

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

April 29, 2026

VIA E-PORTAL

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

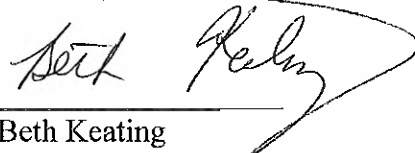
Re: Docket No. 20260004-GU – Natural Gas Conservation Cost Recovery

Dear Mr. Teitzman:

Attached for filing in the above-referenced docket, please find, on behalf of Florida City Gas and Florida Public Utilities Company, the Testimony and Exhibit of Kira I. Lake.

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

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION
DOCKET NO. 20260004-GU: NATURAL GAS CONSERVATION
COST RECOVERY

Direct Testimony of
Kira Lake
On Behalf of
Florida Public Utilities Company & Florida City Gas

1 **Q. Please state your name and business address.**

2 A. Kira Lake: my business address is: 450 S. Charles Richard Beall Blvd, DeBary, FL
3 32713.

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

5 A. I am employed by Chesapeake Utilities Corporation (“CUC”) as the Marketing
6 Conversation Business Engagement Director of Marketing and Communications.
7 Chesapeake Utilities is the parent company of Florida Public Utilities Company
8 (“FPUC”) and Florida City Gas (“FCG”), (herein referred to jointly as the “Companies”).

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

10 A. To advise the Commission of the Companies actual over/under recovery of the
11 Conservation costs for the period January 1, 2025 through December 31, 2025 as
12 compared to the amount previously reported for that period which was based on Six
13 months actual and Six months estimated data.

14 **Q. Please state the actual consolidated amount of over/under recovery of Conservation**
15 **Program costs of Florida Public Utilities Company and Florida City Gas for**
16 **January 1, 2025 through December 31, 2025.**

1 A. The Companies under-recovered \$1,884,607 during that period. This amount is
2 substantiated on Schedule CT-2, page 1 of 3, Calculation of True-up and Interest
3 Provision.

4 **Q. How does this amount compare with the consolidated estimated true-up amount**
5 **which was allowed by the Commission?**

6 A. We had estimated a consolidated under-recovery of \$336,515 as of December 31, 2025.

7 **Q. Have you prepared any exhibits at this time?**

8 A. We have prepared and pre-filed Schedules CT-1, CT-2, CT-3, CT-4, CT-5 and CT-6
9 (Composite Exhibit KIL-1).

10 **Q. Does this conclude your testimony?**

11 A. Yes.

COMPANY: CONSOLIDATED FLORIDA PUBLIC UTILITIES & FLORIDA CITY
GAS

CONSERVATION ADJUSTMENT TRUE-UP

FOR MONTHS January-25 THROUGH December-25

EXHIBIT NO. _____
DOCKET NO. 20260004-GU
CONSOLIDATED: FPUC & FCG
(KIL-1)
PAGE 1 OF 28

1.	ADJUSTED END OF PERIOD TOTAL NET TRUE-UP		
2.	FOR MONTHS January-25 THROUGH December-25		
3.	END OF PERIOD NET TRUE-UP		
4.	PRINCIPAL	<u>1,852,391</u>	
5.	INTEREST	<u>32,216</u>	
6.	LESS PROJECTED TRUE-UP		<u>1,884,607</u>
7.	November-25 HEARINGS		
8.	PRINCIPAL	<u>321,733</u>	
9.	INTEREST	<u>14,782</u>	<u>336,515</u>
10.	ADJUSTED END OF PERIOD TOTAL TRUE-UP		<u>1,548,091</u>

COMPANY: CONSOLIDATED FLORIDA PUBLIC UTILITIES & FLORIDA CITY GAS
ANALYSIS OF ENERGY CONSERVATION PROGRAM COSTS
ACTUAL VS PROJECTED

	FOR MONTHS	January-25	THROUGH	December-25	DIFFERENCE
		ACTUAL		PROJECTED	
1.	Labor/Payroll	3,312,978		2,813,124	499,854
2.	Advertisement	2,581,856		1,892,907	688,948
3.	Legal	7,000		2,700	4,300
4.	Outside Services	47,099		24,314	22,784
5.	Vehicle Costs	96,164		67,517	28,647
6.	Materials & Supplies	30,457		26,300	4,158
7.	Travel	168,437		98,039	70,399
8.	General & Administrative				
9.	Incentives	6,769,796		7,056,358	(286,562)
10.	Other	65,741		99,086	(33,345)
11.	SUB-TOTAL	13,079,529		12,080,347	999,182
12.	PROGRAM REVENUES				
13.	TOTAL PROGRAM COSTS	13,079,529		12,080,347	999,182
14.	LESS: PRIOR PERIOD TRUE-UP	416,087		416,087	
15.	AMOUNTS INCLUDED IN RATE BASE				
16.	CONSERVATION ADJ REVENUE	(11,643,225)		(12,174,700)	531,475
17.	ROUNDING ADJUSTMENT				
18.	TRUE-UP BEFORE INTEREST	1,852,391		321,733	1,530,657
19.	ADD INTEREST PROVISION	32,216		14,782	17,434
20.	END OF PERIOD TRUE-UP	1,884,607		336,515	1,548,091

() REFLECTS OVERRECOVERY

ACTUAL CONSERVATION PROGRAM COSTS PER PROGRAM

FOR MONTHS January-25 THROUGH December-25

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 Residential New Construction	1,478,030	4,268			40,926	7,388	79,139		3,440,200	36,974	5,086,924		5,086,924
2 Residential Appliance Replacement	482,617				20,659	4,971	20,259		275,932	4,033	808,472		808,472
3 Conservation Education		20,000									20,000		20,000
4 Space Conditioning													
5 Residential Conservation Survey		163									163		163
6 Residential Appliance Retention	73,624				2,547	196	1,183		1,341,490	631	1,419,671		1,419,671
7 Commercial Conservation Survey													
8 Residential Service Reactivation	337,931				13,878	3,536	15,239		2,000	2,296	374,881		374,881
9 Common	656,994	2,522,426	7,000	47,099	3,891	12,725	46,722		48,277	11,290	3,356,424		3,356,424
10 Conservation Demonstration and Development		35,000									35,000		35,000
11 Commercial Small Food Program									200,338	1,521	201,859		201,859
12 Commercial Large Non-Food Service Program									31,235	1,521	32,757		32,757
13 Commercial Large Food Service Program									123,586	1,521	125,107		125,107
14 Commercial Large Hospitality Program							44		31,986	1,477	33,507		33,507
15 Commercial Large Cleaning Service Program									137,573	1,521	139,094		139,094
16 Residential Propane Distribution Program	58,453				1,528	58	796		450	443	61,728		61,728
17 Comm/Ind Conversion	51,461				3,056	391	1,197		10,115	591	66,811		66,811
18 Commercial Appliance	173,867				9,679	1,192	3,857		1,126,614	1,922	1,317,130		1,317,130
15 TOTAL ALL PROGRAMS	3,312,978	2,581,856	7,000	47,099	96,164	30,457	168,437		6,769,796	65,741	13,079,529		13,079,529

COMPANY: CONSOLIDATED FLORIDA PUBLIC UTILITIES & FLORIDA CITY GAS

SCHEDULE CT-2
PAGE 3 OF 3

EXHIBIT NO.
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(KIL-1)
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CONSERVATION COSTS PER PROGRAM--VARIANCE ACTUAL VS PROJECTED
VARIANCE ACTUAL VS PROJECTED

FOR MONTHS January-25 THROUGH December-25

PROGRAM NAME	LABOR/PAY	ADVERTISE.	LEGAL	OUT.SERV.	VEHICLE	MAT.&SUPP.	TRAVEL	G & A	INCENTIVES	OTHER	SUB TOTAL	PROGRAM REVENUES	TOTAL
1 Residential New Construction	361,940	(31,001)			14,231	4,959	33,649		221,285	1,395	606,437		606,437
2 Residential Appliance Replacement	56,817	(115,000)			7,451	(1,283)	10,820		(102,066)	2,455	(140,805)		(140,805)
3 Conservation Education	(1,250)	5,500		(1,250)							3,000		3,000
4 Space Conditioning		(625)									(625)		(625)
5 Residential Conservation Survey	(1,250)	(1,088)		(2,500)							(4,838)		(4,838)
6 Residential Appliance Retention	(19,167)	(112,500)			(247)	(269)	(4,760)		(301,570)	320	(438,193)		(438,193)
7 Commercial Conservation Survey	(1,250)	(625)									(1,875)		(1,875)
8 Residential Service Reactivation	47,363	(3,938)			8,290	(698)	7,841		350	1,390	60,597		60,597
9 Common	87,076	975,224	4,300	26,535	(1,991)	1,351	19,605		12,977	(33,661)	1,091,417		1,091,417
10 Conservation Demonstration and Development		35,000									35,000		35,000
11 Commercial Small Food Program	(1,250)	(15,000)			(625)	(375)	(1,250)		(197,836)	(1,399)	(217,734)		(217,734)
12 Commercial Large Non-Food Service Program		(12,250)							13,631	(1,399)	(18)		(18)
13 Commercial Large Food Service Program	(1,250)	(12,250)							(23,303)	(1,399)	(38,202)		(38,202)
14 Commercial Large Hospitality Program	(1,250)	(11,250)					44		15,816	(1,443)	2,017		2,017
15 Commercial Large Cleaning Service Program	(1,250)	(11,250)							45,133	(1,399)	31,234		31,234
16 Residential Propane Distribution Program	4,564				272	77	492		(5,700)	192	(102)		(102)
17 Comm/ind conversion	(13,234)				544	92	949		(22,453)	385	(33,717)		(33,717)
18 Commercial appliance	(16,756)				722	303	3,010		57,093	1,218	45,590		45,590
5. TOTAL ALL PROGRAMS	499,854	688,948	4,300	22,785	28,647	4,158	70,399		(286,562)	(33,345)	999,183		999,183

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

FOR MONTHS January-25 THROUGH December-25

A. CONSERVATION EXPENSE BY PROGRAM		JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
1	Residential New Construction	621,241	378,837	399,059	412,633	423,079	292,621	288,759	574,909	354,545	538,623	227,226	575,392	5,086,924
2	Residential Appliance Replacement	105,222	69,663	68,998	68,557	67,058	57,158	48,237	71,640	52,059	59,781	67,708	72,390	808,472
3	Conservation Education	2,594	739	1,667	1,667	1,667	1,667	1,667	1,667	1,667	1,667	1,667	1,667	20,000
4	Space Conditioning													
5	Residential Conservation Survey										163			163
6	Residential Appliance Retention	159,878	129,552	168,669	135,597	116,440	114,025	65,292	118,496	118,436	84,483	105,035	103,768	1,419,671
7	Commercial Conservation Survey													
8	Residential Service Reactivation	45,381	37,275	29,986	29,184	26,717	23,119	26,793	35,876	21,991	26,917	33,544	38,098	374,881
9	Common	95,901	465,014	191,337	291,551	263,148	(58,189)	617,742	265,762	235,047	317,306	329,970	341,835	3,356,424
10	Conservation Demonstration and Development						23,333	(23,333)	35,000					35,000
11	Commercial Small Food Program	38,400	22,569	26,910	20,541	5,959	7,216	24,394	15,683	16,106	8,506	846	14,731	201,859
12	Commercial Large Non-Food Service Program	8,661	(13)	2,382	120			2,858	2,144	601	8,002		8,002	32,757
13	Commercial Large Food Service Program	2,435	16,122	(120)	14,645	14,722	5	14,008	16,004	3,362	4,811	10,002	29,112	125,107
14	Commercial Large Hospitality Program	4,998	(13)	(118)	120	4,004				13,862	1,802		8,853	33,507
15	Commercial Large Cleaning Service Program	34,941	9,667	9,882	10,122	14,866	10,007		31,502	601		1,502	16,004	139,094
16	Residential Propane Distribution Program	5,975	4,429	3,799	3,990	4,041	3,951	4,764	7,320	4,537	5,124	6,517	7,283	61,728
17	Comm/ind conversion	10,160	4,407	3,813	4,469	4,194	6,298	4,265	6,280	6,158	4,367	5,913	6,489	66,811
18	Commercial appliance	104,265	123,104	148,233	100,748	144,288	108,860	70,822	97,876	68,802	82,042	187,176	82,894	1,317,130
5. TOTAL ALL PROGRAMS		1,240,052	1,261,351	1,054,495	1,093,944	1,113,516	543,425	1,204,601	1,245,157	895,772	1,143,593	977,105	1,306,517	13,079,529
6. LESS AMOUNT INCLUDED IN RATE BASE														
7. RECOVERABLE CONSERVATION EXPENSES		1,240,052	1,261,351	1,054,495	1,093,944	1,113,516	543,425	1,204,601	1,245,157	895,772	1,143,593	977,105	1,306,517	13,079,529

COMPANY: CONSOLIDATED FLORIDA PUBLIC UTILITIES & FLORIDA CITY GAS

SCHEDULE CT-3
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CONSOLIDATED: FPUC & FCG
(KIL-1)
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CALCULATION OF TRUE-UP AND INTEREST PROVISION

FOR MONTHS January-25 THROUGH December-25

	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
B. CONSERVATION REVENUES													
1. RESIDENTIAL CONSERVATION													
2. CONSERVATION ADJ. REVENUES	(1,344,356)	(1,185,157)	(1,111,726)	(1,066,411)	(941,200)	(808,286)	(822,801)	(782,673)	(803,018)	(827,984)	(924,214)	(1,025,398)	(11,643,225)
3. TOTAL REVENUES	(1,344,356)	(1,185,157)	(1,111,726)	(1,066,411)	(941,200)	(808,286)	(822,801)	(782,673)	(803,018)	(827,984)	(924,214)	(1,025,398)	(11,643,225)
4. PRIOR PERIOD TRUE-UP ADJ. NOT APPLICABLE TO THIS PERIOD	34,673	34,674	34,674	34,674	34,674	34,674	34,674	34,674	34,674	34,674	34,674	34,674	416,087
5. CONSERVATION REVENUE APPLICABLE	(1,309,684)	(1,150,483)	(1,077,052)	(1,031,737)	(906,526)	(773,612)	(788,127)	(747,999)	(768,344)	(793,310)	(889,540)	(990,724)	(11,227,138)
6. CONSERVATION EXPENSES (FROM CT-3, PAGE 1, LINE 23)	1,240,052	1,261,351	1,054,495	1,093,944	1,113,516	543,425	1,204,601	1,245,157	895,772	1,143,593	977,105	1,306,517	13,079,529
7. TRUE-UP THIS PERIOD (LINE 5 - 6)	(69,632)	110,868	(22,557)	62,206	206,991	(230,187)	416,475	497,158	127,428	350,283	87,565	315,793	1,852,391
8. INTEREST PROVISION THIS PERIOD (FROM CT-3, PAGE 3, LINE 10)	1,322.00	1,260	1,300	1,253	1,624	1,459	1,664	3,151	4,039	4,575	5,085	5,484	32,216
9. TRUE-UP AND INTEREST PROVISION BEGINNING OF MONTH	416,087	313,104	390,558	334,627	363,413	537,353	273,951	657,416	1,123,051	1,219,843	1,540,028	1,598,004	416,087
9A. DEFERRED TRUE-UP BEGINNING OF PERIOD													
10. PRIOR TRUE-UP COLLECTED (REFUNDED)	(34,673)	(34,674)	(34,674)	(34,674)	(34,674)	(34,674)	(34,674)	(34,674)	(34,674)	(34,674)	(34,674)	(34,674)	(416,087)
11. TOTAL NET TRUE-UP (LINES 7+8+9+9A+10)	313,104	390,558	334,627	363,413	537,353	273,951	657,416	1,123,051	1,219,843	1,540,028	1,598,004	1,884,607	1,884,607

COMPANY: CONSOLIDATED FLORIDA PUBLIC UTILITIES & FLORIDA CITY GAS

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CALCULATION OF TRUE-UP AND INTEREST PROVISION

FOR MONTHS January-25 THROUGH December-25

C. INTEREST PROVISION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
1. BEGINNING TRUE-UP (LINE B-9)	416,087	313,104	390,558	334,627	363,413	537,353	273,951	657,416	1,123,051	1,219,843	1,540,028	1,598,004	416,087
2. ENDING TRUE-UP BEFORE INTEREST (LINES B7+B9+B9A+B10)	311,782	389,298	333,327	362,160	535,729	272,492	655,752	1,119,900	1,215,804	1,535,453	1,592,919	1,879,123	1,852,391
3. TOTAL BEG. AND ENDING TRUE-UP	727,869	702,402	723,885	696,787	899,142	809,845	929,702	1,777,315	2,338,855	2,755,296	3,132,946	3,477,126	2,268,477
4. AVERAGE TRUE-UP (LINE C-3 X 50%)	363,934	351,201	361,943	348,393	449,571	404,923	464,851	888,658	1,169,428	1,377,648	1,566,473	1,738,563	1,134,239
5. INTEREST RATE - FIRST DAY OF REPORTING BUSINESS MONTH	4.43%	4.29%	4.32%	4.30%	4.33%	4.34%	4.31%	4.28%	4.23%	4.06%	3.91%	3.88%	
6. INTEREST RATE - FIRST DAY OF SUBSEQUENT BUSINESS MONTH	4.29%	4.32%	4.30%	4.33%	4.34%	4.31%	4.28%	4.23%	4.06%	3.91%	3.88%	3.69%	
7. TOTAL (LINE C-5 + C-6)	8.72%	8.61%	8.62%	8.63%	8.67%	8.65%	8.59%	8.51%	8.29%	7.97%	7.79%	7.57%	
8. AVG. INTEREST RATE (C-7 X 50%)	4.36%	4.31%	4.31%	4.32%	4.34%	4.33%	4.30%	4.26%	4.15%	3.99%	3.90%	3.79%	
9. MONTHLY AVERAGE INTEREST RATE	0.363%	0.359%	0.359%	0.360%	0.361%	0.360%	0.358%	0.355%	0.345%	0.332%	0.325%	0.315%	
10. INTEREST PROVISION (LINE C-4 X C-9)	1,322.00	1,260.00	1,300	1,253	1,624	1,459	1,664	3,151	4,039	4,575	5,085	5,484	32,216

COMPANY: CONSOLIDATED FLORIDA PUBLIC UTILITIES & FLORIDA CITY GAS
RECONCILIATION AND EXPLANATION OF
DIFFERENCES BETWEEN FILING AND PSC AUDIT

FOR MONTHS January-25 THROUGH December-25

SCHEDULE CT-5
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EXHIBIT NO. _____
DOCKET NO. 20260004-GU
CONSOLIDATED: FPUC & FCG
(KIL-1)
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AUDIT EXCEPTION: TO OUR KNOWLEDGE, NONE EXIST

COMPANY RESPONSE:

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
15. Residential Propane Distribution Program
16. FCG - Commercial Appliance Program
17. FCG - Commercial Industrial Conversion Program

Exhibit No.
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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
\$1,200 Cooling and Dehumidification

PROGRAM ACCOMPLISHMENTS: For the reporting period January 1, 2025, through December 31, 2025, 11,666 incentives were paid. There were 1,027 Tank Water Heaters, 0 High Efficiency Tank Water Heaters, 3,352 Tankless Water Heaters, 27 Furnaces, 4,034 Ranges, and 3,226 Dryers.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2025, through December 31, 2025, were \$5,086,924.

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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
\$1,200 Cooling and Dehumidification

PROGRAM ACCOMPLISHMENTS: For the reporting period January 1, 2025, through December 31, 2025, 729 incentives were paid. There were 14 Tank Water Heaters, 4 High Efficiency Tank Water Heaters, 293 Tankless Water Heaters, 1 Furnace, 218 Ranges, and 199 Dryers.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2025 through December 31, 2025 were \$808,472.

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, 2025, through December 31, 2025. 3,717 incentives were paid. There were 1,563 Tank Water Heaters, 100 High Efficiency Tank Water Heaters, 699 Tankless Water Heaters, 512 Furnaces, 351 Ranges, and 492 Dryers.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2025 through December 31, 2025 were \$1,419,671.

Exhibit No.
Docket No. 20260004-GU
Florida Public Utilities Co. &
Florida City Gas
(KIL-1)
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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 (FPU) or \$200 (FCG) 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, 2025 through December 31, 2025, 9 incentives were paid.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2025 through December 31, 2025 were \$374,881.

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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 home's 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 0 residential surveys was performed.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2025 through December 31, 2025 were \$163.

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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, 2025 through December 31, 2025 was \$0.

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PROGRAM TITLE: Conservation Education Program

PROGRAM DESCRIPTION: The purpose of the Conservation Education Program is to educate consumers, businesses, schools 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: For the reporting period January 1, 2025 through December 31, 2025, there were 0 paid incentives. Costs were for advertising.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2025 through December 31, 2025 were \$20,000.

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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 2025.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2025 through December 31, 2025 was \$0.

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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 2025, Florida Public Utilities had no research and development projects.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2025 through December 31, 2025 were \$35,000.

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, 2025, through December 31, 2025, 280 incentives were paid. There were 3 Tank Water Heaters, 106 Tankless Water Heaters, 144 Fryers, and 27 Ranges.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2025 through December 31, 2025 were \$201,859.

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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, 2025 through December 31, 2025, 33 incentives were paid. There was 0 Tank Water Heater and 33 Tankless Water Heaters.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2025 through December 31, 2025 were \$32,757.

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, 2025 through December 31, 2025, 208 incentives were paid. There was 6 Tank Water Heaters, 71 Tankless Water Heaters, 110 Fryers and 21 Ranges.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2025 through December 31, 2025 were \$125,107.

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, 2025 through December 31, 2025, 115 incentives were paid. There were 2 Tank Water Heaters, 111 Tankless Water Heaters, 1 Fryer, 1 Range and 0 Dryers.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2025 through December 31, 2025 were \$33,507.

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, 2025 through December 31, 2025, 227 incentives were paid. There was 3 Tank Water Heater, 43 Tankless Water Heaters, and 181 Dryers.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2025 through December 31, 2025 were \$139,094.

PROGRAM TITLE: Residential Propane Distribution Program

PROGRAM DESCRIPTION: The program is designed to promote the use of "gas" within developments that are built beyond the economic extension of the Company's existing natural gas infrastructure. The concept of installing an underground propane system, which includes distribution mains, service laterals and meter sets that are capable of supplying either propane or natural gas, is a viable method of encouraging installation of "gas" appliances in the residential subdivision at the time of construction. This program is designed to provide incentives when natural gas becomes available to the development and the propane appliances are replaced with natural gas appliances.

PROGRAM ALLOWANCES FPU

Furnace or Hydro heater	\$525
Tank Water Heater	\$275
Range	\$75
Dryer	\$75

PROGRAM ALLOWANCES FCG

Furnace or Hydro heater	\$200
Tank Water Heater	\$100
Range	\$25
Dryer	\$50

PROGRAM ACCOMPLISHMENTS: For the reporting period January 1, 2025 through December 31, 2025, 12 incentives were paid. There were 4 Tank Water Heaters, 2 Ranges and 6 Dryers.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2025 through December 31, 2025 were \$61,728.

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PROGRAM TITLE: Commercial Appliance Program (FCG)

PROGRAM DESCRIPTION: The Commercial Natural Gas Conservation Program (Appliance) is designed to educate, inform and to encourage business either to build with natural gas (New Construction), to continue using natural gas (Retention) or to convert to natural gas (Retrofit) for their energy needs. The programs offer cash incentives to assist in defraying the costs associated with the installation of natural gas supply lines, internal piping, venting and equipment.

PROGRAM ALLOWANCES FPU: See pages 11 through 15

PROGRAM ALLOWANCES FCG:

	New Construction	Replacement	Retention
<i>-Small Food Service</i>			
Tank Water Heater	\$ 1,000	\$ 1,500	\$ 1,000
Tankless Water Heater	\$ 2,000	\$ 2,500	\$ 2,000
Range / Oven	\$ 1,000	\$ 1,500	\$ 1,000
Fryer	\$ 3,000	\$ 3,000	\$ 3,000
<i>-Commercial Food Service</i>			
Tank Water Heater	\$ 1,500	\$ 2,000	\$ 1,500
Tankless Water Heater	\$ 2,000	\$ 2,500	\$ 2,000
Range / Oven	\$ 1,500	\$ 1,500	\$ 1,500
Fryer	\$ 3,000	\$ 3,000	\$ 3,000
<i>-Hospitality Lodging</i>			
Tank Water Heater	\$ 1,500	\$ 2,000	\$ 1,500
Tankless Water Heater	\$ 2,000	\$ 2,500	\$ 2,000
Range / Oven	\$ 1,500	\$ 1,500	\$ 1,500
Fryer	\$ 3,000	\$ 3,000	\$ 3,000
Dryer	\$ 1500	\$ 1500	\$ 1500
<i>-Cleaning Service</i>			
Tank Water Heater	\$ 1,500	\$ 2,000	\$ 1,500
Tankless Water Heater	\$ 2,000	\$ 2,500	\$ 2,000
Dryer	\$ 1500	\$ 1500	\$ 1500
<i>-Large Non-food Service</i>			
Tank Water Heater	\$ 1,500	\$ 2,000	\$ 1,500
Tankless Water Heater	\$ 2,000	\$ 2,500	\$ 2,000

PROGRAM ACCOMPLISHMENTS: For the reporting period January 1, 2025 through December 31, 2025, 611 incentives were paid. There were 15 Tank Water Heaters, 196 Fryers, 240 Tankless Water Heaters, 42 Ranges and 118 Dryers.

PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2025 through December 31, 2025 were \$1,317,130.

PROGRAM TITLE: Commercial Industrial Conversion Program (FCG)

PROGRAM DESCRIPTION:

The Commercial/Industrial Conversion Program is designed to promote the conversion of commercial and industrial inefficient non-gas equipment to energy efficient natural gas. The program offers incentives in the form of cash allowances to existing commercial and industrial businesses located in existing structures, to assist in defraying the incremental first costs associated with the installation of natural gas supply lines, internal piping, venting and equipment.

PROGRAM ALLOWANCES FPU: Not applicable

PROGRAM ALLOWANCES FCG:

Per 100,000 BTU rating \$75

PROGRAM ACCOMPLISHMENTS: For the reporting period January 1, 2025 through December 31, 2025, there were 39 participants.

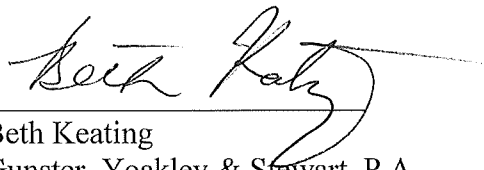
PROGRAM FISCAL EXPENDITURES: The expenditures for the reporting period of January 1, 2025 through December 31, 2025 were \$66,811.

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the Testimony and Exhibit KIL-1 of Kira Lake on behalf of Florida City Gas and Florida Public Utilities Company has been furnished by Electronic Mail to the following parties of record this 29th day of April 2026:

<p>Florida Public Utilities Company Michelle Napier Florida Public Utilities Company 1635 Meathe Drive West Palm Beach, FL 33411 Michelle_napier@chpk.com</p>	<p>J. Jeffrey Wahlen Virginia Ponder Matt Jones Ausley & McMullen P.O. Box 391 Tallahassee, FL 32302 jwahlen@ausley.com vponder@ausley.com mjones@ausley.com</p>
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<p>Peoples Gas System Charles T.Morgan II Karen Bramley P.O. Box 111 Tampa, FL 33601-0111 klbramley@tecoenergy.com ctmorganii@tecoenergy.com</p>	<p>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</p>

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