



March 13, 2020

Mr. Bart Fletcher  
Public Utility Supervisor  
Surveillance Section  
Division of Accounting and Finance  
Florida Public Service Commission  
2540 Shumard Oak Boulevard  
Tallahassee, FL 32399-0820

Dear Mr. Fletcher:

Pursuant to Commission Rule 25-6.1352, enclosed please find Duke Energy Florida, LLC's Earnings Surveillance Report for the twelve months ended January 31, 2020.

The report includes the Company's actual rate of return computed on an end-of-period rate base, the Company's adjusted rate of return computed on an average rate base, the Company's end-of-period required rates of return, and certain financial integrity indicators for the twelve months ended January 31, 2020. The demand-related separation factors used for the jurisdictional amounts were from Order No. PSC-2017-0451-AS-EU.

If you have any questions, please feel free to contact me at (727) 820-5653.

Sincerely,

A handwritten signature in cursive script that reads "Marcia Olivier".

Marcia Olivier  
Director Rates & Regulatory Planning

Attachment  
xc: Mr. J. R. Kelly, Office of the Public Counsel

**DUKE ENERGY FLORIDA**  
**RATE OF RETURN REPORT SUMMARY**  
**Jan-20**

**SCHEDULE 1**

	(1) Actual Per Books	(2) FPSC Adjustments	(3) FPSC Adjusted	(4) Pro Forma Adjustments	(5) Pro Forma Adjusted
<b>I. AVERAGE RATE OF RETURN (Jurisdictional)</b>					
Net Operating Income	\$861,401,447 (a)	(\$22,615,033) (b)	\$838,786,415	(\$11,428,344)	\$827,358,071
Average Rate Base	\$14,528,929,152	(\$1,427,235,162)	\$13,101,693,990	\$0	\$13,101,693,990
Average Rate of Return	5.93%		6.40%		6.31%
<b>I. YEAR END RATE OF RETURN (Jurisdictional)</b>					
Net Operating Income	\$853,369,655	(\$14,583,240)	\$838,786,415		
Average Rate Base	\$15,224,162,719	(\$1,533,177,017)	\$13,690,985,702		
Average Rate of Return	5.61%		6.13%		

(a) INCLUDES AFUDC EARNINGS

(b) INCLUDES REVERSAL OF AFUDC EARNINGS

<b>III. REQUIRED RATES OF RETURN</b>	Average Capital Structure	End of Period Capital Structure
FPSC Adjusted Basis		
Low Point	5.84%	5.82%
Mid Point	6.25%	6.25%
High Point	6.67%	6.67%
Pro Forma Adjusted Basis		
Low Point	5.84%	5.82%
Mid Point	6.25%	6.25%
High Point	6.67%	6.67%

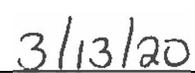
**IV. FINANCIAL INTEGRITY INDICATORS**

A. T.I.E. with AFUDC	3.75	(System Per Books Basis)
B. T.I.E without AFUDC	3.72	(System Per Books Basis)
C. AFUDC to Net Income	1.29%	(System Per Books Basis)
D. Internally Generated Funds	69.21%	(System Per Books Basis)
E. STD/LTD to Total Investor Funds		
LT Debt-Fixed to Total Investor Funds	47.88%	(FPSC Adjusted Basis)
ST Debt to Total Investor Funds	1.74%	(FPSC Adjusted Basis)
F. Return on Common Equity	10.86%	(FPSC Adjusted Basis)
	10.65%	(Pro Forma Adjusted Basis)
G. Current Allowed AFUDC Rate	6.46%	Docket 20190069-EI

I am aware that Section 837-06, Florida Statutes, provides:

Whoever knowingly makes a false statement in writing with the intent to mislead a public servant in the performance of his official duty shall be guilty of a misdemeanor of the second degree, punishable as provided in s. 775.082, s. 775.083, or s. 775-084

  
 Marcia Olivier, Director Rates & Regulatory Planning

  
 Date

	Plant in Service	Accum Depr & Amort	Net Plant in Service	Future Use & Appd Unrecov Plant	Const Work in Progress	Net Utility Plant	Working Capital	Total Average Rate Base
<b>System Per Books</b>	\$19,162,904,466	\$5,591,131,524	\$13,571,772,941	\$133,634,439	\$937,472,433	\$14,642,879,814	\$1,413,489,078	\$16,056,368,891
<b>Regulatory Base - Retail</b>	\$17,405,419,518	\$5,156,425,484	\$12,248,994,034	\$117,409,179	\$771,220,019	\$13,137,623,232	\$1,391,305,920	\$14,528,929,152
<b>FPSC Adjustments</b>								
ARO	(22,637,451)	(20,267,102)	(2,370,349)			(2,370,349)	(15,303,504)	(17,673,853)
ECCR	(22,336,311)	(16,377,833)	(5,958,477)			(5,958,477)	(20,669,190)	(26,627,667)
ECRC	(247,171,260)	(25,345,514)	(221,825,746)		(9,564,089)	(231,389,835)	(4,233,491)	(235,623,326)
FUEL	(8,082,918)	(7,830,875)	(252,043)			(252,043)	(100,845,878)	(101,097,921)
CCR							(122,667,857)	(122,667,857)
NUCLEAR							(17,844,066)	(17,844,066)
Over\Under Recovery-Clauses							(122,487,454)	(122,487,454)
Derivatives							3,418,658	3,418,658
Employee Related								
Investments Earning a Return							(203,655,070)	(203,655,070)
Jobbing Accounts							307,534	307,534
Non-Regulated and Miscellaneous	(44,354,302)	(36,120,217)	(8,234,085)	(87,379,077)		(95,613,162)	44,693,203	(50,919,959)
CWIP - AFUDC					(133,573,693)	(133,573,693)		(133,573,693)
Imputed Off Balance Sheet Obligations								
Capital Lease	(589,465,689)	(81,230,417)	(508,235,272)			(508,235,272)	496,133,153	(12,102,119)
Storm							(386,688,369)	(386,688,369)
<b>Total FPSC Adjustments</b>	<b>(934,047,930)</b>	<b>(187,171,958)</b>	<b>(746,875,972)</b>	<b>(87,379,077)</b>	<b>(143,137,781)</b>	<b>(977,392,830)</b>	<b>(449,842,332)</b>	<b>(1,427,235,162)</b>
<b>FPSC Adjusted</b>	<b>\$16,471,371,588</b>	<b>\$4,969,253,525</b>	<b>\$11,502,118,062</b>	<b>\$30,030,102</b>	<b>\$628,082,237</b>	<b>\$12,160,230,402</b>	<b>\$941,463,588</b>	<b>\$13,101,693,990</b>

**DUKE ENERGY FLORIDA**  
**Average Rate of Return - Income Statement**  
**Jan-20**

	Operating Revenues	Fuel & Net Interchange	O&M Other	Depr & Amort	Taxes Other than Income	Income Taxes Current	Deferred Income Tax (Net)	Gain/Loss on Disp. & Other	Total Operating Expenses	Net Operating Income
<b>System Per Books</b>	<b>5,065,924,150</b>	<b>1,991,243,006</b>	<b>975,936,209</b>	<b>646,732,076</b>	<b>387,599,902</b>	<b>(48,358,632)</b>	<b>174,622,581</b>		<b>4,127,775,143</b>	<b>938,149,007</b>
<b>Regulatory Base - Retail</b>	<b>4,769,226,021</b>	<b>1,892,006,256</b>	<b>936,858,645</b>	<b>601,323,113</b>	<b>373,710,656</b>	<b>(60,705,186)</b>	<b>172,662,882</b>		<b>3,915,856,366</b>	<b>853,369,655</b>
<b>FPSC Adjustments</b>										
ECCR	(105,205,921)		(99,733,663)	(3,817,401)		(419,423)			(103,970,488)	(1,235,433)
ECRC	(53,683,722)		(24,173,220)	(10,174,433)	(1,449,638)	(4,533,316)			(40,330,608)	(13,353,114)
FUEL	(1,535,164,443)	(1,521,785,790)	(1,102,089)	(6,551,340)		(1,451,058)			(1,530,890,277)	(4,274,167)
CCR	(385,639,330)	(370,220,466)	(277,660)	(6,517,692)		(2,185,629)			(379,201,447)	(6,437,883)
NUCLEAR	(40,034,991)		(128,292)	(39,791,419)		(29,218)			(39,948,928)	(86,062)
Non-Regulated and Miscellaneous				(227,898)		57,761			(170,137)	170,137
Coporate Aircraft Allocation			(2,438,471)			618,031			(1,820,441)	1,820,441
Franchise Fee & Gross Receipts	(230,851,454)		(166,213)			(58,467,174)			(58,633,387)	(172,218,067)
Franchise Fees & Gross Rec Tax - TOI					(234,581,372)	59,454,649			(175,126,724)	175,126,724
Gain/Loss on Disposition & Other						64,431		(254,215)	(189,784)	189,784
Inst./Promotional Advertising			(974,544)			246,998			(727,546)	727,546
Miscellaneous Interest Expense			84,842			(21,503)			63,339	(63,339)
Remove Assoc/Organization Dues			(92,050)			23,330			(68,720)	68,720
Remove Economic Development			(57,305)			14,524			(42,781)	42,781
Parent Debt Adjustment						(10,801,328)			(10,801,328)	10,801,328
Directors & Officers Premium			(1,025,427)			259,895			(765,533)	765,533
Interest Synchronization - FPSC						6,628,168			6,628,168	(6,628,168)
<b>Total FPSC Adjustments</b>	<b>(2,350,579,861)</b>	<b>(1,892,006,256)</b>	<b>(130,084,092)</b>	<b>(67,080,184)</b>	<b>(236,031,011)</b>	<b>(10,540,864)</b>		<b>(254,215)</b>	<b>(2,335,996,621)</b>	<b>(14,583,240)</b>
<b>FPSC Adjusted</b>	<b>2,418,646,161</b>		<b>806,774,553</b>	<b>534,242,929</b>	<b>137,679,646</b>	<b>(71,246,049)</b>	<b>172,662,882</b>	<b>(254,215)</b>	<b>1,579,859,746</b>	<b>838,786,415</b>
<b>Pro Forma Adjustments</b>										
Weather Normalization	(15,308,210)					(3,879,866)			(3,879,866)	(11,428,344)
<b>Total Pro Forma Adjustments</b>	<b>(15,308,210)</b>					<b>(3,879,866)</b>			<b>(3,879,866)</b>	<b>(11,428,344)</b>
<b>Pro Forma Adjusted</b>	<b>2,403,337,951</b>		<b>806,774,553</b>	<b>534,242,929</b>	<b>137,679,646</b>	<b>(75,125,915)</b>	<b>172,662,882</b>	<b>(254,215)</b>	<b>1,575,979,880</b>	<b>827,358,071</b>
<b>Current Month</b>										
System Per Books	337,903,386	115,521,866	76,042,058	49,707,191	28,536,740	10,720,879	(4,395,119)		276,133,615	61,769,771
FPSC Adjusted	176,092,839		63,827,926	45,089,238	12,746,087	(1,893,472)	6,837,310	(21,262)	126,585,828	49,507,011

(a) The addition of earnings from AFUDC charges would increase the System NOI by 9,763,212 pretax  
(b) The addition of earnings from AFUDC charges would increase the Jurisdictional NOI by 8,031,793 pretax

**DUKE ENERGY FLORIDA**  
**Average Rate of Return - Adjustment**  
**Jan-20**

Notes	Rate Base Adjustments	P=ProForma F=FPSC	System	Retail
	ARO	F	(17,673,853)	(17,673,853)
	ECCR	F	(26,627,667)	(26,627,667)
	ECRC	F	(254,270,593)	(235,623,326)
	FUEL	F	(101,117,228)	(101,097,921)
	CCR	F	(122,667,857)	(122,667,857)
	NUCLEAR	F	(17,844,066)	(17,844,066)
	Over\Under Recovery-Clauses	F	(122,487,454)	(122,487,454)
	Derivatives	F	3,418,658	3,418,658
	Investments Earning a Return	F	(203,655,070)	(203,655,070)
	Jobbing Accounts	F	307,534	307,534
	Non-Regulated and Miscellaneous	F	(57,613,205)	(50,919,959)
(1)	CWIP - AFUDC	F	(163,081,657)	(133,573,693)
(2)	Capital Lease - EPIS	F	(551,101,020)	(508,235,272)
(2)	Capital Lease - Working Capital	F	532,211,790	496,133,153
	Storm	F	(386,688,369)	(386,688,369)
	<b>Total</b>		<b>(1,488,890,057)</b>	<b>(1,427,235,162)</b>

Notes	Income Statement Adjustments (to NOI)	P=ProForma F=FPSC	System		Retail	
			Amount	Income Tax Effect	Amount	Income Tax Effect
	ECCR	F	(1,654,857)	419,423	(1,654,857)	419,423
	ECRC	F	(15,330,310)	3,885,467	(17,886,430)	4,533,316
	FUEL	F	(6,025,516)	1,527,167	(5,725,225)	1,451,058
	CCR	F	(8,623,512)	2,185,629	(8,623,512)	2,185,629
	NUCLEAR	F	(115,280)	29,218	(115,280)	29,218
	Non-Regulated and Miscellaneous	F	227,898	(57,761)	227,898	(57,761)
(2)	Coporate Aircraft Allocation	F	2,615,796	(662,974)	2,438,471	(618,031)
(1)	Franchise Fee & Gross Receipts	F	(230,685,241)	58,467,174	(230,685,241)	58,467,174
(1)	Franchise Fees & Gross Rec Tax - TOI	F	234,581,372	(59,454,649)	234,581,372	(59,454,649)
(1)	Gain/Loss on Disposition & Other	F	273,688	(69,366)	254,215	(64,431)
(1)	Inst./Promotional Advertising	F	1,045,412	(264,960)	974,544	(246,998)
(1)	Miscellaneous Interest Expense	F	(91,012)	23,067	(84,842)	21,503
(1)	Remove Assoc/Organization Dues	F	98,744	(25,027)	92,050	(23,330)
(3)	Remove Economic Development	F	61,472	(15,580)	57,305	(14,524)
(2)	Parent Debt Adjustment	F		11,951,967		10,801,328
(2)	Directors & Officers Premium	F	1,099,996	(278,794)	1,025,427	(259,895)
(1)	Interest Synchronization - FPSC	F		(6,893,140)		(6,628,168)
	<b>Total</b>		<b>(22,521,349)</b>	<b>10,766,863</b>	<b>(25,124,104)</b>	<b>10,540,864</b>

Notes: (1) Docket No. 910890-EI, Order No. PSC 92-0208-FOF-EI  
(2) Docket No. 090079-EI, Order No. PSC 10-0131-FOF-EI  
(3) Rule 25-6.0426 Recovery of Econ Dev Expenses

	Plant in Service	Accum Depr & Amort	Net Plant in Service	Future Use & Appd Unrecov Plant	Const Work in Progress	Net Utility Plant	Working Capital	Total Period End Rate Base
<b>System Per Books</b>	\$19,966,719,866	\$5,739,865,059	\$14,226,854,806	\$135,974,616	\$1,041,436,929	\$15,404,266,351	\$1,413,431,980	\$16,817,698,331
Regulatory Base - Retail	\$18,147,343,869	\$5,298,896,790	\$12,848,447,079	\$118,320,091	\$866,089,629	\$13,832,856,799	\$1,391,305,920	\$15,224,162,719
<b>FPSC Adjustments</b>								
ARO	(26,854,825)	(22,803,703)	(4,051,122)			(4,051,122)	(15,303,504)	(19,354,626)
ECCR	(22,272,684)	(18,094,972)	(4,177,712)			(4,177,712)	(20,669,190)	(24,846,902)
ECRC	(253,213,611)	(28,628,908)	(224,584,703)		(8,604,196)	(233,188,898)	(4,233,491)	(237,422,389)
FUEL	(8,082,918)	(7,891,844)	(191,074)			(191,074)	(100,845,878)	(101,036,952)
CCR							(122,667,857)	(122,667,857)
NUCLEAR							(17,844,066)	(17,844,066)
Over\Under Recovery-Clauses							(122,487,454)	(122,487,454)
Derivatives							3,418,658	3,418,658
Investments Earning a Return							(203,655,070)	(203,655,070)
Jobbing Accounts							307,534	307,534
Non-Regulated and Miscellaneous	(43,930,101)	(36,801,038)	(7,129,063)	(87,379,077)		(94,508,141)	44,693,203	(49,814,938)
CWIP - AFUDC					(265,168,041)	(265,168,041)		(265,168,041)
Capital Lease	(650,556,433)	(168,506,736)	(482,049,698)			(482,049,698)	496,133,153	14,083,455
Storm							(386,688,369)	(386,688,369)
<b>Total FPSC Adjustments</b>	<b>(1,004,910,571)</b>	<b>(282,727,200)</b>	<b>(722,183,371)</b>	<b>(87,379,077)</b>	<b>(273,772,236)</b>	<b>(1,083,334,685)</b>	<b>(449,842,332)</b>	<b>(1,533,177,017)</b>
<b>FPSC Adjusted</b>	<b>17,142,433,298</b>	<b>5,016,169,590</b>	<b>12,126,263,708</b>	<b>30,941,014</b>	<b>592,317,393</b>	<b>12,749,522,114</b>	<b>941,463,588</b>	<b>13,690,985,702</b>

	Operating Revenues	Fuel & Net Interchange	O&M Other	Depr & Amort	Taxes Other than Income	Income Taxes Current	Deferred Income Tax (Net)	Gain/Loss on Disposition & Other	Total Operating Expenses	Net Operating Income
<b>System Per Books</b>	<b>5,065,924,150</b>	<b>1,991,243,006</b>	<b>975,936,209</b>	<b>646,732,076</b>	<b>387,599,902</b>	<b>(48,358,632)</b>	<b>174,622,581</b>		<b>4,127,775,143</b>	<b>938,149,007</b>
<b>Regulatory Base - Retail</b>	<b>4,769,226,021</b>	<b>1,892,006,256</b>	<b>936,858,645</b>	<b>601,323,113</b>	<b>373,710,656</b>	<b>(60,705,186)</b>	<b>172,662,882</b>		<b>3,915,856,366</b>	<b>853,369,655</b>
<b>FPSC Adjustments</b>										
ECCR	(105,205,921)		(99,733,663)	(3,817,401)		(419,423)			(103,970,488)	(1,235,433)
ECRC	(53,683,722)		(24,173,220)	(10,174,433)	(1,449,638)	(4,533,316)			(40,330,608)	(13,353,114)
FUEL	(1,535,164,443)	(1,521,785,790)	(1,102,089)	(6,551,340)		(1,451,058)			(1,530,890,277)	(4,274,167)
CCR	(385,639,330)	(370,220,466)	(277,660)	(6,517,692)		(2,185,629)			(379,201,447)	(6,437,883)
NUCLEAR	(40,034,991)		(128,292)	(39,791,419)		(29,218)			(39,948,928)	(86,062)
Non-Regulated and Miscellaneous				(227,898)		57,761			(170,137)	170,137
Coporate Aircraft Allocation			(2,438,471)			618,031			(1,820,441)	1,820,441
Franchise Fee & Gross Receipts	(230,851,454)		(166,213)			(58,467,174)			(58,633,387)	(172,218,067)
Franchise Fees & Gross Rec Tax - TOI					(234,581,372)	59,454,649			(175,126,724)	175,126,724
Gain/Loss on Disposition & Other						64,431	(254,215)		(189,784)	189,784
Inst./Promotional Advertising			(974,544)			246,998			(727,546)	727,546
Miscellaneous Interest Expense			84,842			(21,503)			63,339	(63,339)
Remove Assoc/Organization Dues			(92,050)			23,330			(68,720)	68,720
Remove Economic Development			(57,305)			14,524			(42,781)	42,781
Parent Debt Adjustment						(10,801,328)			(10,801,328)	10,801,328
Directors & Officers Premium			(1,025,427)			259,895			(765,533)	765,533
Interest Synchronization - FPSC						6,628,168			6,628,168	(6,628,168)
<b>Total FPSC Adjustments</b>	<b>(2,350,579,861)</b>	<b>(1,892,006,256)</b>	<b>(130,084,092)</b>	<b>(67,080,184)</b>	<b>(236,031,011)</b>	<b>(10,540,864)</b>		<b>(254,215)</b>	<b>(2,335,996,621)</b>	<b>(14,583,240)</b>
<b>FPSC Adjusted</b>	<b>2,418,646,161</b>		<b>806,774,553</b>	<b>534,242,929</b>	<b>137,679,646</b>	<b>(71,246,049)</b>	<b>172,662,882</b>	<b>(254,215)</b>	<b>1,579,859,746</b>	<b>838,786,415</b>

(a) The addition of earnings from AFUDC charges would increase the System NOI by 9,763,212 pretax  
(b) The addition of earnings from AFUDC charges would increase the Jurisdictional NOI by 8,031,793 pretax

Notes	Rate Base Adjustments	P=ProForma F=FPSC	System	Retail
	ARO	F	(19,354,626)	(19,354,626)
	ECCR	F	(24,846,902)	(24,846,902)
	ECRC	F	(256,230,977)	(237,422,389)
	FUEL	F	(101,051,588)	(101,036,952)
	CCR	F	(122,667,857)	(122,667,857)
	NUCLEAR	F	(17,844,066)	(17,844,066)
	Over\Under Recovery-Clauses	F	(122,487,454)	(122,487,454)
	Derivatives	F	3,418,658	3,418,658
	Investments Earning a Return	F	(203,655,070)	(203,655,070)
	Jobbing Accounts	F	307,534	307,534
	Non-Regulated and Miscellaneous	F	(56,508,183)	(49,814,938)
(1)	CWIP - AFUDC	F	(311,185,035)	(265,168,041)
(2)	Capital Lease - EPIS	F	(529,357,944)	(482,049,698)
(2)	Capital Lease - Working Capital	F	532,211,790	496,133,153
	Storm	F	(386,688,369)	(386,688,369)
	<b>Total</b>		<b>(1,615,940,090)</b>	<b>(1,533,177,017)</b>

Notes	Income Statement Adjustments (to NOI)	P=ProForma F=FPSC	System		Retail	
			Amount	Income Tax Effect	Amount	Income Tax Effect
	ECCR	F	(1,654,857)	419,423	(1,654,857)	419,423
	ECRC	F	(15,330,310)	3,885,467	(17,886,430)	4,533,316
	FUEL	F	(6,025,516)	1,527,167	(5,725,225)	1,451,058
	CCR	F	(8,623,512)	2,185,629	(8,623,512)	2,185,629
	NUCLEAR	F	(115,280)	29,218	(115,280)	29,218
	Non-Regulated and Miscellaneous	F	227,898	(57,761)	227,898	(57,761)
(2)	Corporate Aircraft Allocation	F	2,615,796	(662,974)	2,438,471	(618,031)
(1)	Franchise Fee & Gross Receipts	F	(230,685,241)	58,467,174	(230,685,241)	58,467,174
(1)	Franchise Fees & Gross Rec Tax - TOI	F	234,581,372	(59,454,649)	234,581,372	(59,454,649)
(1)	Gain/Loss on Disposition & Other	F	273,688	(69,366)	254,215	(64,431)
(1)	Inst./Promotional Advertising	F	1,045,412	(264,960)	974,544	(246,998)
(1)	Miscellaneous Interest Expense	F	(91,012)	23,067	(84,842)	21,503
(1)	Remove Assoc/Organization Dues	F	98,744	(25,027)	92,050	(23,330)
(3)	Remove Economic Development	F	61,472	(15,580)	57,305	(14,524)
(2)	Parent Debt Adjustment	F		11,951,967		10,801,328
(2)	Directors & Officers Premium	F	1,099,996	(278,794)	1,025,427	(259,895)
(1)	Interest Synchronization - FPSC	F		(6,893,140)		(6,628,168)
	<b>Total</b>		<b>(22,521,349)</b>	<b>10,766,863</b>	<b>(25,124,104)</b>	<b>10,540,864</b>

Notes: (1) Docket No. 910890-EI, Order No. PSC 92-0208-FOF-EI  
(2) Docket No. 090079-EI, Order No. PSC 10-0131-FOF-EI  
(3) Rule 25-6.0426 Recovery of Econ Dev Expenses

**DUKE ENERGY FLORIDA**  
**Average - Capital Structure**  
**Pro Forma Adjusted Basis**  
**Jan-20**

	System Per Books	Retail Per Books	Pro Rata Adjustments	Specific Adjustments	Adjusted Retail	Cap Ratio	Low-Point		Mid-Point		High-Point	
							Cost Rate	Weighted Cost	Cost Rate	Weighted Cost	Cost Rate	Weighted Cost
Common Equity	6,481,752,682	5,857,318,443	(446,160,539)	(14,012,604)	5,397,145,299	41.19%	9.50%	3.91%	10.50%	4.33%	11.50%	4.74%
Long Term Debt	6,143,864,566	5,551,981,539	(422,902,579)		5,129,078,960	39.15%	4.66%	1.82%	4.66%	1.82%	4.66%	1.82%
Short Term Debt *	256,567,674	231,850,650	(17,660,404)	(27,469,538)	186,720,708	1.43%	3.10%	0.04%	3.10%	0.04%	3.10%	0.04%
Customer Deposits												
Active	199,278,060	199,278,060	(15,179,302)		184,098,758	1.41%	2.42%	0.03%	2.42%	0.03%	2.42%	0.03%
Inactive	1,959,895	1,959,895	(149,288)		1,810,607	0.01%						
Investment Tax Credits **	48,815,575	44,112,817	(3,360,138)		40,752,679	0.31%	7.14%	0.02%	7.66%	0.02%	8.17%	0.03%
Deferred Income Taxes	2,924,130,438	2,642,427,748	(201,277,598)	(279,063,170)	2,162,086,979	16.50%						
<b>Total</b>	<b>16,056,368,891</b>	<b>14,528,929,152</b>	<b>(1,106,689,849)</b>	<b>(320,545,313)</b>	<b>13,101,693,990</b>	<b>100.00%</b>		<b>5.84%</b>		<b>6.25%</b>		<b>6.67%</b>
<p>* Daily Weighted Average  ** Cost Rates Calculated Per IRS Ruling</p>												

DUKE ENERGY FLORIDA  
End of Period - Capital Structure  
Pro Forma Adjusted Basis  
Jan-20

	System Per Books	Retail Per Books	Pro Rata Adjustments	Specific Adjustments	Adjusted Retail	Cap Ratio	Low-Point		Mid-Point		High-Point	
							Cost Rate	Weighted Cost	Cost Rate	Weighted Cost	Cost Rate	Weighted Cost
Common Equity	6,829,852,266	6,184,390,293	(414,759,476)	(13,438,981)	5,756,191,836	42.04%	9.50%	3.99%	10.50%	4.41%	11.50%	4.84%
Long Term Debt	6,518,048,503	5,902,053,854	(395,824,430)		5,506,229,424	40.22%	4.39%	1.77%	4.39%	1.77%	4.39%	1.77%
Short Term Debt *	185,605,000	168,064,215	(11,271,317)	(225,423,668)	(68,630,770)	(0.50%)	1.38%	(0.01%)	1.38%	(0.01%)	1.38%	(0.01%)
Customer Deposits												
Active	199,143,346	199,143,346	(13,355,656)		185,787,690	1.36%	2.42%	0.03%	2.42%	0.03%	2.42%	0.03%
Inactive	1,718,826	1,718,826	(115,274)		1,603,552	0.01%						
Investment Tax Credits **	86,867,569	78,658,063	(5,275,245)		73,382,817	0.54%	7.00%	0.04%	7.51%	0.04%	8.03%	0.04%
Deferred Income Taxes	2,970,902,185	2,690,134,122	(180,415,298)	(273,297,671)	2,236,421,153	16.33%						
<b>Total</b>	<b>16,792,137,694</b>	<b>15,224,162,719</b>	<b>(1,021,016,697)</b>	<b>(512,160,320)</b>	<b>13,690,985,702</b>	<b>100.00%</b>		<b>5.82%</b>		<b>6.25%</b>		<b>6.67%</b>
* Daily Weighted Average ** Cost Rates Calculated Per IRS Ruling												

	System Per Books	Retail Per Books	Pro Rata Adjustments	Specific Adjustments	Adjusted Retail	Cap Ratio	Low-Point		Mid-Point		High-Point	
							Cost Rate	Weighted Cost	Cost Rate	Weighted Cost	Cost Rate	Weighted Cost
Common Equity	6,481,752,682	5,857,318,443	(446,160,539)	(14,012,604)	5,397,145,299	41.19%	9.50%	3.91%	10.50%	4.33%	11.50%	4.74%
Long Term Debt	6,143,864,566	5,551,981,539	(422,902,579)		5,129,078,960	39.15%	4.66%	1.82%	4.66%	1.82%	4.66%	1.82%
Short Term Debt *	256,567,674	231,850,650	(17,660,404)	(27,469,538)	186,720,708	1.43%	3.10%	0.04%	3.10%	0.04%	3.10%	0.04%
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<b>Total</b>	<b>16,056,368,891</b>	<b>14,528,929,152</b>	<b>(1,106,689,849)</b>	<b>(320,545,313)</b>	<b>13,101,693,990</b>	<b>100.00%</b>		<b>5.84%</b>		<b>6.25%</b>		<b>6.67%</b>
* Daily Weighted Average												
** Cost Rates Calculated Per IRS Ruling												

DUKE ENERGY FLORIDA  
End of Period - Capital Structure  
FPSC Adjusted Basis  
Jan-20

	System Per Books	Retail Per Books	Pro Rata Adjustments	Specific Adjustments	Adjusted Retail	Cap Ratio	Low-Point		Mid-Point		High-Point	
							Cost Rate	Weighted Cost	Cost Rate	Weighted Cost	Cost Rate	Weighted Cost
Common Equity	6,829,852,266	6,184,390,293	(414,759,476)	(13,438,981)	5,756,191,836	42.04%	9.50%	3.99%	10.50%	4.41%	11.50%	4.84%
Long Term Debt	6,518,048,503	5,902,053,854	(395,824,430)		5,506,229,424	40.22%	4.39%	1.77%	4.39%	1.77%	4.39%	1.77%
Short Term Debt *	185,605,000	168,064,215	(11,271,317)	(225,423,668)	(68,630,770)	(0.50%)	1.38%	(0.01%)	1.38%	(0.01%)	1.38%	(0.01%)
Customer Deposits												
Active	199,143,346	199,143,346	(13,355,656)		185,787,690	1.36%	2.42%	0.03%	2.42%	0.03%	2.42%	0.03%
Inactive	1,718,826	1,718,826	(115,274)		1,603,552	0.01%						
Investment Tax Credits **	86,867,569	78,658,063	(5,275,245)		73,382,817	0.54%	7.00%	0.04%	7.51%	0.04%	8.03%	0.04%
Deferred Income Taxes	2,970,902,185	2,690,134,122	(180,415,298)	(273,297,671)	2,236,421,153	16.33%						
<b>Total</b>	<b>16,792,137,694</b>	<b>15,224,162,719</b>	<b>(1,021,016,697)</b>	<b>(512,160,320)</b>	<b>13,690,985,702</b>	<b>100.00%</b>		<b>5.82%</b>		<b>6.25%</b>		<b>6.67%</b>

\* Daily Weighted Average

\*\* Cost Rates Calculated Per IRS Ruling

**A. TIMES INTEREST EARNED WITH AFUDC**

EARNINGS BEFORE INTEREST	\$	1,006,708,824
AFUDC - DEBT	\$	2,787,534
INCOME TAXES		145,772,579
TOTAL	\$	1,155,268,937
INTEREST CHARGES (before deducting AFUDC-Debt)	\$	307,938,012
TIE WITH AFUDC		<b>3.75</b>

**B. TIMES INTEREST EARNED WITHOUT AFUDC**

EARNINGS BEFORE INTEREST	\$	1,006,708,824
AFUDC - EQUITY		(6,975,677)
INCOME TAXES		145,772,579
TOTAL	\$	1,145,505,726
INTEREST CHARGES (before deducting AFUDC-Debt & CR3 reg asset carrying charge)	\$	307,938,012
TIE WITHOUT AFUDC		<b>3.72</b>

**C. PERCENT AFUDC TO NET INCOME AVAILABLE  
FOR COMMON SHAREHOLDERS**

AFUDC DEBT	\$	2,787,534
X (1- INCOME TAX RATE)		0.74655
SUBTOTAL	\$	2,081,034
AFUDC -EQUITY	\$	6,975,677
TOTAL	\$	9,056,711
NET INCOME AVAILABLE FOR COMMON STOCKHOLDERS	\$	701,150,879
PERCENT AFUDC TO AVAILABLE NET INCOME		<b>1.29%</b>

**D. PERCENT INTERNALLY GENERATED FUNDS\***

NET INCOME	\$	691,990,904
COMMON DIVIDENDS		-
AFUDC (EQUITY)		(6,153,688)
DEPRECIATION & AMORTIZATION		815,470,830
DEFERRED INCOME TAXES		180,024,839
INVESTMENT TAX CREDITS		-
OTHER - INC NUCLEAR DECOMMISSIONING		69,641,924
OTHER FUNDS - INCLUDING CHANGE IN WORKING CAPITAL		(474,504,803)
TOTAL FUNDS PROVIDED	\$	1,276,470,006

CONSTRUCTION EXPENDITURES (EXCLUDING AFUDC EQUITY & DEBT)	\$	1,844,278,343
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PERCENTAGE INTERNALLY GENERATED FUNDS **69.21%**  
\*As of December 2019 (updated quarterly)

**E. SHORT TERM DEBT/LONG TERM DEBT AS AS A  
A PERCENT OF TOTAL INVESTOR CAPITAL**

Common Equity	\$	5,397,145,299
Long Term Debt	\$	5,129,078,960
Short Term Debt	\$	186,720,708
TOTAL	\$	10,712,944,967

% LONG TERM DEBT TO TOTAL **47.88%**  
% SHORT TERM DEBT TO TOTAL **1.74%**

**F. FPSC ADJUSTED AVERAGE  
JURISDICTIONAL AND PROFORMA  
RETURN ON COMMON EQUITY**

	Pro Forma	FPSC
FPSC AVERAGE		
EARNED RATE OF RETURN	6.31%	6.40%
LESS RETAIL WEIGHTED AVERAGE COST RATES FOR:		
LONG TERM DEBT	1.82%	1.82%
SHORT TERM DEBT	0.04%	0.04%
CUSTOMER DEPOSITS	0.03%	0.03%
DEFERRED INCOME TAXES		
INVESTMENT TAX CREDITS	0.02%	0.02%
DEFERRED INCOME TAX (FAS 109)		
SUBTOTAL	1.93%	1.93%
TOTAL	4.39%	4.48%
DIVIDED BY COMMON EQUITY RATIO	41.19%	41.19%
JURISDICTIONAL RETURN ON COMMON EQUITY	<b>10.65%</b>	<b>10.86%</b>