

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

May 3, 2021

VIA E-PORTAL

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

Re: Docket No. 20210004-GU – Natural Gas Conservation Cost Recovery

Dear Mr. Teitzman:

Attached for electronic filing in the above-referenced docket, please find Sebring Gas System, Inc.'s Petition for Approval of Final 2020 True Up, along with the Testimony and Exhibit 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,

s/Beth Keating

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

		Filed: May 3, 2021
Cost Recovery Clause.)	
In Re: Natural Gas Conservation)	Docket No. 20210004-GU

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, 2020. 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

- 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 2020 through December 2020, the Company under-recovered \$11,043 as compared to its previously estimated over-recovery of \$1,884 for the period, resulting in an adjusted end of

Docket No. 20210004-GU

period total true up amount of an under-recovery of \$12,927, 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,

2020 through December 31, 2020 for inclusion in the calculation of the Company's Conservation

Cost Recovery Factors to be applied in 2022.

RESPECTFULLY SUBMITTED this 3rd day of May 2021.

s/Beth Keating_

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.

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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. 20210004-GU has been furnished by Electronic Mail to the following parties of record this 3rd day of May 2021, along with a copy of the referenced Testimony and Exhibit (JHM-1) of Mr. Melendy:

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

s/Beth Keating

Beth Keating Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601 Tallahassee, FL 32301

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

DOCKET 20210004-GU

DIRECT TESTIMONY OF

JERRY H. MELENDY

ON BEHALF OF SEBRING GAS SYSTEM, INC.

May 3, 2021

- 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., 3515
- 3 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 O. 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
- activities and expenses for the Company's energy conservation programs incurred
- during the period January 2020 through December 2020. I will also identify the final
- conservation true-up amount for the above referenced period.
- 14 O. HAVE YOU PREPARED A SUMMARY OF THE COMPANY'S
- 15 CONSERVATION PROGRAMS AND THE COSTS ASSOCIATED WITH
- 16 THESE PROGRAMS?

- 1 A. Yes. Summaries of the Company's six approved programs for which costs were
- 2 incurred during the period January 2020 through December 2020 are included in
- 3 Schedule CT-6 of Exhibit JHM-1. Included are the Residential New Construction
- 4 Program, the Residential Appliance Replacement Program, the Residential Appliance
- 5 Retention Program, Commercial New Construction, Commercial Replacement, and
- 6 Commercial Retention.
- 7 Q. HAVE YOU PREPARED SCHEDULES WHICH SHOW THE
- 8 EXPENDITURES ASSOCIATED WITH THE COMPANY'S ENERGY
- 9 CONSERVATION PROGRAMS FOR THE APPLICABLE PERIOD?
- 10 A. Yes. Exhibit JHM-1 includes schedules CT-1, CT-2 and CT-3 detail the Company's
- actual conservation related expenditures for the period, along with a comparison of the
- actual program costs and true-up to the projected costs and true-up for the period.
- 13 Q. WHAT WAS THE TOTAL COST INCURRED BY THE COMPANY TO
- 14 ADMINISTER ITS SIX CONSERVATION PROGRAMS FOR THE
- 15 TWELVEMONTH PERIOD ENDING DECEMBER 2020?
- As indicated on Schedule CT-2, page 2, of Exhibit JHM-1, the Company's total 2020
- programs costs were \$52,162.
- 18 Q. HAVE YOU PREPARED A SCHEDULE WHICH SHOWS THE VARIANCE
- 19 OF ACTUAL FROM PROJECTED COSTS BY CATEGORIES OF
- 20 **EXPENSES?**
- 21 A. Yes. Schedule CT-2, page 3, of Exhibit JHM-1, displays these variances.
- 22 Q. WHAT IS THE COMPANY'S FINAL TRUE-UP FOR THE TWELVE
- 23 MONTHS ENDING DECEMBER 2020?

- 1 A. The final true-up amount as shown on Schedule CT-1, of Exhibit JHM-1 is an under
- 2 recovery of \$12,927.
- **3 Q. DOES THIS CONCLUDE YOUR TESTIMONY?**
- 4 **A.** Yes.

SCHEDULE CT-1 Company: Sebring Gas System, Inc. PAGE 1 OF 1 Docket No. 20210004-GU Exhibit JHM-1 Page 1 of 18 ADJUSTED NET TRUE-UP FOR MONTHS: JANUARY 2020 THROUGH DECEMBER 2020 END OF PERIOD TRUE-UP PRINCIPLE \$11,051 INTEREST \$11,043 (\$8) LESS PROJECTED TRUE-UP PRINCIPLE (\$1,872) INTEREST (\$12) (\$1,884) ADJUSTED NET TRUE-UP \$12,927

SCHEDULE CT-2 Company: Sebring Gas System, Inc.

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Exhibit JHM-1 Page 2 of 18

ANALYSIS OF ENERGY CONSERVATION PROGRAM COSTS ACTUAL VERSUS ESTIMATED

FOR MONTHS: JANUARY 2020 THROUGH DECEMBER 2020

CAPITAL	INVESTMENT	<u>ACTUAL</u> \$0	PROJECTED \$0	<u>DIFFERENCE</u> \$0
PAYROL	L & BENEFITS	\$12,676	\$12,690	(\$14)
MATERI	ALS & SUPPLIES	\$0	\$0	\$0
ADVERT	ISING	\$0	\$0	\$0
INCENTI	VES	\$36,970	\$24,396	\$12,574
OUTSIDI	E SERVICES	\$2,517	\$1,500	\$1,017
VEHICLE	S	\$0	\$0	\$0
OTHER		<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
	SUB TOTAL	\$52,162	\$38,586	\$13,576
PROGRA	AM REVENUES	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
TOTAL P	ROGRAM COSTS	\$52,162	\$38,586	C-3, PAGE 2 \$13,576
LESS:	PRIOR PERIOD TRUE-UP	(\$1,884)	(\$1,884)	C-3, PAGE 4 \$0
	CONSERVATION REVENUES APPLICABLE TO THE PERIOD	(\$41,111)	(\$40,458)	C-3, p.4 line 5 (\$653)
	ROUNDING ADJUSTMENTS	<u>\$0</u>	<u>\$0</u>	\$0
TRUE-UI	P BEFORE INTEREST	\$11,051	(\$1,872)	\$12,923
INTERES	T PROVISION	(\$8)	(\$12)	C-3 p 4 line 8 \$4
	PERIOD TRUE-UP CTS OVER-RECOVERY	<u>\$11,043</u>	<u>(\$1,884)</u>	\$12,927

SCHEDULE CT-2 Company: Sebring Gas System, Inc. PAGE 2 OF 3

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Actual Conservation Program Costs per Program FOR MONTHS: JANUARY 2020 THROUGH DECEMBER 2020

	Capital	Payroll &	Materials &			Outside			
Program Name	Investment	<u>Benefits</u>	<u>Supplies</u>	Advertising	<u>Incentives</u>	<u>Services</u>	<u>Vehicles</u>	<u>Other</u>	TOTAL
Program 1: Res. New Home Const.	\$0	\$2,113	\$0	\$0	\$7 <i>,</i> 450	\$419	\$0	\$0	\$9,982
Program 2: Res. Appliance Replace	\$0	\$2,113	\$0	\$0	\$9,250	\$419	\$0	\$0	\$11,782
Program 3: Customer Retention	\$0	\$2,113	\$0	\$0	\$2,950	\$419	\$0	\$0	\$5,482
Program 4: Comm. New Const.	\$0	\$2,113	\$0	\$0	\$10,000	\$419	\$0	\$0	\$12,532
Program 5: Comm. Appli. Replace	\$0	\$2,113	\$0	\$0	\$4,999	\$419	\$0	\$0	\$7,531
Program 6: Comm.Cust. Retention	\$0	\$2,112	\$0	\$0	\$2,321	\$419	\$0	\$0	\$4,852

\$0 \$12,676 \$0 \$0 \$36,970 \$2,517 \$0 \$0 \$52,162 TOTAL

SCHEDULE CT-2 Company: Sebring Gas System, Inc. PAGE 3 OF 3

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Exhibit JHM-1 Page 4 of 18

Conservation Costs per Program - Variance Actual Versus Projected FOR MONTHS: JANUARY 2020 THROUGH DECEMBER 2020

	Capital	Payroll &	Materials &			Outside			
Program Name	Investment	<u>Benefits</u>	<u>Supplies</u>	Advertising	<u>Incentives</u>	<u>Services</u>	<u>Vehicles</u>	<u>Other</u>	TOTAL
Program 1: Res. New Home Const.	\$0	(\$2)	\$0	\$0	\$4,850	\$169	\$0	\$0	\$5,017
Program 2: Res. Appliance Replace	\$0	(\$2)	\$0	\$0	\$3,275	\$169	\$0	\$0	\$3,442
Program 3: Customer Retention	\$0	(\$2)	\$0	\$0	\$1,950	\$169	\$0	\$0	\$2,117
Program 4: Comm. New Const.	\$0	(\$2)	\$0	\$0	\$0	\$169	\$0	\$0	\$167
Program 5: Comm. Appli. Replace	\$0	(\$2)	\$0	\$0	\$2,999	\$169	\$0	\$0	\$3,166
Program 6: Comm.Cust. Retention	\$0	(\$3)	\$0	\$0	(\$500)	\$169	\$0	\$0	(\$334)

\$0 \$0 \$12,574 \$0 \$0 \$13,576 TOTAL \$0 (\$14) \$1,017

SCHEDULE CT-3 Company: Sebring Gas System, Inc.
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Exhibit JHM-1
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Energy conservation Adjustment Calculation of True-Up and Interest Provision
Summary of Expenses By program By Month
FOR MONTHS: JANUARY 2020 THROUGH DECEMBER 2020

Program Name	<u>JAN</u>	<u>FEB</u>	MAR	<u>APR</u>	MAY	<u>JUN</u>	<u>JUL</u>	<u>AUG</u>	<u>SEP</u>	<u>OCT</u>	NOV	<u>DEC</u>	<u>TOTAL</u>
Program 1: Res. New Home Const.	\$173	\$174	\$174	\$174	\$232	\$175	\$1,272	\$526	\$169	\$4,569	\$331	\$2,012	\$9,982
Program 2: Res. Appliance Replace	\$173	\$174	\$174	\$174		\$175	\$997	\$526	\$1,194	\$844	\$331	\$3,336	\$11,782
Program 3: Customer Retention	\$173	\$174	\$174	\$174	\$332	\$675	\$172	\$976	\$1,269	\$819	\$331	\$212	\$5,482
Program 4 Comm. New Const.	\$173	\$174	\$174	\$174	\$232	\$10,175	\$172	\$376	\$169	\$169	\$331	\$212	\$12,532
Program 5 Comm. Appli. Replace	\$173	\$174	\$174	\$174	\$232	\$175	\$172	\$376	\$2,669	\$169	\$331	\$2,711	\$7,531
Program 6 Comm.Cust. Retention	\$173	\$174	\$174	\$174	\$1,053	\$175	\$172	\$1,876	\$169	\$169	\$331	\$212	\$4,853

Company: Sebring Gas System, Inc.

Docket No. 20210004-GU Exhibit JHM-1

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Energy conservation Adjustment Calculation of True-Up and Interest Provision

SCHEDULE CT-3

PAGE 2 OF 3

FOR MONTHS: JANUARY 2020 THROUGH DECEMBER 2020

Conservation													
Revenues	<u>JAN</u>	<u>FEB</u>	MAR	<u>APR</u>	MAY	<u>JUN</u>	<u>JUL</u>	<u>AUG</u>	<u>SEP</u>	<u>OCT</u>	NOV	<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	\$26	\$21	\$21	\$15	\$16	\$17	\$16	\$17	\$17	\$18	\$22	\$23	\$229
3 CONSERV. ADJ. REVS	(\$5,159)	(\$4,200)	(\$4,282)	(\$3,095)	(\$3,179)	(\$3,488)	(\$3,248)	(\$3,313)	(\$3,431)	(\$3,654)	(\$4,382)	(\$4,532)	(\$45,963)
4 TOTAL REVENUES	(\$5,133)	(\$4,179)	(\$4,261)	(\$3,080)	(\$3,163)	(\$3,471)	(\$3,232)	(\$3,296)	(\$3,414)	(\$3,636)	(\$4,360)	(\$4,509)	(\$45,734)
5 PRIOR PERIOD TRUE-UP													
NOT APPLICABLE													
TO THIS PERIOD	\$385	\$385	\$385	\$385	\$385	\$385	\$385	\$385	\$385	\$385	\$385	\$385	\$4,623
6 CONSERVATION REVS													
APPLICABLE TO THIS													
PERIOD	(\$4,748)	(\$3,794)	(\$3,876)	(\$2,695)	(\$2,778)	(\$3,086)	(\$2,847)	(\$2,911)	(\$3,029)	(\$3,251)	(\$3,975)	(\$4,124)	(\$41,111)
7 CONSERVATION EXPS													
(FROM CT-3, PAGE 1)	\$1,036	\$1,046	\$1,045	\$1,045	\$5,764	\$11,551	\$2,957	\$4,657	\$5,640	\$6,740	\$1,985	\$8,695	\$52,162
8 TRUE-UP THIS PERIOD	(\$3,712)	(\$2,748)	(\$2,831)	(\$1,650)	\$2,986	\$8,465	\$110	\$1,746	\$2,611	\$3,489	(\$1,990)	\$4,571	\$11,048
9 INT. PROV. THIS PERIOD													
(FROM CT-3, PAGE 3)	\$3	(\$1)	(\$7)	(\$6)	(\$1)	(\$0)	\$0	\$0	\$1	\$1	\$1	\$1	(\$8)
10 TRUE-UP & INT. PROV.													
BEGINNING OF MONTH.	\$4,623	\$529	(\$2,604)	(\$5,827)	(\$7,868)	(\$5,268)	\$2,812	\$2,537	\$3,899	\$6,126	\$9,231	\$6,856	
11 PRIOR TRUE-UP													
(COLLECTED) REFUNDED	(\$385)	(\$385)	(\$385)	(\$385)	(\$385)	(\$385)	(\$385)	(\$385)	(\$385)	(\$385)	(\$385)	(\$385)	
TOTAL NET TRUE-UP													
12 (SUM LINES 8+9+10+11)	\$529	(\$2,604)	(\$5,827)	(\$7,868)	(\$5,268)	\$2,812	\$2,537	\$3,899	\$6,126	\$9,231	\$6,856	\$11,043	\$11,043

SCHEDULE CT-3 Company: Sebring Gas System, Inc. PAGE 3 OF 3 Docket No. 20210004-GU Exhibit JHM-1 Page 7 of 18 Calculation of True-Up and Interest Provision FOR MONTHS: JANUARY 2020 THROUGH DECEMBER 2020 nterest Provision JAN FEB MAR APR MAY JUN JUL AUG SEP OCT NOV DEC TOTAL 1 BEGINNING TRUE-UP \$4,623 \$529 (\$2,604) (\$5,827) (\$7,868) (\$5,268) \$2,812 \$2,537 \$3,899 \$6,126 \$9,231 \$6,856 **ENDING TRUE-UP BEFORE** 2 INTEREST \$526 (\$2,603) (\$5,820) (\$7,862) (\$5,268) \$2,812 \$2,537 \$3,898 \$6,125 \$9,230 \$6,856 \$11,042 **TOTAL BEGINNING &** \$5,149 3 ENDING TRUE-UP (\$2,074) (\$8,425) (\$13,689) (\$13,136) (\$2,456) \$5,349 \$6,436 \$10,024 \$15,356 \$16,086 \$17.899 AVERAGE TRUE-UP \$2,575 (\$1,037)(\$4,212)(\$6,844) (\$6,568) (\$1,228) \$2,675 \$3,218 \$5,012 \$7,678 \$8,043 4 (LINE 3 x 50%) \$8,949 INT. RATE - 1ST DAY **5 OF REPORTING MONTH** 1.59% 1.64% 1.56% 2.21% 0.06% 0.08% 0.13% 0.11% 0.13% 0.11% 0.10% 0.15% INT. RATE - 1ST DAY 2.21% 0.06% 0.08% 0.10% 0.15% 6 OF SUBSEQUENT MONTH 1.64% 1.56% 0.13% 0.11% 0.13% 0.11% 0.09% 7 TOTAL (LINES 5 + 6) 3.23% 3.20% 3.77% 2.27% 0.14% 0.21% 0.24% 0.24% 0.24% 0.21% 0.25% 0.24% AVG. INT. RATE 8 (LINE 7 x 50%) 1.62% 1.60% 1.89% 1.14% 0.07% 0.11% 0.12% 0.12% 0.12% 0.11% 0.13% 0.12% MONTHLY AVG. 9 INT. RATE 0.13% 0.13% 0.16% 0.09% 0.01% 0.01% 0.01% 0.01% 0.01% 0.01% 0.01% 0.01% 10 INTEREST PROVISION (LINE 4 x LINE 9) \$3 (\$1) (\$7) (\$6) (\$1) (\$0) \$0 \$0 \$1 \$1 \$1 \$1 (\$8) SCHEDULE CT-4 PAGE 1 OF 1

Company: Sebring Gas System, Inc.

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Exhibit JHM-1 Page 8 of 18

SCHEDULE OF CAPITAL INVESTMENT AND RETURN FOR MONTHS: JANUARY 2020 THROUGH DECEMBER 2020

NOT APPLICABLE

BEGINNING OF PERIOD CUMULATIVE INVESTMENT \$0
LESS: ACCUMULATED DEPRECIATION \$0
NET INVESTMENT \$0

DESCRIPTION	<u>JAN</u>	<u>FEB</u>	MAR	<u>APR</u>	MAY	<u>JUN</u>	<u>JUL</u>	<u>AUG</u>	<u>SEP</u>	<u>OCT</u>	<u>NOV</u>	<u>DEC</u>	<u>TOTAL</u>
INVESTMENT	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
DEPRECIATION BASE	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
DEPRECIATION EXPENSE	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
CUMULATIVE INVESTMENT	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
LESS: ACCUMULATED DEPREC	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
NET INVESTMENT	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
AVERAGE INVESTMENT	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
RETURN ON AVG INVESTMENT	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
RETURN REQUIREMENTS	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL DEPRECIATION	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

SCHEDULE CT-5 Company: Sebring Gas System, Inc. PAGE 1 OF 1 Docket No. 20210004-GU Exhibit JHM-1 Page 9 of 18 **SEBRING GAS SYSTEM, INC.** Reconciliation and Explanation of differences between Filing and PSC Audit Report for January 2020 through December 2020. NO DIFFERENCES ARE KNOWN AS OF THE DATE OF THIS FILING

SCHEDULE CT-6 Company: Sebring Gas System, Inc. PAGE 1 OF 9

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Exhibit JHM-1 Page 10 of 18

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, 2020 through December 31, 2020, 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 2020 through December 2020, the amount of incentives paid by the Company was:

\$7,450

SCHEDULE CT-6 PAGE 2 OF 9	Docket No.	Sebring Gas System, Inc. 20210004-GU Exhibit JHM-1 Page 11 of 18
Program Fiscal Expenditures: During 2020 expenditures for the Residential New Construction \$9,982	Program tota	led

SCHEDULE CT-6
PAGE 3 OF 9

Company: Sebring Gas System, Inc.

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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, 2020 through December 31, 2020, 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 2020 through December 2020, the amount of incentives paid by the Company under the Residential Appliance Replacement Program was:

\$9,250

SCHEDULE CT-6 PAGE 4 OF 9	Company: Sebring Gas System, Inc. Docket No. 20210004-GU Exhibit JHM-1 Page 13 of 18
Program Fiscal Expenditures: During 2019 expenditures for the Resident Appliance \$11,782	Replacement Program totaled

SCHEDULE CT-6 Company: Sebring Gas System, Inc. PAGE 5 OF 9

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Exhibit JHM-1 Page 14 of 18

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, 2020 through December 31, 2020, 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
\$400
\$550
\$500
\$100
\$100

Program Accomplishments:

For the twelve month period January 2020 through December 2020, the amount of incentives paid by the Company under the Residential Appliance Retention Program was:

\$2,950

SCHEDULE CT-	-6	Company:	Sebring Gas System, Inc.
PAGE 6 OF 9			20210004-GU Exhibit JHM-1 Page 15 of 18
Prog	gram Fiscal Expenditures:		
Duri	ing 2019 expenditures for the Resident Appliance Retention 5,482	Program to	otaled

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Company: Sebring Gas System, Inc.

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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 consruction to be used toward the purchase 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 2020 through December 2020, the amount of incentives paid by the Company under the Commercial New Construction Program was: \$10,000

Program Fiscal Expenditures:

During 2020 expenditures for the Commercial New Construction Program totaled \$12,532

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Company: Sebring Gas System, Inc.

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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 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 2020 through December 2020, the amount of incentives paid by the Company under the Commercial Retrofit Program was:

\$4,999

Program Fiscal Expenditures:

During 2020 expenditures for the Commercial Retrofit Program totaled \$7,531

SCHEDULE CT-6 PAGE 9 OF 9

Company: Sebring Gas System, Inc.
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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 2020 through December 2020, the amount of incentives paid by the Company under the Commercial Retention Program was:

\$2,321

Program Fiscal Expenditures:

During 2019 expenditures for the Commercial Retention Program totaled \$4,852