

**FLORIDA POWER & LIGHT COMPANY
COST RECOVERY CLAUSES
FORECASTED 2022 FPL STAND ALONE @10.55%**

CAPITAL STRUCTURE AND COST RATES (a)

	Adjusted Retail	Ratio	Midpoint Cost Rates	Weighted Cost	Pre-Tax Weighted Cost
Long term debt	16,156,859,166	31.663%	3.73%	1.1812%	1.18%
Short term debt	436,589,670	0.856%	1.04%	0.0089%	0.01%
Preferred stock	0	0.000%	0.00%	0.0000%	0.00%
Customer Deposits	421,573,154	0.826%	2.03%	0.0168%	0.02%
Common Equity ^(b)	24,477,984,867	47.971%	10.55%	5.0609%	6.78%
Deferred Income Tax	8,521,560,571	16.700%	0.00%	0.0000%	0.00%
Investment Tax Credits					
Zero cost	0	0.000%	0.00%	0.0000%	0.00%
Weighted cost	1,012,580,962	1.984%	7.84%	0.1555%	0.20%
TOTAL	\$51,027,148,389	100.00%		6.4234%	8.18%

CALCULATION OF THE WEIGHTED COST FOR CONVERTIBLE INVESTMENT TAX CREDITS (C-ITC) ^(c)

	Adjusted Retail	Ratio	Cost Rate	Weighted Cost	Pre-Tax Cost
Long term debt	\$16,156,859,166	39.76%	3.731%	1.483%	1.483%
Preferred Stock	0	0.00%	0.000%	0.000%	0.000%
Common Equity	24,477,984,867	60.24%	10.550%	6.355%	8.513%
TOTAL	\$40,634,844,033	100.00%		7.839%	9.996%
RATIO					

DEBT COMPONENTS:

Long term debt	1.1812%
Short term debt	0.0089%
Customer Deposits	0.0168%
Tax credits weighted	0.0294%
TOTAL DEBT	1.2364%

EQUITY COMPONENTS:

PREFERRED STOCK	0.0000%
COMMON EQUITY	5.0609%
TAX CREDITS -WEIGHTED	0.1261%
TOTAL EQUITY	5.1870%
TOTAL	6.4234%
PRE-TAX EQUITY	6.9480%
PRE-TAX TOTAL	8.1844%

Note:

(a) Forecasted capital structure includes a deferred income tax proration adjustment consistent with FPSC Order No. PSC-2020-0165-PAA-EU, Docket No. 20200118-EU.

(b) Cost rate for common equity represents FPL's mid-point return on equity approved by the FPSC in Order No. PSC-16-0560-AS-EI, Docket Nos. 160021-EI, 160061-EI, 160062-EI, and 160088-EI.

(c) This capital structure applies only to Convertible Investment Tax Credit (C-ITC)