2012

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.	\$371	\$376	\$375	\$377	\$1,075	\$374	\$376	\$375	\$449	\$1,455	\$376	\$376	\$6,355
Program 2 Res. Appliance Replace	\$371	\$376	\$1,050	\$377	\$375	\$524	\$376	\$1,200	\$449	\$3,005	\$376	\$1,201	\$9,680
Program 3 Customer Retention	\$371	\$1,476	\$475	\$377	\$375	\$474	\$376	\$375	\$449	\$2,505	\$376	\$1,426	\$9,055
TOTAL	\$1,113	\$2,228	\$1,900	\$1,131	\$1,825	\$1,372	\$1,128	\$1,950	\$1,347	\$6,965	\$1,128	\$3,003	\$25,090

Energy conservation Adjustment Calculation of True-Up and Interest Provision

For Months: January 2012 through December 2012

Conservation Revenues	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	TOTAL
1 RCS AUDIT FEES	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2 OTHER PROGRAM REVS	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3 CONSERV. ADJ. REVS	<u>(\$3,618)</u>	<u>(\$3,321)</u>	<u>(\$3,178)</u>	<u>(\$3,053)</u>	<u>(\$2,720)</u>	<u>(\$2,616)</u>	<u>(\$2,534)</u>	<u>(\$2,618)</u>	<u>(\$2,347)</u>	<u>(\$2,965)</u>	<u>(\$3,040)</u>	<u>(\$3,196)</u>	<u>(\$35,206)</u>
4 TOTAL REVENUES	<u>(\$3,618)</u>	<u>(\$3,321)</u>	<u>(\$3,178)</u>	<u>(\$3,053)</u>	<u>(\$2,720)</u>	<u>(\$2,616)</u>	<u>(\$2,534)</u>	<u>(\$2,618)</u>	<u>(\$2,347)</u>	<u>(\$2,965)</u>	<u>(\$3,040)</u>	<u>(\$3,196)</u>	<u>(\$35,206)</u>
5 PRIOR PERIOD TRUE-UP NOT APPLICABLE TO THIS PERIOD	<u>(\$1,297)</u>	<u>(\$1,297)</u>	<u>(\$1,297)</u>	<u>(\$1,296)</u>	<u>(\$1,297)</u>	<u>(\$1,297)</u>	<u>(\$1,297)</u>	<u>(\$1,297)</u>	<u>(\$1,297)</u>	<u>(\$1,297)</u>	<u>(\$1,297)</u>	<u>(\$1,297)</u>	<u>(\$15,563)</u>
6 CONSERVATION REVS APPLICABLE TO THIS PERIOD	<u>(\$4,915)</u>	<u>(\$4,618)</u>	<u>(\$4,475)</u>	<u>(\$4,349)</u>	<u>(\$4,017)</u>	<u>(\$3,913)</u>	<u>(\$3,831)</u>	<u>(\$3,915)</u>	<u>(\$3,644)</u>	<u>(\$4,262)</u>	<u>(\$4,337)</u>	<u>(\$4,493)</u>	<u>(\$50,769)</u>
7 CONSERVATION EXPS (FROM CT-3, PAGE 1)	\$1,113	\$2,228	\$1,900	\$1,131	\$1,825	\$1,372	\$1,128	\$1,950	\$1,347	\$6,965	\$1,128	\$3,003	\$25,090
8 TRUE-UP THIS PERIOD	<u>(\$3,802)</u>	<u>(\$2,390)</u>	<u>(\$2,575)</u>	<u>(\$3,218)</u>	<u>(\$2,192)</u>	<u>(\$2,541)</u>	<u>(\$2,703)</u>	<u>(\$1,965)</u>	<u>(\$2,297)</u>	<u>\$2,703</u>	<u>(\$3,209)</u>	<u>(\$1,490)</u>	<u>(\$25,679)</u>
9 INT. PROV. THIS PERIOD (FROM CT-3, PAGE 3)	<u>(\$1)</u>	<u>(\$2)</u>	<u>(\$2)</u>	<u>(\$2)</u>	<u>(\$2)</u>	<u>(\$3)</u>	<u>(\$3)</u>	<u>(\$3)</u>	<u>(\$3)</u>	<u>(\$3)</u>	<u>(\$3)</u>	<u>(\$2)</u>	<u>(\$28)</u>
10 TRUE-UP & INT. PROV. BEGINNING OF MONTH.	<u>(\$15,563)</u>	<u>(\$18,069)</u>	<u>(\$19,164)</u>	<u>(\$20,444)</u>	<u>(\$22,368)</u>	<u>(\$23,265)</u>	<u>(\$24,512)</u>	<u>(\$25,921)</u>	<u>(\$26,592)</u>	<u>(\$27,595)</u>	<u>(\$23,598)</u>	<u>(\$25,512)</u>	
11 PRIOR TRUE-UP COLLECTED (REFUNDED)	<u>\$1,297</u>	<u>\$1,297</u>	<u>\$1,297</u>	<u>\$1,296</u>	<u>\$1,297</u>	<u>\$1,297</u>	<u>\$1,297</u>	<u>\$1,297</u>	<u>\$1,297</u>	<u>\$1,297</u>	<u>\$1,297</u>	<u>\$1,297</u>	
TOTAL NET TRUE-UP													
12 (SUM LINES 8+9+10+11)	<u>(18,069)</u>	<u>(19,164)</u>	<u>(20,444)</u>	<u>(22,368)</u>	<u>(23,265)</u>	<u>(24,512)</u>	<u>(25,921)</u>	<u>(26,592)</u>	<u>(27,595)</u>	<u>(23,598)</u>	<u>(25,512)</u>	<u>(25,707)</u>	<u>(25,707)</u>

Calculation of True-Up and Interest Provision
 For Months: January 2012 through December 2012

Interest Provision	<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 BEGINNING TRUE-UP	(\$15,563)	(\$18,068)	(\$19,162)	(\$20,442)	(\$22,366)	(\$23,263)	(\$24,509)	(\$25,918)	(\$26,589)	(\$27,592)	(\$23,595)	(\$25,510)	
ENDING TRUE-UP BEFORE													
2 INTEREST	(\$18,068)	(\$19,162)	(\$20,442)	(\$22,366)	(\$23,263)	(\$24,509)	(\$25,918)	(\$26,589)	(\$27,592)	(\$23,595)	(\$25,510)	(\$16,586)	
TOTAL BEGINNING &													
3 ENDING TRUE-UP	(\$33,631)	(\$37,230)	(\$39,604)	(\$42,807)	(\$45,628)	(\$47,772)	(\$50,427)	(\$52,507)	(\$54,181)	(\$51,187)	(\$49,104)	(\$42,096)	
AVERAGE TRUE-UP													
4 (LINE 3 x 50%)	(\$16,816)	(\$18,615)	(\$19,802)	(\$21,404)	(\$22,814)	(\$23,886)	(\$25,214)	(\$26,253)	(\$27,090)	(\$25,593)	(\$24,552)	(\$21,048)	
INT. RATE - 1ST DAY													
5 OF REPORTING MONTH	0.07%	0.08%	0.13%	0.11%	0.13%	0.12%	0.15%	0.14%	0.13%	0.12%	0.15%	0.13%	
INT. RATE - 1ST DAY													
6 OF SUBSEQUENT MONTH	0.08%	0.13%	0.11%	0.13%	0.12%	0.15%	0.14%	0.13%	0.12%	0.15%	0.13%	0.10%	
7 TOTAL (LINES 5 + 6)	0.15%	0.21%	0.24%	0.24%	0.25%	0.27%	0.29%	0.27%	0.25%	0.27%	0.28%	0.23%	
AVG. INT. RATE													
8 (LINE 7 x 50%)	0.08%	0.11%	0.12%	0.12%	0.13%	0.14%	0.15%	0.14%	0.13%	0.14%	0.14%	0.12%	
MONTHLY AVG.													
9 INT. RATE	0.01%	0.01%	0.01%	0.01%	0.01%	0.01%	0.01%	0.01%	0.01%	0.01%	0.01%	0.01%	
10 INTEREST PROVISION													
(LINE 4 x LINE 9)	(\$1)	(\$2)	(\$2)	(\$2)	(\$2)	(\$3)	(\$3)	(\$3)	(\$3)	(\$3)	(\$3)	(\$2)	(\$28)

SEBRING GAS SYSTEM, INC.

Reconciliation and Explanation of differences between Filing and
PSC Audit Report for January 2012 through December 2012.

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, 2012 through December 31, 2012, 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 Projections:

For the twelve month period January 2012 through December 2012, the Company estimated that four (4) new homes would qualify for allowances. During this reporting period two (2) incentives were paid.

Program Fiscal Expenditures:

During 2012 expenditures for the Residential New Construction Program totaled
\$6,355.00

Program Progress Summary:

Since the inception of the Residential New Home Construction Program in July 2007, twenty (20) new home allowances have been paid. The Company representatives continue to work closely with area builders to promote the installation of natural gas appliances in new residence construction.

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, 2012 through December 31, 2012, 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 Projections:

For the twelve month period January 2012 through December 2012, the Company estimated that four (4) new appliance replacements would qualify for allowances. During this reporting period nine (9) incentives were paid.

Program Fiscal Expenditures:

During 2012 expenditures for the Resident Appliance Replacement Program totaled
\$9,680.00

Program Progress Summary:

Since the inception of the Residential Appliance Replacement Program
in July 2007, thirty three (33) residential appliance replacement allowances
have been paid.

SEBRING GAS SYSTEM, INC.

Program Description and Progress

Program Title:

Residential Appliance 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, 2012 through December 31, 2012, 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:

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

Program Projections:

For the twelve month period January 2012 through December 2012, the Company estimated that four (4) new appliance replacements would qualify for allowances. During this reporting period twelve (12) incentives were paid.

Program Fiscal Expenditures:

During 2012 expenditures for the Resident Appliance Retention Program totaled \$9,055

Program Progress Summary:

Since the inception of the Residential Appliance Replacement Program in July 2007, forty five (45) residential appliance retention allowances have been paid.