



June 15, 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 April 30, 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 April 30, 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 black ink 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**  
**Apr-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	\$875,750,291 (a)	(\$23,190,071) (b)	\$852,560,221	(\$29,425,778)	\$823,134,443
Average Rate Base	\$14,807,501,654	(\$1,444,702,470)	\$13,362,799,185	\$0	\$13,362,799,185
Average Rate of Return	5.91%		6.38%		6.16%
<b>I. YEAR END RATE OF RETURN (Jurisdictional)</b>					
Net Operating Income	\$864,664,741	(\$12,104,520)	\$852,560,221		
Average Rate Base	\$15,525,833,493	(\$1,485,773,157)	\$14,040,060,336		
Average Rate of Return	5.57%		6.07%		
(a) INCLUDES AFUDC EARNINGS					
(b) INCLUDES REVERSAL OF AFUDC EARNINGS					

<b>III. REQUIRED RATES OF RETURN</b>	<b>Average Capital Structure</b>	<b>End of Period Capital Structure</b>
FPSC Adjusted Basis		
Low Point	5.83%	5.77%
Mid Point	6.25%	6.19%
High Point	6.66%	6.61%
Pro Forma Adjusted Basis		
Low Point	5.83%	5.77%
Mid Point	6.25%	6.19%
High Point	6.66%	6.61%

**IV. FINANCIAL INTEGRITY INDICATORS**

A. T.I.E. with AFUDC	3.85	(System Per Books Basis)
B. T.I.E without AFUDC	3.81	(System Per Books Basis)
C. AFUDC to Net Income	1.74%	(System Per Books Basis)
D. Internally Generated Funds	82.82%	(System Per Books Basis)
E. STD/LTD to Total Investor Funds		
LT Debt-Fixed to Total Investor Funds	47.48%	(FPSC Adjusted Basis)
ST Debt to Total Investor Funds	1.99%	(FPSC Adjusted Basis)
F. Return on Common Equity	10.82%	(FPSC Adjusted Basis)
	10.29%	(Pro Forma Adjusted Basis)
G. Current Allowed AFUDC Rate	6.07%	Docket 20200062-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

06/15/2020

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>	<b>\$19,557,142,949</b>	<b>\$5,665,409,812</b>	<b>\$13,891,733,137</b>	<b>\$134,596,101</b>	<b>\$986,993,878</b>	<b>\$15,013,323,116</b>	<b>\$1,378,548,834</b>	<b>\$16,391,871,950</b>
<b>Regulatory Base - Retail</b>	<b>\$17,743,734,475</b>	<b>\$5,225,275,863</b>	<b>\$12,518,458,612</b>	<b>\$118,222,018</b>	<b>\$816,791,553</b>	<b>\$13,453,472,183</b>	<b>\$1,354,029,471</b>	<b>\$14,807,501,654</b>
<b>FPSC Adjustments</b>								
ARO	(23,624,401)	(21,793,273)	(1,831,128)			(1,831,128)	(16,441,918)	(18,273,046)
ECCR	(46,922,240)	(17,146,450)	(29,775,790)			(29,775,790)	(20,692,052)	(50,467,842)
ECRC	(253,156,940)	(26,855,866)	(226,301,074)		(5,698,843)	(231,999,917)	(4,202,602)	(236,202,518)
FUEL	(7,417,243)	(7,201,322)	(215,921)			(215,921)	(98,112,931)	(98,328,852)
CCR							(123,503,459)	(123,503,459)
NUCLEAR							(9,729,833)	(9,729,833)
Over\Under Recovery-Clauses							(76,292,811)	(76,292,811)
Derivatives							3,184,619	3,184,619
Investments Earning a Return							(213,156,125)	(213,156,125)
Jobbing Accounts							673,115	673,115
Non-Regulated and Miscellaneous	(43,952,595)	(36,462,675)	(7,489,920)	(87,379,077)		(94,868,997)	44,024,916	(50,844,081)
CWIP - AFUDC					(178,538,283)	(178,538,283)		(178,538,283)
Capital & Operating Leases	(615,660,407)	(120,780,455)	(494,879,952)			(494,879,952)	479,213,093	(15,666,859)
Storm							(377,556,493)	(377,556,493)
<b>Total FPSC Adjustments</b>	<b>(990,733,825)</b>	<b>(230,240,040)</b>	<b>(760,493,785)</b>	<b>(87,379,077)</b>	<b>(184,237,126)</b>	<b>(1,032,109,988)</b>	<b>(412,592,481)</b>	<b>(1,444,702,470)</b>
<b>FPSC Adjusted</b>	<b>\$16,753,000,650</b>	<b>\$4,995,035,823</b>	<b>\$11,757,964,827</b>	<b>\$30,842,940</b>	<b>\$632,554,427</b>	<b>\$12,421,362,195</b>	<b>\$941,436,990</b>	<b>\$13,362,799,185</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 Disp. & Other	Total Operating Expenses	Net Operating Income
<b>System Per Books</b>	<b>5,098,382,055</b>	<b>1,957,679,142</b>	<b>996,949,549</b>	<b>648,632,592</b>	<b>385,451,809</b>	<b>(14,541,763)</b>	<b>163,607,124</b>		<b>4,137,778,453</b>	<b>960,603,603</b>
Regulatory Base - Retail	4,791,246,473	1,861,736,289	957,170,096	601,673,623	371,707,722	(12,688,010)	146,982,012		3,926,581,732	864,664,741
<b>FPSC Adjustments</b>										
ECCR	(109,629,674)		(104,735,717)	(3,805,574)		(266,891)			(108,808,183)	(821,491)
ECRC	(48,516,766)		(21,354,720)	(8,287,149)	(1,448,759)	(4,273,206)			(35,363,835)	(13,152,931)
FUEL	(1,490,908,953)	(1,476,126,566)	(1,069,798)	(6,551,340)		(1,756,069)			(1,485,503,773)	(5,405,181)
CCR	(397,174,267)	(385,609,723)	(285,965)	(6,517,692)		(1,167,456)			(393,580,836)	(3,593,431)
NUCLEAR	(28,834,615)		(120,988)	(28,719,194)		1,365			(28,838,817)	4,202
Non-Regulated and Miscellaneous				36,048		(8,840)			27,208	(27,208)
Coporate Aircraft Allocation			(2,532,077)			620,911			(1,911,165)	1,911,165
Franchise Fee & Gross Receipts	(231,784,248)		(166,885)			(56,796,793)			(56,963,678)	(174,820,571)
Franchise Fees & Gross Rec Tax - TOI					(234,972,026)	57,619,417			(177,352,609)	177,352,609
Gain/Loss on Disposition & Other						62,566		(255,142)	(192,577)	192,577
Inst./Promotional Advertising			(1,103,831)			270,679			(833,152)	833,152
Miscellaneous Interest Expense			84,999			(20,843)			64,156	(64,156)
Remove Assoc/Organization Dues			(92,050)			22,572			(69,478)	69,478
Remove Economic Development			(57,305)			14,052			(43,252)	43,252
Parent Debt Adjustment						(10,628,099)			(10,628,099)	10,628,099
Directors & Officers Premium			(1,027,454)			251,950			(775,503)	775,503
Interest Synchronization - FPSC						6,028,400			6,028,400	(6,028,400)
Storm	(26,150,179)		(26,148,604)			(386)			(26,148,990)	(1,189)
<b>Total FPSC Adjustments</b>	<b>(2,332,998,703)</b>	<b>(1,861,736,289)</b>	<b>(158,610,395)</b>	<b>(53,844,901)</b>	<b>(236,420,786)</b>	<b>(10,026,669)</b>		<b>(255,142)</b>	<b>(2,320,894,182)</b>	<b>(12,104,520)</b>
<b>FPSC Adjusted</b>	<b>2,458,247,771</b>		<b>798,559,701</b>	<b>547,828,722</b>	<b>135,286,936</b>	<b>(22,714,679)</b>	<b>146,982,012</b>	<b>(255,142)</b>	<b>1,605,687,550</b>	<b>852,560,221</b>
<b>Pro Forma Adjustments</b>										
Weather Normalization	(38,985,807)					(9,560,029)			(9,560,029)	(29,425,778)
<b>Total Pro Forma Adjustments</b>	<b>(38,985,807)</b>					<b>(9,560,029)</b>			<b>(9,560,029)</b>	<b>(29,425,778)</b>
<b>Pro Forma Adjusted</b>	<b>2,419,261,964</b>		<b>798,559,701</b>	<b>547,828,722</b>	<b>135,286,936</b>	<b>(32,274,708)</b>	<b>146,982,012</b>	<b>(255,142)</b>	<b>1,596,127,521</b>	<b>823,134,443</b>
<b>Current Month</b>										
System Per Books	398,407,274	141,569,873	85,405,349	52,834,901	31,949,617	16,409,717	(4,411,499)		323,757,958	74,649,316
FPSC Adjusted	194,998,400		57,207,854	47,592,657	12,106,520	(1,077,200)	12,119,413	(21,262)	127,927,982	67,070,418

(a) The addition of earnings from AFUDC charges would increase the System NOI by 13,395,548 pretax  
(b) The addition of earnings from AFUDC charges would increase the Jurisdictional NOI by 11,085,550 pretax

DUKE ENERGY FLORIDA  
Average Rate of Return - Adjustment  
Apr-20

Schedule 2  
Page 3 of 3

Notes	Rate Base Adjustments	P=ProForma F=FPSC	System	Retail
	ARO	F	(18,273,046)	(18,273,046)
	ECCR	F	(52,262,670)	(50,467,842)
	ECRC	F	(255,101,135)	(236,202,518)
	FUEL	F	(98,345,391)	(98,328,852)
	CCR	F	(123,227,010)	(123,503,459)
	NUCLEAR	F	(9,729,833)	(9,729,833)
	Over/Under Recovery-Clauses	F	(76,292,811)	(76,292,811)
	Derivatives	F	3,184,619	3,184,619
	Investments Earning a Return	F	(213,156,125)	(213,156,125)
	Jobbing Accounts	F	673,115	673,115
	Non-Regulated and Miscellaneous	F	(57,537,327)	(50,844,081)
(1)	CWIP - AFUDC	F	(216,107,178)	(178,538,283)
(2)	Capital Lease - EPIS	F	(539,650,572)	(494,879,952)
(2)	Capital Lease - Working Capital	F	514,061,309	479,213,093
	Storm	F	(377,556,493)	(377,556,493)
	<b>Total</b>		<b>(1,519,320,548)</b>	<b>(1,444,702,470)</b>

Notes	Income Statement Adjustments (to NOI)	P=ProForma F=FPSC	System		Retail	
			Amount	Income Tax Effect	Amount	Income Tax Effect
	ECCR	F	(1,088,383)	266,891	(1,088,383)	266,891
	ECRC	F	(15,145,103)	3,713,855	(17,426,137)	4,273,206
	FUEL	F	(7,530,297)	1,846,566	(7,161,249)	1,756,069
	CCR	F	(4,760,887)	1,167,456	(4,760,887)	1,167,456
	NUCLEAR	F	5,567	(1,365)	5,567	(1,365)
	Non-Regulated and Miscellaneous	F	1,698,453	(416,492)	(36,048)	8,840
(2)	Coporate Aircraft Allocation	F	2,716,208	(666,064)	2,532,077	(620,911)
(1)	Franchise Fee & Gross Receipts	F	(231,617,364)	56,796,793	(231,617,364)	56,796,793
(1)	Franchise Fees & Gross Rec Tax - TOI	F	234,972,026	(57,619,417)	234,972,026	(57,619,417)
(1)	Gain/Loss on Disposition & Other	F	274,686	(67,358)	255,142	(62,566)
(1)	Inst./Promotional Advertising	F	1,184,101	(290,363)	1,103,831	(270,679)
(1)	Miscellaneous Interest Expense	F	(91,180)	22,359	(84,999)	20,843
(1)	Remove Assoc/Organization Dues	F	98,744	(24,214)	92,050	(22,572)
(3)	Remove Economic Development	F	61,472	(15,074)	57,305	(14,052)
(2)	Parent Debt Adjustment	F		11,767,819		10,628,099
(2)	Directors & Officers Premium	F	1,102,170	(270,272)	1,027,454	(251,950)
(1)	Interest Synchronization - FPSC	F		(6,299,925)		(6,028,400)
	Storm	F	(1,575)	386	(1,575)	386
	<b>Total</b>		<b>(18,121,361)</b>	<b>9,911,582</b>	<b>(22,131,190)</b>	<b>10,026,669</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>	<b>\$20,368,778,023</b>	<b>\$5,827,591,698</b>	<b>\$14,541,186,325</b>	<b>\$135,779,946</b>	<b>\$1,138,290,778</b>	<b>\$15,815,257,050</b>	<b>\$1,378,508,022</b>	<b>\$17,193,765,072</b>
Regulatory Base - Retail	\$18,494,285,987	\$5,383,268,163	\$13,111,017,823	\$118,138,618	\$942,647,580	\$14,171,804,022	\$1,354,029,471	\$15,525,833,493
<b>FPSC Adjustments</b>								
ARO	(26,854,825)	(23,010,295)	(3,844,530)			(3,844,530)	(16,441,918)	(20,286,448)
ECCR	(43,603,362)	(19,012,523)	(24,590,839)			(24,590,839)	(20,692,052)	(45,282,891)
ECRC	(253,048,416)	(30,007,925)	(223,040,491)		(9,654,843)	(232,695,334)	(4,202,602)	(236,897,936)
FUEL	(5,198,328)	(5,107,068)	(91,260)			(91,260)	(98,112,931)	(98,204,190)
CCR							(123,503,459)	(123,503,459)
NUCLEAR							(9,729,833)	(9,729,833)
Over\Under Recovery-Clauses							(76,292,811)	(76,292,811)
Derivatives							3,184,619	3,184,619
Investments Earning a Return							(213,156,125)	(213,156,125)
Jobbing Accounts							673,115	673,115
Non-Regulated and Miscellaneous	(43,871,889)	(37,138,838)	(6,733,051)	(87,379,077)		(94,112,128)	44,024,916	(50,087,212)
CWIP - AFUDC					(255,171,821)	(255,171,821)		(255,171,821)
Capital Lease	(650,539,121)	(187,864,357)	(462,674,765)			(462,674,765)	479,213,093	16,538,328
Storm							(377,556,493)	(377,556,493)
<b>Total FPSC Adjustments</b>	<b>(1,023,115,940)</b>	<b>(302,141,006)</b>	<b>(720,974,934)</b>	<b>(87,379,077)</b>	<b>(264,826,664)</b>	<b>(1,073,180,676)</b>	<b>(412,592,481)</b>	<b>(1,485,773,157)</b>
<b>FPSC Adjusted</b>	<b>17,471,170,047</b>	<b>5,081,127,158</b>	<b>12,390,042,889</b>	<b>30,759,541</b>	<b>677,820,916</b>	<b>13,098,623,346</b>	<b>941,436,990</b>	<b>14,040,060,336</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>5,098,382,055</b>	<b>1,957,679,142</b>	<b>996,949,549</b>	<b>648,632,592</b>	<b>385,451,809</b>	<b>(14,541,763)</b>	<b>163,607,124</b>		<b>4,137,778,453</b>	<b>960,603,603</b>
<b>Regulatory Base - Retail</b>	<b>4,791,246,473</b>	<b>1,861,736,289</b>	<b>957,170,096</b>	<b>601,673,623</b>	<b>371,707,722</b>	<b>(12,688,010)</b>	<b>146,982,012</b>		<b>3,926,581,732</b>	<b>864,664,741</b>
<b>FPSC Adjustments</b>										
ECCR	(109,629,674)		(104,735,717)	(3,805,574)		(266,891)		(108,808,183)		(821,491)
ECRC	(48,516,766)		(21,354,720)	(8,287,149)	(1,448,759)	(4,273,206)		(35,363,835)		(13,152,931)
FUEL	(1,490,908,953)	(1,476,126,566)	(1,069,798)	(6,551,340)		(1,756,069)		(1,485,503,773)		(5,405,181)
CCR	(397,174,267)	(385,609,723)	(285,965)	(6,517,692)		(1,167,456)		(393,580,836)		(3,593,431)
NUCLEAR	(28,834,615)		(120,988)	(28,719,194)		1,365		(28,838,817)		4,202
Non-Regulated and Miscellaneous				36,048		(8,840)		27,208		(27,208)
Coporate Aircraft Allocation			(2,532,077)			620,911		(1,911,165)		1,911,165
Franchise Fee & Gross Receipts	(231,784,248)		(166,885)			(56,796,793)		(56,963,678)		(174,820,571)
Franchise Fees & Gross Rec Tax - TOI					(234,972,026)	57,619,417		(177,352,609)		177,352,609
Gain/Loss on Disposition & Other						62,566	(255,142)	(192,577)		192,577
Inst./Promotional Advertising			(1,103,831)			270,679		(833,152)		833,152
Miscellaneous Interest Expense			84,999			(20,843)		64,156		(64,156)
Remove Assoc/Organization Dues			(92,050)			22,572		(69,478)		69,478
Remove Economic Development			(57,305)			14,052		(43,252)		43,252
Parent Debt Adjustment						(10,628,099)		(10,628,099)		10,628,099
Directors & Officers Premium			(1,027,454)			251,950		(775,503)		775,503
Interest Synchronization - FPSC						6,028,400		6,028,400		(6,028,400)
Storm	(26,150,179)		(26,148,604)			(386)		(26,148,990)		(1,189)
<b>Total FPSC Adjustments</b>	<b>(2,332,998,703)</b>	<b>(1,861,736,289)</b>	<b>(158,610,395)</b>	<b>(53,844,901)</b>	<b>(236,420,786)</b>	<b>(10,026,669)</b>		<b>(255,142)</b>	<b>(2,320,894,182)</b>	<b>(12,104,520)</b>
<b>FPSC Adjusted</b>	<b>2,458,247,771</b>		<b>798,559,701</b>	<b>547,828,722</b>	<b>135,286,936</b>	<b>(22,714,679)</b>	<b>146,982,012</b>	<b>(255,142)</b>	<b>1,605,687,550</b>	<b>852,560,221</b>

(a) The addition of earnings from AFUDC charges would increase the System NOI by 13,395,548 pretax  
(b) The addition of earnings from AFUDC charges would increase the Jurisdictional NOI by 11,085,550 pretax

Notes	Rate Base Adjustments	P=ProForma F=FPSC	System	Retail
	ARO	F	(20,286,448)	(20,286,448)
	ECCR	F	(46,836,683)	(45,282,891)
	ECRC	F	(255,862,789)	(236,897,936)
	FUEL	F	(98,211,181)	(98,204,190)
	CCR	F	(123,227,010)	(123,503,459)
	NUCLEAR	F	(9,729,833)	(9,729,833)
	Over/Under Recovery-Clauses	F	(76,292,811)	(76,292,811)
	Derivatives	F	3,184,619	3,184,619
	Investments Earning a Return	F	(213,156,125)	(213,156,125)
	Jobbing Accounts	F	673,115	673,115
	Non-Regulated and Miscellaneous	F	(56,780,457)	(50,087,212)
(1)	CWIP - AFUDC	F	(315,723,748)	(255,171,821)
(2)	Capital Lease - EPIS	F	(509,981,752)	(462,674,765)
(2)	Capital Lease - Working Capital	F	514,061,309	479,213,093
	Storm	F	(377,556,493)	(377,556,493)
	<b>Total</b>		<b>(1,585,726,288)</b>	<b>(1,485,773,157)</b>

Notes	Income Statement Adjustments (to NOI)	P=ProForma F=FPSC	System		Retail	
			Amount	Income Tax Effect	Amount	Income Tax Effect
	ECCR	F	(1,088,383)	266,891	(1,088,383)	266,891
	ECRC	F	(15,145,103)	3,713,855	(17,426,137)	4,273,206
	FUEL	F	(7,530,297)	1,846,566	(7,161,249)	1,756,069
	CCR	F	(4,760,887)	1,167,456	(4,760,887)	1,167,456
	NUCLEAR	F	5,567	(1,365)	5,567	(1,365)
	Non-Regulated and Miscellaneous	F	1,698,453	(416,492)	(36,048)	8,840
(2)	Coporate Aircraft Allocation	F	2,716,208	(666,064)	2,532,077	(620,911)
(1)	Franchise Fee & Gross Receipts	F	(231,617,364)	56,796,793	(231,617,364)	56,796,793
(1)	Franchise Fees & Gross Rec Tax - TOI	F	234,972,026	(57,619,417)	234,972,026	(57,619,417)
(1)	Gain/Loss on Disposition & Other	F	274,686	(67,358)	255,142	(62,566)
(1)	Inst./Promotional Advertising	F	1,184,101	(290,363)	1,103,831	(270,679)
(1)	Miscellaneous Interest Expense	F	(91,180)	22,359	(84,999)	20,843
(1)	Remove Assoc/Organization Dues	F	98,744	(24,214)	92,050	(22,572)
(3)	Remove Economic Development	F	61,472	(15,074)	57,305	(14,052)
(2)	Parent Debt Adjustment	F		11,767,819		10,628,099
(2)	Directors & Officers Premium	F	1,102,170	(270,272)	1,027,454	(251,950)
(1)	Interest Synchronization - FPSC	F		(6,299,925)		(6,028,400)
	Storm	F	(1,575)	386	(1,575)	386
	<b>Total</b>		<b>(18,121,361)</b>	<b>9,911,582</b>	<b>(22,131,190)</b>	<b>10,026,669</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  
Apr-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	6,654,567,028	6,003,367,238	(461,116,914)	(13,516,235)	5,528,734,089	41.37%	9.50%	3.93%	10.50%	4.34%	11.50%	4.76%
Long Term Debt	6,239,179,973	5,628,628,952	(432,333,374)		5,196,295,578	38.89%	4.63%	1.80%	4.63%	1.80%	4.63%	1.80%
Short Term Debt *	283,467,674	255,728,215	(19,642,411)	(18,042,581)	218,043,224	1.63%	2.42%	0.04%	2.42%	0.04%	2.42%	0.04%
Customer Deposits												
Active	199,329,454	199,329,454	(15,310,438)		184,019,016	1.38%	2.43%	0.03%	2.43%	0.03%	2.43%	0.03%
Inactive	1,968,591	1,968,591	(151,207)		1,817,384	0.01%						
Investment Tax Credits **	64,040,435	57,773,593	(4,437,573)		53,336,020	0.40%	7.14%	0.03%	7.66%	0.03%	8.17%	0.03%
Deferred Income Taxes	2,949,318,796	2,660,705,611	(204,368,034)	(275,783,703)	2,180,553,874	16.32%						
<b>Total</b>	<b>16,391,871,950</b>	<b>14,807,501,654</b>	<b>(1,137,359,951)</b>	<b>(307,342,518)</b>	<b>13,362,799,185</b>	<b>100.00%</b>		<b>5.83%</b>		<b>6.25%</b>		<b>6.66%</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	6,966,118,515	6,305,597,385	(465,914,773)	(13,275,087)	5,826,407,525	41.50%	9.50%	3.94%	10.50%	4.36%	11.50%	4.77%
Long Term Debt	6,269,262,678	5,674,816,795	(419,306,977)		5,255,509,818	37.43%	4.56%	1.71%	4.56%	1.71%	4.56%	1.71%
Short Term Debt *	608,541,000	550,839,686	(40,701,036)	(55,657,220)	454,481,430	3.24%	1.18%	0.04%	1.18%	0.04%	1.18%	0.04%
Customer Deposits												
Active	198,136,937	198,136,937	(14,640,155)		183,496,781	1.31%	2.66%	0.03%	2.66%	0.03%	2.66%	0.03%
Inactive	1,851,435	1,851,435	(136,801)		1,714,635	0.01%						
Investment Tax Credits **	118,547,569	107,306,994	(7,928,815)		99,378,179	0.71%	7.16%	0.05%	7.68%	0.05%	8.21%	0.06%
Deferred Income Taxes	2,968,781,466	2,687,284,261	(198,560,955)	(269,651,339)	2,219,071,967	15.81%						
<b>Total</b>	<b>17,131,239,599</b>	<b>15,525,833,493</b>	<b>(1,147,189,511)</b>	<b>(338,583,646)</b>	<b>14,040,060,336</b>	<b>100.00%</b>		<b>5.77%</b>		<b>6.19%</b>		<b>6.61%</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	6,654,567,028	6,003,367,238	(461,116,914)	(13,516,235)	5,528,734,089	41.37%	9.50%	3.93%	10.50%	4.34%	11.50%	4.76%
Long Term Debt	6,239,179,973	5,628,628,952	(432,333,374)		5,196,295,578	38.89%	4.63%	1.80%	4.63%	1.80%	4.63%	1.80%
Short Term Debt *	283,467,674	255,728,215	(19,642,411)	(18,042,581)	218,043,224	1.63%	2.42%	0.04%	2.42%	0.04%	2.42%	0.04%
Customer Deposits												
Active	199,329,454	199,329,454	(15,310,438)		184,019,016	1.38%	2.43%	0.03%	2.43%	0.03%	2.43%	0.03%
Inactive	1,968,591	1,968,591	(151,207)		1,817,384	0.01%						
Investment Tax Credits **	64,040,435	57,773,593	(4,437,573)		53,336,020	0.40%	7.14%	0.03%	7.66%	0.03%	8.17%	0.03%
Deferred Income Taxes	2,949,318,796	2,660,705,611	(204,368,034)	(275,783,703)	2,180,553,874	16.32%						
<b>Total</b>	<b>16,391,871,950</b>	<b>14,807,501,654</b>	<b>(1,137,359,951)</b>	<b>(307,342,518)</b>	<b>13,362,799,185</b>	<b>100.00%</b>		<b>5.83%</b>		<b>6.25%</b>		<b>6.66%</b>
* Daily Weighted Average												
** Cost Rates Calculated Per IRS Ruling												

DUKE ENERGY FLORIDA  
End of Period - Capital Structure  
FPSC Adjusted Basis  
Apr-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	6,966,118,515	6,305,597,385	(465,914,773)	(13,275,087)	5,826,407,525	41.50%	9.50%	3.94%	10.50%	4.36%	11.50%	4.77%
Long Term Debt	6,269,262,678	5,674,816,795	(419,306,977)		5,255,509,818	37.43%	4.56%	1.71%	4.56%	1.71%	4.56%	1.71%
Short Term Debt *	608,541,000	550,839,686	(40,701,036)	(55,657,220)	454,481,430	3.24%	1.18%	0.04%	1.18%	0.04%	1.18%	0.04%
Customer Deposits												
Active	198,136,937	198,136,937	(14,640,155)		183,496,781	1.31%	2.66%	0.03%	2.66%	0.03%	2.66%	0.03%
Inactive	1,851,435	1,851,435	(136,801)		1,714,635	0.01%						
Investment Tax Credits **	118,547,569	107,306,994	(7,928,815)		99,378,179	0.71%	7.16%	0.05%	7.68%	0.05%	8.21%	0.06%
Deferred Income Taxes	2,968,781,466	2,687,284,261	(198,560,955)	(269,651,339)	2,219,071,967	15.81%						
<b>Total</b>	<b>17,131,239,599</b>	<b>15,525,833,493</b>	<b>(1,147,189,511)</b>	<b>(338,583,646)</b>	<b>14,040,060,336</b>	<b>100.00%</b>		<b>5.77%</b>		<b>6.19%</b>		<b>6.61%</b>

\* Daily Weighted Average  
\*\* Cost Rates Calculated Per IRS Ruling

**A. TIMES INTEREST EARNED WITH AFUDC**

EARNINGS BEFORE INTEREST	\$ 1,022,762,342
AFUDC - DEBT	\$ 3,725,969
INCOME TAXES	163,734,760
TOTAL	<u>\$ 1,190,223,071</u>
INTEREST CHARGES (before deducting AFUDC-Debt)	\$ 308,920,040
TIE WITH AFUDC	<u><u>3.85</u></u>

**B. TIMES INTEREST EARNED WITHOUT AFUDC**

EARNINGS BEFORE INTEREST	\$ 1,022,762,342
AFUDC - EQUITY	(9,669,579)
INCOME TAXES	163,734,760
TOTAL	<u>\$ 1,176,827,523</u>
INTEREST CHARGES (before deducting AFUDC-Debt & CR3 reg asset carrying charge)	\$ 308,920,040
TIE WITHOUT AFUDC	<u><u>3.81</u></u>

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

AFUDC DEBT	\$ 3,725,969
X (1- INCOME TAX RATE)	0.75478
SUBTOTAL	<u>\$ 2,812,294</u>
AFUDC -EQUITY	\$ 9,669,579
TOTAL	<u>\$ 12,481,872</u>
NET INCOME AVAILABLE FOR COMMON STOCKHOLDERS	<u>\$ 717,452,968</u>
PERCENT AFUDC TO AVAILABLE NET INCOME	<u><u>1.74%</u></u>

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

NET INCOME	\$ 715,292,423
COMMON DIVIDENDS	-
AFUDC (EQUITY)	(9,040,900)
DEPRECIATION & AMORTIZATION	827,774,851
DEFERRED INCOME TAXES	168,469,466
INVESTMENT TAX CREDITS	-
OTHER - INC NUCLEAR DECOMMISSIONING	30,005,082
OTHER FUNDS - INCLUDING CHANGE IN WORKING CAPITAL	(135,321,668)
TOTAL FUNDS PROVIDED	<u>\$ 1,597,179,254</u>

CONSTRUCTION EXPENDITURES (EXCLUDING AFUDC EQUITY & DEBT)	<u>\$ 1,928,573,236</u>
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PERCENTAGE INTERNALLY GENERATED FUNDS **82.82%**  
\*As of March 2020 (updated quarterly)

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

Common Equity	\$ 5,528,734,089
Long Term Debt	\$ 5,196,295,578
Short Term Debt	\$ 218,043,224
TOTAL	<u>\$ 10,943,072,891</u>
% LONG TERM DEBT TO TOTAL	<b>47.48%</b>
% SHORT TERM DEBT TO TOTAL	<b>1.99%</b>

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

	Pro Forma	FPSC
FPSC AVERAGE		
EARNED RATE OF RETURN	<u>6.16%</u>	<u>6.38%</u>
LESS RETAIL WEIGHTED AVERAGE COST RATES FOR:		
LONG TERM DEBT	1.80%	1.80%
SHORT TERM DEBT	0.04%	0.04%
CUSTOMER DEPOSITS	0.03%	0.03%
DEFERRED INCOME TAXES		
INVESTMENT TAX CREDITS	0.03%	0.03%
DEFERRED INCOME TAX (FAS 109)		
SUBTOTAL	<u>1.90%</u>	<u>1.90%</u>
TOTAL	<u>4.26%</u>	<u>4.48%</u>
DIVIDED BY COMMON EQUITY RATIO	<u>41.37%</u>	<u>41.37%</u>
JURISDICTIONAL RETURN ON COMMON EQUITY	<u><u>10.29%</u></u>	<u><u>10.82%</u></u>