

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

May 1, 2024

VIA E-PORTAL

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

Re: Docket No. 20240004-GU – Natural Gas Conservation Cost Recovery

Dear Mr. Teitzman:

Enclosed for electronic filing, please find Sebring Gas System, Inc.'s Petition for Approval of Final True Up, along with the Testimony and Exhibit JHM-1 of 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,



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

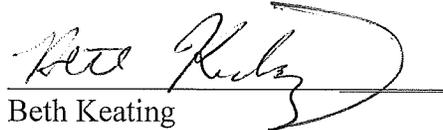
MEK

Docket No. 20240004-GU

adjusted end of period total true up amount of an under-recovery of \$5,867, 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, 2023 through December 31, 2023 for inclusion in the calculation of the Company's Conservation Cost Recovery Factors to be applied in 2025.

RESPECTFULLY SUBMITTED this 1st day of May 2024.

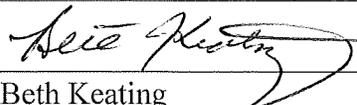
A handwritten signature in black ink, appearing to read "Beth Keating", is written over a horizontal line.

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.

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. 20240004-GU has been furnished by Electronic Mail to the following parties of record this 1st day of May 2024, along with a copy of the referenced Testimony and Exhibit (JHM-1) of Mr. Melendy:

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 Derrick Craig, Manager/Energy Conservation 208 Wildlight Ave Yulee, Florida 32097 dcraig@chpk.com	J. Jeffry 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 discovery-gcl@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/Karen Bramley/Nora Bordine P.O. Box 111 Tampa, FL 33601-0111 regdept@tecoenergy.com klbramley@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
	Sebring Gas System, Inc. Jerry H. Melendy, Jr. 3515 U.S. Highway 27 South Sebring, FL 33870 jmelendy@floridasbestgas.com

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

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

DOCKET 20240004-GU

DIRECT TESTIMONY OF

JERRY H. MELENDY (Final True Up)

ON BEHALF OF SEBRING GAS SYSTEM, INC.

May 1, 2024

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 **Q. 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
11 activities and expenses for the Company’s energy conservation programs incurred
12 during the period January 2023 through December 2023. I will also identify the final
13 conservation true-up amount for the above referenced period.

14 **Q. 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 2023 through December 2023 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
11 actual conservation related expenditures for the period, along with a comparison of the
12 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 2023?**

16 A. As indicated on Schedule CT-2, page 2, of Exhibit JHM-1, the Company's total 2023
17 programs costs were \$45,846.

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 2023?**

1 **A.** The final true-up amount as shown on Schedule CT-1, of Exhibit JHM-1 is an under
2 recovery of \$5,867.

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

4 **A.** Yes.

ADJUSTED NET TRUE-UP
FOR MONTHS: JANUARY 2023 THROUGH DECEMBER 2023

END OF PERIOD TRUE-UP

PRINCIPLE	\$9,841	
INTEREST	<u>\$54</u>	\$9,895

LESS PROJECTED TRUE-UP

PRINCIPLE	\$4,176	
INTEREST	<u>(\$148)</u>	<u>\$4,028</u>

ADJUSTED NET TRUE-UP \$5,867

ANALYSIS OF ENERGY CONSERVATION PROGRAM COSTS
ACTUAL VERSUS ESTIMATED

FOR MONTHS: JANUARY 2023 THROUGH DECEMBER 2023

	<u>ACTUAL</u>	<u>PROJECTED</u>	<u>DIFFERENCE</u>
CAPITAL INVESTMENT	\$0	\$0	\$0
PAYROLL & BENEFITS	\$12,482	\$12,626 C-3.2/5	(\$144)
MATERIALS & SUPPLIES	\$0	\$0	\$0
ADVERTISING	\$0	\$0	\$0
INCENTIVES	\$30,625	\$28,294 C-3.2/5	\$2,331
OUTSIDE SERVICES	\$2,739	\$1,908 C-3.2/5	\$831
VEHICLES	\$0	\$0	\$0
OTHER	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
SUB TOTAL	\$45,846	\$42,828 C-3.2/5	\$3,018
PROGRAM REVENUES	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
TOTAL PROGRAM COSTS	\$45,846	\$42,828 C-3.2/5	\$3,018
LESS:			
CONSERVATION REVENUES APPLICABLE TO THE PERIOD	(\$36,542)	(\$38,652) C-3, p.4 line 5	\$2,110
ROUNDING ADJUSTMENTS	<u>\$0</u>	<u>\$0</u>	\$0
TRUE-UP BEFORE INTEREST	\$9,841	\$4,176	\$5,128
INTEREST PROVISION	\$54	(\$148) C-3 p 4 line 8	\$202
END OF PERIOD TRUE-UP	<u>\$9,895</u>	<u>\$4,028</u>	<u>\$5,330</u>
() REFLECTS OVER-RECOVERY			

Actual Conservation Program Costs per Program
 FOR MONTHS: JANUARY 2023 THROUGH DECEMBER 2023

Program Name	Capital <u>Investment</u>	Payroll & <u>Benefits</u>	Materials & <u>Supplies</u>	<u>Advertising</u>	<u>Incentives</u>	Outside <u>Services</u>	<u>Vehicles</u>	<u>Other</u>	<u>TOTAL</u>
Program 1: Res. New Home Const.	\$0	\$2,080	\$0	\$0	\$800	\$456	\$0	\$0	\$3,337
Program 2: Res. Appliance Replace	\$0	\$2,080	\$0	\$0	\$2,725	\$456	\$0	\$0	\$5,262
Program 3: Customer Retention	\$0	\$2,080	\$0	\$0	\$3,350	\$456	\$0	\$0	\$5,887
Program 4: Comm. New Const.	\$0	\$2,080	\$0	\$0	\$570	\$456	\$0	\$0	\$3,107
Program 5: Comm. Appli. Replace	\$0	\$2,080	\$0	\$0	\$11,500	\$456	\$0	\$0	\$14,037
Program 6: Comm.Cust. Retention	\$0	\$2,080	\$0	\$0	\$11,680	\$456	\$0	\$0	\$14,217
TOTAL	\$0	\$12,482	\$0	\$0	\$30,625	\$2,739	\$0	\$0	\$45,846

Conservation Costs per Program - Variance Actual Versus Projected
FOR MONTHS: JANUARY 2023 THROUGH DECEMBER 2023

Program Name	Capital <u>Investment</u>	Payroll & <u>Benefits</u>	Materials & <u>Supplies</u>	<u>Advertising</u>	<u>Incentives</u>	Outside <u>Services</u>	<u>Vehicles</u>	<u>Other</u>	<u>TOTAL</u>
Program 1: Res. New Home Const.	\$0	(\$43)	\$0	\$0	(\$1,600)	\$138	\$0	\$0	(\$1,504)
Program 2: Res. Appliance Replace	\$0	(\$43)	\$0	\$0	(\$1,550)	\$138	\$0	\$0	(\$1,454)
Program 3: Customer Retention	\$0	(\$43)	\$0	\$0	(\$300)	\$138	\$0	\$0	(\$204)
Program 4: Comm. New Const.	\$0	(\$43)	\$0	\$0	(\$3,930)	\$138	\$0	\$0	(\$3,834)
Program 5: Comm. Appli. Replace	\$0	\$14	\$0	\$0	\$7,650	\$138	\$0	\$0	\$7,803
Program 6: Comm.Cust. Retention	\$0	\$12	\$0	\$0	\$2,061	\$138	\$0	\$0	\$2,212
TOTAL	\$0	(\$144)	\$0	\$0	\$2,331	\$831	\$0	\$0	\$3,018

Energy conservation Adjustment Calculation of True-Up and Interest Provision
 Summary of Expenses By program By Month
 FOR MONTHS: JANUARY 2023 THROUGH DECEMBER 2023

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.	\$220	\$174	\$193	\$974	\$237	\$187	\$174	\$222	\$202	\$301	\$226	\$227	\$3,337
Program 2: Res. Appliance Replace	\$220	\$174	\$868	\$1,199	\$237	\$187	\$174	\$422	\$202	\$301	\$1,051	\$227	\$5,262
Program 3: Customer Retention	\$220	\$714	\$1,293	\$574	\$237	\$187	\$174	\$1,972	\$202	\$301	\$326	\$227	\$6,427
Program 4 Comm. New Const.	\$217	\$174	\$193	\$174	\$237	\$187	\$174	\$222	\$202	\$301	\$796	\$227	\$3,104
Program 5 Comm. Appl. Replace	\$220	\$174	\$193	\$1,674	\$237	\$187	\$174	\$10,222	\$202	\$301	\$226	\$227	\$14,037
Program 6 Comm.Cust. Retention	\$220	\$3,293	\$193	\$2,174	\$237	\$187	\$174	\$1,215	\$202	\$301	\$4,885	\$1,137	\$14,217
TOTAL	\$1,315	\$4,704	\$2,932	\$6,769	\$1,419	\$1,119	\$1,046	\$14,275	\$1,214	\$1,808	\$7,510	\$2,273	\$46,383

Energy conservation Adjustment Calculation of True-Up and Interest Provision

FOR MONTHS: JANUARY 2023 THROUGH DECEMBER 2023

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 PSC REG ASSESS FEE	\$17	\$15	\$15	\$13	\$15	\$13	\$12	\$12	\$12	\$14	\$25	\$14	\$177
3 CONSERV. ADJ. REVS	(\$3,427)	(\$2,991)	(\$3,078)	(\$2,617)	(\$2,956)	(\$2,580)	(\$2,354)	(\$2,483)	(\$2,406)	(\$2,751)	(\$2,637)	(\$2,787)	(\$33,067)
4 TOTAL REVENUES	(\$3,410)	(\$2,976)	(\$3,062)	(\$2,604)	(\$2,941)	(\$2,567)	(\$2,342)	(\$2,471)	(\$2,394)	(\$2,737)	(\$2,612)	(\$2,773)	(\$32,890)
5 PRIOR PERIOD TRUE-UP NOT APPLICABLE TO THIS PERIOD	(\$304)	(\$304)	(\$304)	(\$304)	(\$304)	(\$304)	(\$304)	(\$304)	(\$304)	(\$304)	(\$304)	(\$304)	(\$3,652)
6 CONSERVATION REVS APPLICABLE TO THIS PERIOD	(\$3,714)	(\$3,281)	(\$3,367)	(\$2,908)	(\$3,246)	(\$2,872)	(\$2,646)	(\$2,775)	(\$2,699)	(\$3,041)	(\$2,916)	(\$3,078)	(\$36,542)
7 CONSERVATION EXPS (FROM CT-3, PAGE 1)	\$1,315	\$4,704	\$2,932	\$6,769	\$1,419	\$1,119	\$1,046	\$14,275	\$1,214	\$1,808	\$7,510	\$2,273	\$46,383
8 TRUE-UP THIS PERIOD	(\$2,399)	\$1,423	(\$435)	\$3,861	(\$1,827)	(\$1,752)	(\$1,601)	\$11,500	(\$1,485)	(\$1,234)	\$4,594	(\$805)	\$9,841
9 INT. PROV. THIS PERIOD (FROM CT-3, PAGE 3)	(\$17)	(\$19)	(\$16)	(\$9)	(\$3)	(\$10)	(\$16)	\$7	\$31	\$26	\$35	\$45	\$54
10 TRUE-UP & INT. PROV. BEGINNING OF MONTH.	(\$3,652)	(\$5,764)	(\$4,056)	(\$4,203)	(\$46)	(\$1,572)	(\$3,030)	(\$4,342)	\$7,469	\$6,320	\$5,417	\$10,350	
11 PRIOR TRUE-UP (COLLECTED) REFUNDED	\$304	\$304	\$304	\$304	\$304	\$304	\$304	\$304	\$304	\$304	\$304	\$304	
TOTAL NET TRUE-UP													
12 [SUM LINES 8+9+10+11]	(\$5,764)	(\$4,056)	(\$4,203)	(\$46)	(\$1,572)	(\$3,030)	(\$4,342)	\$7,469	\$6,320	\$5,417	\$10,350	\$9,895	\$9,895

Calculation of True-Up and Interest Provision
FOR MONTHS: JANUARY 2023 THROUGH DECEMBER 2023

Interest Provision	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	TOTAL
1 BEGINNING TRUE-UP	(\$3,652)	(\$5,764)	(\$4,056)	(\$4,203)	(\$46)	(\$1,572)	(\$3,030)	(\$4,342)	\$7,469	\$6,320	\$5,417	\$10,350	
ENDING TRUE-UP BEFORE													
2 INTEREST	(\$5,747)	(\$4,037)	(\$4,186)	(\$37)	(\$1,568)	(\$3,020)	(\$4,326)	\$7,462	\$6,289	\$5,390	\$10,315	\$9,849	
TOTAL BEGINNING &													
3 ENDING TRUE-UP	(\$9,399)	(\$9,801)	(\$8,242)	(\$4,240)	(\$1,615)	(\$4,592)	(\$7,356)	\$3,120	\$13,757	\$11,710	\$15,731	\$20,199	
AVERAGE TRUE-UP													
4 (LINE 3 x 50%)	(\$4,700)	(\$4,901)	(\$4,121)	(\$2,120)	(\$807)	(\$2,296)	(\$3,678)	\$1,560	\$6,879	\$5,855	\$7,866	\$10,100	
INT. RATE - 1ST DAY													
5 OF REPORTING MONTH	4.37%	4.61%	4.66%	4.88%	4.88%	5.14%	5.13%	5.37%	5.37%	5.33%	5.40%	5.34%	
INT. RATE - 1ST DAY													
6 OF SUBSEQUENT MONTH	4.61%	4.66%	4.88%	4.88%	5.14%	5.13%	5.37%	5.37%	5.33%	5.40%	5.34%	5.34%	
7 TOTAL (LINES 5 + 6)	8.98%	9.27%	9.54%	9.76%	10.02%	10.27%	10.50%	10.74%	10.70%	10.73%	10.74%	10.68%	
AVG. INT. RATE													
8 (LINE 7 x 50%)	4.49%	4.64%	4.77%	4.88%	5.01%	5.14%	5.25%	5.37%	5.35%	5.37%	5.37%	5.34%	
MONTHLY AVG.													
9 INT. RATE	0.37%	0.39%	0.40%	0.41%	0.42%	0.43%	0.44%	0.45%	0.45%	0.45%	0.45%	0.45%	
10 INTEREST PROVISION (LINE 4 x LINE 9)	(\$17)	(\$19)	(\$16)	(\$9)	(\$3)	(\$10)	(\$16)	\$7	\$31	\$26	\$35	\$45	\$54

SEBRING GAS SYSTEM, INC.

Reconciliation and Explanation of differences between Filing and
PSC Audit Report for January 2023 through December 2023.

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, 2023 through December 31, 2023, 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 2023 through December 2023, the amount of incentives paid by the Company was:

\$800

The following are the incentives given through the Residential New Construction Program:

1	Tankless water heaters	@	\$550.00	\$550.00
1	Gas ranges	@	\$150.00	\$150.00
1	Gas dryers	@	\$100.00	<u>\$100.00</u>
Total				\$800.00

Program Fiscal Expenditures:

During 2023 expenditures for the Residential New Construction Program totaled
\$3,337

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, 2023 through December 31, 2023, the Company operated under the terms of Order No. PSC-10-0551-PAA-EG, issued on September 7, 2010, prescribing the following Residential Appliance Replacement Cash Allowances:

Gas Storage Tank Water Heater	\$500
Gas High Efficiency Storage Tanks Water Heater	\$550
Gas Tankless Water Heater	\$675
Gas Heating	\$725
Gas Cooking	\$200
Gas Clothes Drying	\$150

Program Accomplishments:

For the twelve month period January 2023 through December 2023, the amount of incentives paid by the Company under the Residential Appliance Replacement Program was:

\$2,725

The following are the incentives given through the Residential Appliance Replacement Program:

0	Tank water heaters	@	\$550.00	\$0.00
3	Tankless water heaters	@	\$675.00	\$2,025.00
2	Gas ranges	@	\$200.00	\$400.00
2	Gas dryers	@	\$150.00	<u>\$300.00</u>
Total				\$2,725.00

Program Fiscal Expenditures:

During 2023 expenditures for the Resident Appliance Replacement Program totaled
\$5,262

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, 2023 through December 31, 2023, the Company operated under the terms of Order No. PSC-10-0551-PAA-EG, issued on September 7, 2010, prescribing the following Residential Retention Program 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	\$100
Gas Clothes Drying	\$100

Program Accomplishments:

For the twelve month period January 2023 through December 2023, the amount of incentives paid by the Company under the Residential Appliance Retention Program was:

\$3,350

The following are the incentives given through the Residential New Construction Program:

1	Tank water heater	@	\$400.00	\$400.00
5	Tankless water heaters	@	\$550.00	\$2,750.00
2	Gas ranges	@	\$100.00	\$200.00
0	Gas dryers	@	\$100.00	<u>\$0.00</u>
Total				\$3,350.00

Program Fiscal Expenditures:

During 2023 expenditures for the Resident Appliance Retention Program totaled
\$5,887

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 construction to be used toward the purchase and installation of natural gas appliances for their commercial business.

The Natural 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 2023 through December 2023, the amount of incentives paid by the Company under the Commercial New Construction Program was:

\$570

The following incentives were given as follows:

The amount of \$569.74 was given for the installation of a new gas fryer to a café.

Program Fiscal Expenditures:

During 2023 expenditures for the Commercial New Construction Program totaled
\$3,107

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 2023 through December 2023, the amount of incentives paid by the Company under the Commercial Retrofit Program was:

\$11,500

The following incentives were given as follows:

Replaced old electric waterheater with a new gas tankless water heater.	\$10,000.00
Replaced old electric dryer with a new gas dryer.	<u>\$1,500.00</u>
Both incentives went to a Budget Inn	
Total Incentives	\$11,500.00

Program Fiscal Expenditures:

During 2023 expenditures for the Commercial Retrofit Program totaled
\$14,037

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 2023 through December 2023, the amount of incentives paid by the Company under the Commercial Retention Program was:

\$11,680

The following incentives were given as follows:

Replaced seven old gas fryers with new gas fryers	\$4,598.01
Replaced an old range with a new gas range	\$992.70
Replaced two old gas water heaters with new gas water heaters	<u>\$6,089.55</u>
 Total incentives	 \$11,680.26

Program Fiscal Expenditures:

During 2023 expenditures for the Commercial Retention Program totaled
\$14,217