

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

May 2, 2023

VIA E-PORTAL

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

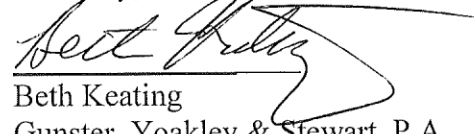
Re: Docket No. 20230004-GU – Natural Gas Conservation Cost Recovery

Dear Mr. Teitzman:

Attached for filing in the above-referenced docket, please find Florida Public Utilities Company's Petition for Approval of Final True-Up, along with the Testimony and Exhibit DMC-1 of Mr. Derrick Craig.

Should you have any questions whatsoever, please do not hesitate to contact me. Thank you for your assistance in this matter.

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. 20230004-GU

Filed: May 2, 2023

**PETITION FOR APPROVAL OF CONSERVATION COST RECOVERY
TRUE-UP AMOUNT FOR THE FLORIDA PUBLIC UTILITIES
CONSOLIDATED GAS COMPANY**

Florida Public Utilities Company (herein “Consolidated Company”) through their undersigned counsel, hereby files this petition for approval of the gas conservation cost recovery true-up amount related to the twelve-month period ended December 31, 2022. In support of this Petition, the Consolidated Companies state:

1. The Companies are each natural gas utilities with their principal office located at:

Florida Public Utilities/Division of Chesapeake Utilities Corporation
208 Wildlight Ave.
Yulee FL 32097

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
bkeating@gunster.com

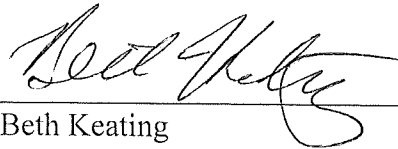
Michelle D. Napier
Director, Regulatory Affairs Distribution
Florida Public Utilities Company
1635 Meathe Drive
West Palm Beach, Florida 33411
W: (561) 838-1712
mnapier@fpuc.com

3. Pursuant to the requirements in this docket, the Consolidated Companies, concurrently with the filing of this petition, file the testimony and conservation cost recovery true-up schedules (Composite Exhibit DMC-1) for the period, consisting of the CT schedules and reporting forms supplied by the Commission Staff.

4. As indicated in the Testimony of Mr. Derrick M. Craig, for the period January 2022 through December 2022, the Consolidated Companies over-recovered \$948,141, as compared to its estimated under-recovery of \$7,910, resulting in an adjusted end of period total true up amount of an over-recovery of \$956,051, as further indicated on Exhibit DMC-1.

WHEREFORE, the Consolidated Companies respectfully request that the Commission approve the Consolidated Companies' final natural gas conservation true-up amount for the period January 1, 2022 through December 31, 2022 for inclusion in the calculation of the Companies' Conservation Cost Recovery Factors to be applied in 2024.

RESPECTFULLY SUBMITTED this 2nd day of May 2023.

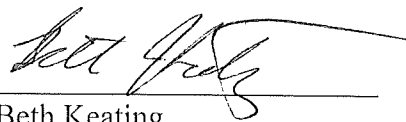


Beth Keating
Gunster, Yoakley & Stewart, P.A.
215 South Monroe St., Suite 601
Tallahassee, FL 32301
(850) 521-1706
Attorneys for Florida Public Utilities Company

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the Florida Public Utilities Company's Petition for Approval of the Conservation Cost Recovery True-Up Amount in Docket No. 20230004-GU has been furnished by Electronic Mail to the following parties of record this 2nd day of May 2023, along with a copy of the referenced Testimony and Exhibit (DMC-1) of Mr. Craig:

Florida Public Utilities Company Mike Cassel Florida Public Utilities Company 1750 S 14th Street, Suite 200 Fernandina Beach FL 32034 mcassel@fpuc.com	J. Jeffrey Wahlen Malcolm Means Virginia Ponder Ausley & McMullen P.O. Box 391 Tallahassee, FL 32302 jwahlen@ausley.com mmeans@ausley.com vponder@ausley.com
Florida Public Service Commission Timothy Sparks 2540 Shumard Oak Boulevard Tallahassee, FL 32399 tsparks@psc.state.fl.us	Office of Public Counsel Walter Trierweiler/Charles Rehwinkel/Patricia Christensen//M. Wessling c/o The Florida Legislature 111 West Madison Street, Room 812 Tallahassee, FL 32399-1400 christensen.patty@leg.state.fl.us Rehwinkel.Charles@leg.state.fl.us Wessling.Mary@leg.state.fl.us
Peoples Gas System Paula Brown/Kandi Floyd/Nora Bordine P.O. Box 111 Tampa, FL 33601-0111 regdept@tecoenergy.com kfloyd@tecoenergy.com nmbordine@tecoenergy.com	St. Joe Natural Gas Company, Inc. Mr. Andy Shoaf/Debbie Stitt P.O. Box 549 Port St. Joe, FL 32457-0549 andy@stjoegas.com dstitt@stjoegas.com
Florida Power & Light Company Christopher T. Wright 700 Universe Boulevard Juno Beach, FL 33408 Christopher.Wright@fpl.com	Sebring Gas System, Inc. Jerry H. Melendy, Jr. 3515 U.S. Highway 27 South Sebring, FL 33870 jmelendy@floridasbestgas.com



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

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION
DOCKET NO. 20230004-GU
NATURAL GAS CONSERVATION COST RECOVERY

Direct Testimony of
Derrick M. Craig
On Behalf of
Florida Public Utilities Company

1 Q. Please state your name and business address.

2 A. Derrick M. Craig: my business address is 208 Wildlight Avenue, Yulee, Florida 32097.

3 Q. By whom are you employed and in what capacity?

4 A. I am employed by Florida Public Utilities Company as the Energy Conservation
5 Manager.

6 A. I am employed by Chesapeake Utilities Corporation as Regulatory Manager, South.
7 Chesapeake Utilities is the parent company of Florida Public Utilities Company
8 (“Company” or “FPUC”).

9 Q. What is the purpose of your testimony at this time?

10 A. To advise the Commission of the actual over/under recovery of the Conservation costs
11 for the period January 1, 2022 through December 31, 2022 as compared to the amount
12 previously reported for that period which was based on Six months actual and Six months
13 estimated data.

14 Q. Please state the actual amount of over/under recovery of Conservation Program costs for
15 the gas divisions of Florida Public Utilities Company for January 1, 2022 through
16 December 31, 2022.

- 1 A. The Company over-recovered \$948,141 during that period. This amount is substantiated
2 on Schedule CT-3, page 2 of 3, Calculation of True-up and Interest Provision.
- 3 Q. How does this amount compare with the estimated true-up amount which was allowed by
4 the Commission?
- 5 A. We had estimated that we would under-recover \$7,910 as of December 31, 2022.
- 6 Q. Have you prepared any exhibits at this time?
- 7 A. We have prepared and pre-filed Schedules CT-1, CT-2, CT-3, CT-4, CT-5 and CT-6
8 (Composite Exhibit DMC-1).
- 9 Q. Does this conclude your testimony?
- 10 A. Yes.

CONSERVATION ADJUSTMENT TRUE-UP

FOR MONTHS January-22 THROUGH December-22

1.	ADJUSTED END OF PERIOD TOTAL NET TRUE-UP		
2.	FOR MONTHS	January-22	THROUGH December-22
3.	END OF PERIOD NET TRUE-UP		
4.	PRINCIPAL		<u>(929,300)</u>
5.	INTEREST		<u>(18,841)</u>
6.	LESS PROJECTED TRUE-UP		
7.	November-22 HEARINGS		
8.	PRINCIPAL		<u>15,740</u>
9.	INTEREST		<u>(7,830)</u>
10.	ADJUSTED END OF PERIOD TOTAL TRUE-UP		<u><u>(956,051)</u></u>

COMPANY: FLORIDA PUBLIC UTILITIES COMPANY AND FLORIDA DIVISION OF CHESAPEAKE UTILITIES CORPORATION CONSOLIDATED NATURAL GAS COMPANIES
SCHEDULE CT-2
PAGE 1 OF 3
ANALYSIS OF ENERGY CONSERVATION PROGRAM COSTS
ACTUAL VS PROJECTED

	FOR MONTHS	January-22	THROUGH	December-22	
		<u>ACTUAL</u>		<u>PROJECTED</u>	<u>DIFFERENCE</u>
1.	Labor/Payroll	673,727		821,824	(148,098)
2.	Advertisement	794,738		547,084	247,654
3.	Legal	5,491		3,368	2,123
4.	Outside Services	72,433		110,807	(38,374)
5.	Vehicle Costs	11,411		21,538	(10,127)
6.	Materials & Supplies	12,362		14,105	(1,743)
7.	Travel	34,737		64,358	(29,621)
8.	General & Administrative				
9.	Incentives	2,913,592		2,917,846	(4,254)
10.	Other	55,253		79,182	(23,929)
11.	SUB-TOTAL	4,573,742		4,580,112	(6,369)
12.	PROGRAM REVENUES				
13.	TOTAL PROGRAM COSTS	4,573,742		4,580,112	(6,369)
14.	LESS: PRIOR PERIOD TRUE-UP	(748,861)		(748,861)	
15.	AMOUNTS INCLUDED IN RATE BASE				
16.	CONSERVATION ADJ REVENUE	(4,754,181)		(3,815,510)	(938,671)
17.	ROUNDING ADJUSTMENT				
18.	TRUE-UP BEFORE INTEREST	(929,300)		15,740	(945,040)
19.	ADD INTEREST PROVISION	(18,841)		(7,830)	(11,011)
20.	END OF PERIOD TRUE-UP	(948,141)		7,910	(956,051)

() REFLECTS OVERRECOVERY

EXHIBIT NO. _____
DOCKET NO. 20230004-GU
FLORIDA PUBLIC UTILITIES CO.
(DMC-1)
PAGE 2 OF 24

ACTUAL CONSERVATION PROGRAM COSTS PER PROGRAM

FOR MONTHS January-22 THROUGH December-22

PROGRAM NAME	50 LABOR/PAY	51 ADVERTISE.	52 LEGAL	53 OUT.SERV.	54 VEHICLE	55 MAT.&SUPP.	56 TRAVEL	57 G & A	58 INCENTIVES	59 OTHER	SUB TOTAL	PROGRAM REVENUES	TOTAL
1 Full House Residential New Construction	380,321	7,974			6,190	1,884	18,497		1,831,240	19,310	2,265,416		2,265,416
2 Residential Appliance Replacement		361,121							143,447		504,568		504,568
3 Conservation Education		23,687		16,781							40,469		40,469
4 Space Conditioning													
5 Residential Conservation Survey	366			12,797	11	(9)	12			6	13,182		13,182
6 Residential Appliance Retention		361,121							403,058		764,180		764,180
7 Commercial Conservation Survey													
8 Residential Service Reactivation									350		350		350
9 Common	293,040	12,440	5,491	32,905	5,210	10,487	16,128			4,721	380,421		380,421
10 Conservation Demonstration and Development				9,950							9,950		9,950
11 Commercial Small Food Program		5,759					100		318,678	6,163	330,701		330,701
12 Commercial Large Non-Food Service Program		5,659							29,590	6,263	41,512		41,512
13 Commercial Large Food Service Program		5,659							51,679	6,263	63,601		63,601
14 Commercial Large Hospitality Program		5,659							87,728	6,263	99,650		99,650
15 Commercial Large Cleaning Service Program		5,659							47,821	6,263	59,743		59,743
16 Residential Propane Distribution Program													
15 TOTAL ALL PROGRAMS	673,727	794,738	5,491	72,433	11,411	12,362	34,737		2,913,592	55,253	4,573,742		4,573,742

CONSERVATION COSTS PER PROGRAM—VARIANCE ACTUAL VS PROJECTED
VARIANCE ACTUAL VS PROJECTED

FOR MONTHS January-22 THROUGH December-22

PROGRAM NAME	LABOR/PAY	ADVERTISE.	LEGAL	OUT.SERV.	VEHICLE	MAT.&SUPP.	TRAVEL	G & A	INCENTIVES	OTHER	SUB TOTAL	PROGRAM REVENUES	TOTAL
1 Full House Residential New Construction	88,438	(22,789)		(2,500)	1,519	(1,250)	2,349		210,759	(886)	275,640		275,640
2 Residential Appliance Replacement	(30,000)	173,306		(3,750)	(500)	(500)	(2,500)		(68,871)	(250)	66,936		66,936
3 Conservation Education	(2,500)	(19,579)		4,266	(500)						(18,314)		(18,314)
4 Space Conditioning		(1,250)									(1,250)		(1,250)
5 Residential Conservation Survey	(2,500)	(2,500)		(13,602)	(500)						(19,102)		(19,102)
6 Residential Appliance Retention	(30,000)	173,306		(3,750)	(500)	(500)	(2,500)		(91,698)	(250)	44,108		44,108
7 Commercial Conservation Survey	(2,500)	(1,250)									(3,750)		(3,750)
8 Residential Service Reactivation	(2,500)	(10,000)							(2,150)		(14,650)		(14,650)
9 Common	(109,036)	(5,137)	2,123	(23,238)	(8,146)	1,757	(21,220)			(8,607)	(171,505)		(171,505)
10 Conservation Demonstration and Development				9,950							9,950		9,950
11 Commercial Small Food Program	(25,000)	(7,291)		(2,500)	(750)	(500)	(2,500)		(27,182)	(2,787)	(68,510)		(68,510)
12 Commercial Large Non-Food Service Program	(5,000)	(7,291)		(500)	(125)	(125)	(500)		(1,615)	(2,787)	(17,943)		(17,943)
13 Commercial Large Food Service Program	(7,500)	(7,291)		(750)	(125)	(125)	(750)		(6,603)	(2,787)	(25,931)		(25,931)
14 Commercial Large Hospitality Program	(10,000)	(7,291)		(1,000)	(250)	(250)	(1,000)		19,099	(2,787)	(3,479)		(3,479)
15 Commercial Large Cleaning Service Program	(10,000)	(7,291)		(1,000)	(250)	(250)	(1,000)		(35,993)	(2,787)	(58,571)		(58,571)
16 Residential Propane Distribution Program													
5. TOTAL ALL PROGRAMS	(148,098)	247,654	2,123	(38,374)	(10,127)	(1,743)	(29,621)		(4,254)	(23,929)	(6,369)		(6,369)

ENERGY CONSERVATION ADJUSTMENT CALCULATION OF TRUE-UP AND INTEREST PROVISION
SUMMARY OF EXPENSES BY PROGRAM BY MONTH

FOR MONTHS January-22 THROUGH December-22

A. CONSERVATION EXPENSE BY PROGRAM		JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
1	Full House Residential New Construction	307,004	216,538	79,178	343,324	56,097	152,385	300,271	123,544	104,585	194,915	248,023	139,552	2,265,416
2	Residential Appliance Replacement	23,944	17,650	23,647	17,091	13,306	54,495	96,498	18,804	47,744	48,548	49,920	92,922	504,568
3	Conservation Education	8,961	711	1,364	711	711	5,824	738	711	711	1,211	3,011	15,804	40,469
4	Space Conditioning													
5	Residential Conservation Survey	1,066	1,066	1,066	1,066	1,452	1,066	1,066	1,066	1,066	1,066	1,066	1,066	13,182
6	Residential Appliance Retention	44,027	34,656	47,443	31,928	31,615	67,902	121,454	49,324	71,482	73,969	78,110	112,270	764,180
7	Commercial Conservation Survey													
8	Residential Service Reactivation							350						350
9	Common	25,616	16,660	74,139	19,457	21,211	51,093	16,956	40,183	33,194	21,833	22,891	37,188	380,421
10	Conservation Demonstration and Development									9,950				9,950
11	Commercial Small Food Program	13,757	18,082	24,601	18,294	32,593	21,633	34,560	29,974	16,250	47,595	28,415	44,946	330,701
12	Commercial Large Non-Food Service Program	3,818	1,774	7,586	3,414	933	6,682	2,401	306	4,495	998	3,122	5,985	41,512
13	Commercial Large Food Service Program	9,761	1,774	15,933	6,455	7,140	219	2,636	6,381	3,497	2,500	3,663	3,642	63,601
14	Commercial Large Hospitality Program	1,459	1,774	2,891	3,414	7,730	34,363	2,790	21,164	5,114	998	7,706	10,250	99,650
15	Commercial Large Cleaning Service Program	1,459	3,241	10,047	3,414	10,934	219	288	4,808	2,495	998	10,663	11,178	59,743
16	Residential Propane Distribution Program													
5.	TOTAL ALL PROGRAMS	440,872	313,926	287,893	448,568	183,721	395,881	580,007	296,265	300,582	394,632	456,591	474,803	4,573,742
6.	LESS AMOUNT INCLUDED IN RATE BASE													
7.	RECOVERABLE CONSERVATION EXPENSES	440,872	313,926	287,893	448,568	183,721	395,881	580,007	296,265	300,582	394,632	456,591	474,803	4,573,742

CALCULATION OF TRUE-UP AND INTEREST PROVISION

FOR MONTHS January-22 THROUGH December-22

B.	CONSERVATION REVENUES	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
1.	RESIDENTIAL CONSERVATION													
2.	CONSERVATION ADJ. REVENUES	(525,137)	(519,523)	(454,649)	(427,724)	(365,367)	(350,088)	(314,264)	(305,041)	(317,698)	(352,509)	(370,351)	(451,829)	(4,754,181)
3.	TOTAL REVENUES	(525,137)	(519,523)	(454,649)	(427,724)	(365,367)	(350,088)	(314,264)	(305,041)	(317,698)	(352,509)	(370,351)	(451,829)	(4,754,181)
4.	PRIOR PERIOD TRUE-UP ADJ. NOT APPLICABLE TO THIS PERIOD	(62,406)	(62,405)	(62,405)	(62,405)	(62,405)	(62,405)	(62,405)	(62,405)	(62,405)	(62,405)	(62,405)	(62,405)	(748,861)
5.	CONSERVATION REVENUE APPLICABLE	(587,543)	(581,928)	(517,054)	(490,129)	(427,772)	(412,493)	(376,669)	(367,446)	(380,103)	(414,914)	(432,756)	(514,234)	(5,503,042)
6.	CONSERVATION EXPENSES (FROM CT-3, PAGE 1, LINE 23)	440,872	313,926	287,893	448,568	183,721	395,881	580,007	296,265	300,582	394,632	456,591	474,803	4,573,742
7.	TRUE-UP THIS PERIOD (LINE 5 - 6)	(146,671)	(268,002)	(229,160)	(41,561)	(244,051)	(16,612)	203,338	(71,181)	(79,522)	(20,282)	23,835	(39,431)	(929,300)
8.	INTEREST PROVISION THIS PERIOD (FROM CT-3, PAGE 3, LINE 10)	(36)	(121)	(281)	(443)	(745)	(1,351)	(1,930)	(2,075)	(2,437)	(2,971)	(3,175)	(3,276)	(18,841)
9.	TRUE-UP AND INTEREST PROVISION BEGINNING OF MONTH	(748,861)	(833,162)	(1,038,880)	(1,205,916)	(1,185,516)	(1,367,907)	(1,323,465)	(1,059,652)	(1,070,503)	(1,090,056)	(1,050,904)	(967,839)	(748,861)
9A.	DEFERRED TRUE-UP BEGINNING OF PERIOD													
10.	PRIOR TRUE-UP COLLECTED (REFUNDED)	62,406	62,405	62,405	62,405	62,405	62,405	62,405	62,405	62,405	62,405	62,405	62,405	748,861
11.	TOTAL NET TRUE-UP (LINES 7+8+9+9A+10)	(833,162)	(1,038,880)	(1,205,916)	(1,185,516)	(1,367,907)	(1,323,465)	(1,059,652)	(1,070,503)	(1,090,056)	(1,050,904)	(967,839)	(948,141)	(948,141)

CALCULATION OF TRUE-UP AND INTEREST PROVISION

FOR MONTHS January-22 THROUGH December-22

C.	INTEREST PROVISION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
1.	BEGINNING TRUE-UP (LINE B-9)	(748,861)	(833,162)	(1,038,880)	(1,205,916)	(1,185,516)	(1,367,907)	(1,323,465)	(1,059,652)	(1,070,503)	(1,090,056)	(1,050,904)	(967,839)	(748,861)
2.	ENDING TRUE-UP BEFORE INTEREST (LINES B7+B9+B9A+B10)	(833,126)	(1,038,759)	(1,205,635)	(1,185,073)	(1,367,162)	(1,322,114)	(1,057,722)	(1,068,428)	(1,087,619)	(1,047,933)	(964,664)	(944,865)	(929,300)
3.	TOTAL BEG. AND ENDING TRUE-UP	(1,581,987)	(1,871,922)	(2,244,515)	(2,390,989)	(2,552,678)	(2,690,021)	(2,381,187)	(2,128,080)	(2,158,122)	(2,137,990)	(2,015,568)	(1,912,704)	(1,678,161)
4.	AVERAGE TRUE-UP (LINE C-3 X 50%)	(790,994)	(935,961)	(1,122,258)	(1,195,495)	(1,276,339)	(1,345,010)	(1,190,594)	(1,064,040)	(1,079,061)	(1,068,995)	(1,007,784)	(956,352)	(839,080)
5.	INTEREST RATE - FIRST DAY OF REPORTING BUSINESS MONTH	0.05%	0.06%	0.25%	0.35%	0.54%	0.86%	1.55%	2.34%	2.34%	3.08%	3.59%	3.97%	
6.	INTEREST RATE - FIRST DAY OF SUBSEQUENT BUSINESS MONTH	0.06%	0.25%	0.35%	0.54%	0.86%	1.55%	2.34%	2.34%	3.08%	3.59%	3.97%	4.25%	
7.	TOTAL (LINE C-5 + C-6)	0.11%	0.31%	0.60%	0.89%	1.40%	2.41%	3.89%	4.68%	5.42%	6.67%	7.56%	8.22%	
8.	AVG. INTEREST RATE (C-7 X 50%)	0.06%	0.16%	0.30%	0.45%	0.70%	1.21%	1.95%	2.34%	2.71%	3.34%	3.78%	4.11%	
9.	MONTHLY AVERAGE INTEREST RATE	0.005%	0.013%	0.025%	0.037%	0.058%	0.100%	0.162%	0.195%	0.226%	0.278%	0.315%	0.343%	
10.	INTEREST PROVISION (LINE C-4 X C-9)	(36)	(121)	(281)	(443)	(745)	(1,351)	(1,930)	(2,075)	(2,437)	(2,971)	(3,175)	(3,276)	(18,841)

SCHEDULE OF CAPITAL INVESTMENT, DEPRECIATION & RETURN

FOR MONTHS January-22 THROUGH December-22

PROGRAM NAME:	BEGINNING OF PERIOD	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
1. INVESTMENT														
2. DEPRECIATION BASE														
3. DEPRECIATION EXPENSE														
4. CUMULATIVE INVESTMENT														
5. LESS: ACCUMULATED DEPRECIATION														
6. NET INVESTMENT														
7. AVERAGE INVESTMENT														
8. RETURN ON AVERAGE INVESTMENT														
9. RETURN REQUIREMENTS														
10. TOTAL DEPRECIATION AND RETURN														NONE

COMPANY: FLORIDA PUBLIC UTILITIES COMPANY AND FLORIDA DIVISION OF
CHESAPEAKE UTILITIES CORPORATION CONSOLIDATED NATURAL GAS COMPANIES
RECONCILIATION AND EXPLANATION OF
DIFFERENCES BETWEEN FILING AND PSC AUDIT

SCHEDULE CT-5
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FOR MONTHS January-22 THROUGH December-22

AUDIT EXCEPTION: TO OUR KNOWLEDGE, NONE EXIST

COMPANY RESPONSE:

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FLORIDA PUBLIC UTILITIES CO.
(DMC-1)
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Program Description and Progress

1. Residential New Construction Program
2. Residential Appliance Replacement Program
3. Residential Appliance Retention Program
4. Residential Service Reactivation Program
5. Residential Conservation Survey Program
6. Commercial Conservation Survey Program
7. Conservation Education Program
8. Space Conditioning Program
9. Conservation Demonstration and Development Program
10. Commercial Small Food Service Program
11. Commercial Non-Food Service Program
12. Commercial Large Food Service Program
13. Commercial Hospitality and Lodging Program
14. Commercial Cleaning Service and Laundromat Program

PROGRAM TITLE: Residential New Construction Program

PROGRAM DESCRIPTION: The Residential New Construction Program (formerly, Full House Residential New Construction Program) promotes the use of natural gas in single and multi-family residential new construction projects to developers, builders, and homebuyers. The program is designed to increase the overall energy efficiency in the new construction home market through the installation of efficient gas appliances. The programs incentives are used to overcome market barriers created by the split incentive between the builders who are purchasing the appliances and the homeowners who are benefiting from reduced utility costs.

CURRENT APPROVED ALLOWANCES:

\$350 Tank Water Heater
\$400 High Efficiency Tank Water Heater
\$550 Tankless Water Heater
\$500 Furnace
\$150 Range
\$100 Dryer

PROGRAM ACCOMPLISHMENTS: For the reporting period January 1, 2022 through December 31, 2022, 6,152 incentives were paid. There were 838 Tank Water Heaters, 0 High Efficiency Tank Water Heaters, 1,703 Tankless Water Heaters, 3 Furnaces, 2,233 Ranges and 1375 Dryers.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2022 through December 31, 2022 were **\$2,265,416**.

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PROGRAM TITLE: Residential Appliance Replacement Program

PROGRAM DESCRIPTION: This program is designed to encourage the replacement of inefficient non-natural gas appliances with energy efficient natural gas appliances. The program offers financial incentives to residential customers to defray the additional costs associated with installing natural gas appliances.

CURRENT APPROVED ALLOWANCES:

\$500 Tank Water Heater
\$550 High Efficiency Tank Water Heater
\$675 Tankless Water Heater
\$725 Furnace
\$200 Range
\$150 Dryer

PROGRAM ACCOMPLISHMENTS: For the reporting period January 1, 2022 through December 31, 2022, 292 incentives were paid. There were 5 Tank Water Heaters, 4 High Efficiency Tank Water Heaters, 147 Tankless Water Heaters, 2 Furnace, 90 Ranges and 44 Dryers.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2022 through December 31, 2022 were **\$504,568**.

PROGRAM PROGRESS SUMMARY: The FPSC approved this program on August 29, 2000. From the inception through the reporting period of this program, FPUC has converted 10,874 natural gas hot water heaters.

PROGRAM TITLE: Residential Appliance Retention Program

PROGRAM DESCRIPTION: The purpose of the Residential Appliance Retention Program is to encourage homeowners with existing natural gas appliances to retain natural gas appliances at time of replacement. The program includes appliances such as furnaces, hot water heaters, ranges, and dryers. The programs incentives defray the cost of purchasing more expensive energy-efficient natural gas appliances.

CURRENT APPROVED ALLOWANCES:

\$350 Tank Water Heater
\$400 High Efficiency Tank Water Heater
\$550 Tankless Water Heater
\$500 Furnace
\$100 Range
\$100 Dryer

PROGRAM ACCOMPLISHMENTS: For the reporting period January 1, 2022 through December 31, 2022, 991 incentives were paid. There were 317 Tank Water Heaters, 129 High Efficiency Tank Water Heaters, 220 Tankless Water Heaters, 139 Furnaces, 78 Ranges and 108 Dryers.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2022 through December 31, 2022 were **\$764,180**.

PROGRAM PROGRESS SUMMARY: The FPSC approved this program on August 29, 2000. From the inception through the reporting period, FPUC has retained 17,332 natural gas hot water heaters.

PROGRAM TITLE: Residential Service Reactivation Program

PROGRAM DESCRIPTION: This program is designed to encourage the reactivation of existing residential service lines that are scheduled to be cut-off and capped. The program offers incentives of \$350 in the form of cash incentives to residential customers to assist in defraying the additional cost associated with the purchase and installation energy-efficient natural gas appliances.

PROGRAM ACCOMPLISHMENTS: For the reporting period January 1, 2022 through December 31, 2022, 0 incentives were paid.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2022 through December 31, 2022 were **\$350**.

PROGRAM PROGRESS SUMMARY: FPSC approval of this program occurred on August 29, 2000. We continue to promote this program and believe that our customers will find value in this program.

PROGRAM TITLE: Residential Conservation Survey Program

PROGRAM DESCRIPTION: The objective of the Residential Conservation Service Program is to provide Florida Public Utilities Company's residential customers with energy conservation advice based on a review of their homes actual performance that encourages the implementation of efficiency measures and/or practices resulting in energy savings for the customer. Florida Public Utilities Company views this program as a way of promoting the installation of cost-effective conservation measures. During the survey process, the customer is provided with specific whole-house recommendations. The survey process also checks for possible duct leakage.

PROGRAM ACCOMPLISHMENTS: This year a total of 6 residential surveys was performed.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2022 through December 31, 2022 were **\$13,182**.

PROGRAM PROGRESS SUMMARY: This program was implemented on September 1, 2000. Since inception through the reporting period, 394 residential customers have participated.

PROGRAM TITLE: Commercial Conservation Survey Program

PROGRAM DESCRIPTION: The Commercial Conservation Service Program is an interactive program that assists commercial customers in identifying energy conservation opportunities. The survey process consists of an on-site review of the customer's facility operation, equipment, and energy usage pattern by a Florida Public Utilities Company Conservation Representative. The representative identifies all areas of potential energy usage reduction as well as identifying end-use technology opportunities. A technical evaluation is then performed to determine the economic payback or life cycle cost for various improvements to the facility. Florida Public Utilities Company will subcontract the evaluation process to an independent engineering firm and/or contracting consultant, if necessary.

PROGRAM ACCOMPLISHMENTS: This year, 0 commercial surveys were completed during the reporting period.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2022 through December 31, 2022 was \$0.

PROGRAM PROGRESS SUMMARY: This program was implemented on September 1, 2000. From the inception of this program through the reporting period 237 commercial customers have participated.

PROGRAM TITLE: Conservation Education Program

PROGRAM DESCRIPTION: The purpose of the Conservation Education Program is to educate consumers, businesses, and contractors to make wise energy choices. For consumers to make educated choices they must know the benefits of conserving energy and have a basic understanding of energy as well as the measures and behavioral practices needed to make these choices.

PROGRAM ACCOMPLISHMENTS: This year FPU conducted 14 educational seminars and events to educate customers. Due to the pandemic, some of the Company's educational opportunities were virtual in nature and ranged from sponsorships with local organizations to educational materials that were sent directly to customers.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2022 through December 31, 2022 were **\$40,469**.

PROGRAM PROGRESS SUMMARY: This program has been successful and we are optimistic that we will continue to be involved in community education and future events.

PROGRAM TITLE: Space Conditioning Program

PROGRAM DESCRIPTION: The program is designed to convert on-main customers from electric space conditioning equipment to energy-efficient natural gas space conditioning equipment. The program provides a financial incentive to qualified participants to compensate for the higher initial cost of natural gas space conditioning equipment. The program reduces summer as well as winter peak demand and contributes to consumption reduction.

PROGRAM ACCOMPLISHMENTS: There were 0 participants in this program in 2022.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2022 through December 31, 2022 was **\$0**.

PROGRAM PROGRESS SUMMARY: From FPSC approval of the program on August 29, 2000 through December 31, 2022, FPUC has connected 12 space conditioning projects to its natural gas system.

PROGRAM TITLE: Conservation Demonstration and Development

PROGRAM DESCRIPTION: The primary purpose of the Conservation Demonstration and Development (CDD) program is to pursue research, development, and demonstration projects that are designed to promote energy efficiency and conservation. This program will supplement and complement the other conservation programs offered by Florida Public Utilities Company and give the Company an opportunity to pursue individual and joint research projects as well as the development of new conservation programs. The CDD program is meant to be an umbrella program for the identification, development, demonstration, and evaluation of promising new end-use technologies.

PROGRAM ACCOMPLISHMENTS: For 2022, Florida Public Utilities had no research and development projects.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2022 through December 31, 2022 were **\$9,950**.

PROGRAM PROGRESS SUMMARY: From FPSC approval of the program on March 23, 2010, FPUC has engaged in several research projects using this program.

PROGRAM TITLE: Commercial Small Food Service Program

PROGRAM DESCRIPTION: This program is designed to encourage owners and operators of small food service restaurants to purchase energy efficient natural gas appliances through the offering of commercial appliance rebates. Commercial food service customers are defined as establishments primarily engaged in the retail sale of prepared food and drinks for on-premise or immediate consumption with an annual consumption of less than 9,000 therms. The rebates offered within this program are limited to the specific appliance types and rebate categories depicted below.

CURRENT APPROVED ALLOWANCES:

Appliance	New Construction	Replacement	Retention
Water Heater	\$1,000	\$1,500	\$1,000
Tankless Water	\$2,000	\$2,500	\$2,000
Fryer	\$3,000	\$3,000	\$3,000
Range	\$1,000	\$1,500	\$1,000

PROGRAM ACCOMPLISHMENTS: For the reporting period January 1, 2022 through December 31, 2022, 147 incentives were paid. There were 3 Tank Water Heaters, 65 Tankless Water Heaters, 66 Fryers and 13 Ranges.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2022 through December 31, 2022 were **\$330,701**.

PROGRAM PROGRESS SUMMARY: Since inception, 3,115 appliances have qualified for this program.

PROGRAM TITLE: Commercial Non-Food Service Program

PROGRAM DESCRIPTION: This program is designed to encourage owners and operators of commercial buildings to purchase energy efficient natural gas appliances through the offering of commercial appliance rebates. Commercial non-food service customers are defined as establishments that are not associated with the Food Service, Hospitality, or Cleaning industries. The rebates offered within this program are limited to the specific appliance types and rebate categories depicted below.

CURRENT APPROVED ALLOWANCES:

Appliance	New Construction	Replacement	Retention
Water Heater	\$1,500	\$2,000	\$1,500
Tankless Water	\$2,000	\$2,500	\$2,000

PROGRAM ACCOMPLISHMENTS: For the reporting period January 1, 2022 through December 31, 2022, 15 incentives were paid. There were 0 Tank Water Heaters and 15 Tankless Water Heaters.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2022 through December 31, 2022 were **\$41,512**.

PROGRAM PROGRESS SUMMARY: Since inception, 342 appliances have qualified for this program.

PROGRAM TITLE: Commercial Large Food Service Program

PROGRAM DESCRIPTION: This program is designed to encourage owners and operators of large food service restaurants to purchase energy efficient natural gas appliances through the offering of commercial appliance rebates. Commercial large food service customers are defined as establishments primarily engaged in the retail sale of prepared food and drinks for on-premise or immediate consumption with an annual consumption of greater than 9,000 therms. The rebates offered within this program are limited to the specific appliance types and rebate categories depicted below.

CURRENT APPROVED ALLOWANCES:

Appliance	New Construction	Replacement	Retention
Water Heater	\$1,500	\$2,000	\$1,500
Tankless Water	\$2,000	\$2,500	\$2,000
Fryer	\$3,000	\$3,000	\$3,000
Range	\$1,500	\$1,500	\$1,500

PROGRAM ACCOMPLISHMENTS: For the reporting period January 1, 2022 through December 31, 2022, 34 incentives were paid. There were 3 Tank Water Heaters, 13 Tankless Water Heaters, 15 Fryers and 3 Ranges.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2022 through December 31, 2022 were \$63,601.

PROGRAM PROGRESS SUMMARY: Since inception, 619 appliances have qualified for this program.

PROGRAM TITLE: Commercial Hospitality and Lodging Program

PROGRAM DESCRIPTION: This program is designed to encourage owners and operators of hospitality & lodging facilities to purchase energy efficient natural gas appliances through the offering of commercial appliance rebates. Commercial hospitality and lodging customers are defined as establishments known to the public as hotels, motor hotels, motels or tourist courts, primarily engaged in providing lodging, or lodging and meals, for the general public. The rebates offered within this program are limited to the specific appliance types and rebate categories depicted below.

CURRENT APPROVED ALLOWANCES:

Appliance	New Construction	Replacement	Retention
Water Heater	\$1,500	\$2,000	\$1,500
Tankless Water	\$2,000	\$2,500	\$2,000
Fryer	\$3,000	\$3,000	\$3,000
Range	\$1,500	\$1,500	\$1,500
Dryer	\$1,500	\$1,500	\$1,500

PROGRAM ACCOMPLISHMENTS: For the reporting period January 1, 2022 through December 31, 2022, 41 incentives were paid. There were 1 Tank Water Heater, 40 Tankless Water Heaters, 0 Fryers, 0 Ranges and 0 Dryers.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2022 through December 31, 2022 were **\$99,650**.

PROGRAM PROGRESS SUMMARY: Since inception, 573 appliances have qualified for this program.

PROGRAM TITLE: Commercial Cleaning Service and Laundromat Program

PROGRAM DESCRIPTION: This program is designed to encourage owners and operators of cleaning service & Laundromat facilities to purchase energy efficient natural gas appliances through the offering of commercial appliance rebates. Commercial cleaning service and laundromat customers are defined as establishments primarily engaged in operating mechanical laundries with steam or other power or in supplying laundered work clothing on a contract or fee basis. The rebates offered within this program are limited to the specific appliance types and rebate categories depicted below.

CURRENT APPROVED ALLOWANCES:

Appliance	New Construction	Replacement	Retention
Water Heater	\$1,500	\$2,000	\$1,500
Tankless Water	\$2,000	\$2,500	\$2,000
Dryer	\$1,500	\$1,500	\$1,500

PROGRAM ACCOMPLISHMENTS: For the reporting period January 1, 2022 through December 31, 2022, 37 incentives were paid. There were 0 Tank Water Heaters, 7 Tankless Water Heaters and 30 Dryers.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2022 through December 31, 2022 were **\$59,743**.

PROGRAM PROGRESS SUMMARY: Since inception, 609 appliances have qualified for this program.