



January 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 November 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 November 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 blue 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
Nov-20

SCHEDULE 1

	(1) Actual Per Books	(2) FPSC Adjustments	(3) FPSC Adjusted	(4) Pro Forma Adjustments	(5) Pro Forma Adjusted
I. AVERAGE RATE OF RETURN (Jurisdictional)					
Net Operating Income	\$921,660,379 (a)	(\$24,639,654) (b)	\$897,020,724	(\$70,824,118)	\$826,196,606
Average Rate Base	\$15,479,733,242	(\$1,314,753,826)	\$14,164,979,416	\$0	\$14,164,979,416
Average Rate of Return	5.95%		6.33%		5.83%
I. YEAR END RATE OF RETURN (Jurisdictional)					
Net Operating Income	\$908,238,444	(\$11,217,720)	\$897,020,724		
Average Rate Base	\$16,059,044,033	(\$2,689,416,398)	\$13,369,627,635		
Average Rate of Return	5.66%		6.71%		

(a) INCLUDES AFUDC EARNINGS

(b) INCLUDES REVERSAL OF AFUDC EARNINGS

III. REQUIRED RATES OF RETURN	Average Capital Structure	End of Period Capital Structure
FPSC Adjusted Basis		
Low Point	5.83%	5.96%
Mid Point	6.25%	6.41%
High Point	6.68%	6.85%
Pro Forma Adjusted Basis		
Low Point	5.83%	5.96%
Mid Point	6.25%	6.41%
High Point	6.68%	6.85%

IV. FINANCIAL INTEGRITY INDICATORS

A. T.I.E. with AFUDC	4.08	(System Per Books Basis)
B. T.I.E without AFUDC	4.03	(System Per Books Basis)
C. AFUDC to Net Income	2.00%	(System Per Books Basis)
D. Internally Generated Funds	77.61%	(System Per Books Basis)
E. STD/LTD to Total Investor Funds		
LT Debt-Fixed to Total Investor Funds	47.87%	(FPSC Adjusted Basis)
ST Debt to Total Investor Funds	1.04%	(FPSC Adjusted Basis)
F. Return on Common Equity	10.69%	(FPSC Adjusted Basis)
	9.50%	(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

01/15/2020

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
System Per Books	\$20,478,720,643	\$5,820,084,161	\$14,658,636,482	\$135,719,931	\$1,092,774,851	\$15,887,131,264	\$1,275,449,727	\$17,162,580,991
Regulatory Base - Retail	\$18,576,534,889	\$5,367,435,269	\$13,209,099,620	\$119,105,006	\$907,327,853	\$14,235,532,478	\$1,244,200,764	\$15,479,733,242
FPSC Adjustments								
ARO	(28,085,595)	(29,980,512)	1,894,917			1,894,917	(18,424,118)	(16,529,200)
ECCR	(19,342,432)	(16,549,726)	(2,792,706)			(2,792,706)	(19,179,282)	(21,971,988)
ECRC	(254,224,545)	(30,138,851)	(224,085,694)		(8,649,291)	(232,734,985)	(5,012,216)	(237,747,201)
FUEL	(5,370,856)	(5,284,981)	(85,874)			(85,874)	(96,250,714)	(96,336,589)
CCR							(119,701,472)	(119,701,472)
NUCLEAR							(269,204)	(269,204)
Over\Under Recovery-Clauses								
Derivatives							215,099	215,099
Investments Earning a Return							(234,748,961)	(234,748,961)
Jobbing Accounts							978,835	978,835
Non-Regulated and Miscellaneous	(43,863,670)	(37,251,439)	(6,612,231)	(87,379,077)		(93,991,308)	40,205,370	(53,785,938)
CWIP - AFUDC					(235,742,563)	(235,742,563)		(235,742,563)
Capital & Operating Leases	(642,134,812)	(185,077,618)	(457,057,195)			(457,057,195)	435,714,627	(21,342,568)
Storm							(277,772,078)	(277,772,078)
Total FPSC Adjustments	(993,021,910)	(304,283,127)	(688,738,783)	(87,379,077)	(244,391,854)	(1,020,509,714)	(294,244,112)	(1,314,753,826)
FPSC Adjusted	\$17,583,512,979	\$5,063,152,142	\$12,520,360,837	\$31,725,928	\$662,935,999	\$13,215,022,764	\$949,956,652	\$14,164,979,416

	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
System Per Books	5,008,487,063	1,737,906,467	1,041,773,132	649,001,089	391,732,296	110,164,409	66,451,642		3,997,029,035	1,011,458,028
Regulatory Base - Retail	4,692,107,242	1,644,135,029	1,005,636,070	599,158,960	376,654,583	98,729,874	59,554,282		3,783,868,798	908,238,444
FPSC Adjustments										
ECCR	(119,324,332)		(114,807,225)	(3,361,567)			(283,360)		(118,452,152)	(872,181)
ECRC	(31,894,930)		(14,904,482)	2,210,276	(724,717)	(4,530,653)			(17,949,576)	(13,945,354)
FUEL	(1,242,392,515)	(1,225,385,284)	(892,921)	(6,551,340)		(2,345,014)			(1,235,174,560)	(7,217,955)
CCR	(412,541,619)	(402,756,429)	(299,041)	(6,517,692)		(727,920)			(410,301,082)	(2,240,537)
NUCLEAR	(2)			(3,525,727)		864,572			(2,661,155)	2,661,153
Non-Regulated and Miscellaneous				460,692		(112,970)			347,722	(347,722)
Coporate Aircraft Allocation			(2,750,489)			674,470			(2,076,019)	2,076,019
Franchise Fee & Gross Receipts	(226,298,425)				(227,838,772)	377,721			(227,461,051)	1,162,626
Gain/Loss on Disposition & Other						62,566		(255,142)	(192,577)	192,577
Inst./Promotional Advertising			(1,255,547)			307,883			(947,664)	947,664
Miscellaneous Interest Expense			322,353			(79,047)			243,306	(243,306)
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						(9,778,226)			(9,778,226)	9,778,226
Directors & Officers Premium			(1,032,182)			253,110			(779,072)	779,072
Interest Synchronization - FPSC						4,059,476			4,059,476	(4,059,476)
Storm	(136,289,636)		(136,287,972)			(408)			(136,288,380)	(1,256)
Total FPSC Adjustments	(2,168,741,459)	(1,628,141,713)	(272,056,861)	(17,285,358)	(228,563,489)	(11,221,176)		(255,142)	(2,157,523,739)	(11,217,720)
FPSC Adjusted	2,523,365,783	15,993,316	733,579,208	581,873,602	148,091,094	87,508,698	59,554,282	(255,142)	1,626,345,058	897,020,724
Pro Forma Adjustments										
Weather Normalization	(93,833,898)					(23,009,779)			(23,009,779)	(70,824,118)
Total Pro Forma Adjustments	(93,833,898)					(23,009,779)			(23,009,779)	(70,824,118)
Pro Forma Adjusted	2,429,531,885	15,993,316	733,579,208	581,873,602	148,091,094	64,498,919	59,554,282	(255,142)	1,603,335,279	826,196,606
Current Month										
System Per Books	403,815,391	148,972,470	94,002,628	55,220,475	33,080,364	(6,496,674)	21,956,134		346,735,397	57,079,994
FPSC Adjusted	191,084,963		65,510,160	49,366,956	12,566,355	8,462,304	5,104,498	(21,262)	140,989,012	50,095,952

(a) The addition of earnings from AFUDC charges would increase the System NOI by 16,165,218 pretax
(b) The addition of earnings from AFUDC charges would increase the Jurisdictional NOI by 13,421,935 pretax

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

Schedule 2
Page 3 of 3

Notes	Rate Base Adjustments	P=ProForma F=FPSC	System	Retail
	ARO	F	(16,529,200)	(16,529,200)
	ECCR	F	(22,175,072)	(21,971,988)
	ECRC	F	(256,733,398)	(237,747,201)
	FUEL	F	(96,343,167)	(96,336,589)
	CCR	F	(119,701,472)	(119,701,472)
	NUCLEAR	F	(269,204)	(269,204)
	Over/Under Recovery-Clauses	F	215,099	215,099
	Derivatives	F	(234,748,961)	(234,748,961)
	Investments Earning a Return	F	978,835	978,835
	Jobbing Accounts	F	(60,479,053)	(53,785,938)
	Non-Regulated and Miscellaneous	F	(293,310,011)	(235,742,563)
(1)	CWIP - AFUDC	F	(503,753,024)	(457,057,195)
(2)	Capital Lease - EPIS	F	467,399,649	435,714,627
(2)	Capital Lease - Working Capital	F	(277,772,078)	(277,772,078)
	Storm	F	(1,413,221,055)	(1,314,753,826)
	Total		(2,826,442,111)	(2,629,507,653)

Notes	Income Statement Adjustments (to NOI)	P=ProForma F=FPSC	System		Retail	
			Amount	Income Tax Effect	Amount	Income Tax Effect
	ECCR	F	(911,088)	223,415	(1,155,540)	283,360
	ECRC	F	(16,731,176)	4,102,789	(18,476,008)	4,530,653
	FUEL	F	(10,108,383)	2,478,759	(9,562,969)	2,345,014
	CCR	F	(2,968,457)	727,920	(2,968,457)	727,920
	NUCLEAR	F	3,525,725	(864,572)	3,525,725	(864,572)
	Non-Regulated and Miscellaneous	F	1,214,213	(297,747)	(460,692)	112,970
(2)	Coporate Aircraft Allocation	F	2,950,503	(723,517)	2,750,489	(674,470)
(1)	Franchise Fee & Gross Receipts	F	1,540,347	(377,721)	1,540,347	(377,721)
(1)	Gain/Loss on Disposition & Other	F	274,686	(67,358)	255,142	(62,566)
(1)	Inst./Promotional Advertising	F	1,346,850	(330,272)	1,255,547	(307,883)
(1)	Miscellaneous Interest Expense	F	(345,794)	84,795	(322,353)	79,047
(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		10,855,067		9,778,226
(2)	Directors & Officers Premium	F	1,107,242	(271,516)	1,032,182	(253,110)
(1)	Interest Synchronization - FPSC	F		(4,300,024)		(4,059,476)
	Storm	F	(1,664)	408	(1,664)	408
	Total		(18,946,780)	11,201,138	(22,438,895)	11,221,176

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
System Per Books	\$21,027,627,993	\$5,910,014,784	\$15,117,613,209	\$135,779,946	\$1,298,609,023	\$16,552,002,177	\$1,275,450,343	\$17,827,452,520
Regulatory Base - Retail	\$19,066,261,769	\$5,448,301,672	\$13,617,960,097	\$119,140,170	\$1,077,743,002	\$14,814,843,269	\$1,244,200,764	\$16,059,044,033
FPSC Adjustments								
ARO	(37,459,243)	(37,481,330)	22,087			22,087	(18,424,118)	(18,402,031)
ECCR	(15,331,521)	(14,299,413)	(1,032,108)			(1,032,108)	(19,179,282)	(20,211,389)
ECRC	(254,999,484)	(32,006,637)	(222,992,847)		(10,710,757)	(233,703,604)	(5,012,216)	(238,715,819)
FUEL	(4,129,844)	(4,142,303)	12,459			12,459	(96,250,714)	(96,238,255)
CCR							(119,701,472)	(119,701,472)
NUCLEAR							(269,204)	(269,204)
Over\Under Recovery-Clauses							215,099	215,099
Derivatives							(234,748,961)	(234,748,961)
Investments Earning a Return							978,835	978,835
Jobbing Accounts	(43,840,133)	(37,927,041)	(5,913,093)	(87,379,077)		(93,292,170)	40,205,370	(53,086,800)
Non-Regulated and Miscellaneous					(299,436,336)	(299,436,336)		(299,436,336)
CWIP - AFUDC	(614,039,793)	(191,005,378)	(423,034,415)			(423,034,415)	435,714,627	12,680,212
Capital Lease							(277,772,078)	(277,772,078)
Storm	(969,800,017)	(316,862,101)	(652,937,916)	(87,379,077)	(310,147,093)	(1,050,464,087)	(294,244,112)	(1,344,708,199)
Total FPSC Adjustments	(1,939,600,035)	(633,724,203)	(1,305,875,832)	(174,758,155)	(620,294,186)	(2,100,928,173)	(588,488,224)	(2,689,416,398)
FPSC Adjusted	17,126,661,734	4,814,577,469	12,312,084,265	(55,617,985)	457,448,816	12,713,915,096	655,712,540	13,369,627,635

	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
System Per Books	5,008,487,063	1,737,906,467	1,041,773,132	649,001,089	391,732,296	110,164,409	66,451,642		3,997,029,035	1,011,458,028
Regulatory Base - Retail	4,692,107,242	1,644,135,029	1,005,636,070	599,158,960	376,654,583	98,729,874	59,554,282		3,783,868,798	908,238,444
FPSC Adjustments										
ECCR	(119,324,332)		(114,807,225)	(3,361,567)		(283,360)			(118,452,152)	(872,181)
ECRC	(31,894,930)		(14,904,482)	2,210,276	(724,717)	(4,530,653)			(17,949,576)	(13,945,354)
FUEL	(1,242,392,515)	(1,225,385,284)	(892,921)	(6,551,340)		(2,345,014)			(1,235,174,560)	(7,217,955)
CCR	(412,541,619)	(402,756,429)	(299,041)	(6,517,692)		(727,920)			(410,301,082)	(2,240,537)
NUCLEAR	(2)			(3,525,727)		864,572			(2,661,155)	2,661,153
Non-Regulated and Miscellaneous				460,692		(112,970)			347,722	(347,722)
Coporate Aircraft Allocation			(2,750,489)			674,470			(2,076,019)	2,076,019
Franchise Fee & Gross Receipts	(226,298,425)				(227,838,772)	377,721			(227,461,051)	1,162,626
Gain/Loss on Disposition & Other						62,566		(255,142)	(192,577)	192,577
Inst./Promotional Advertising			(1,255,547)			307,883			(947,664)	947,664
Miscellaneous Interest Expense			322,353			(79,047)			243,306	(243,306)
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						(9,778,226)			(9,778,226)	9,778,226
Directors & Officers Premium			(1,032,182)			253,110			(779,072)	779,072
Interest Synchronization - FPSC						4,059,476			4,059,476	(4,059,476)
Storm	(136,289,636)		(136,287,972)			(408)			(136,288,380)	(1,256)
Total FPSC Adjustments	(2,168,741,459)	(1,628,141,713)	(272,056,861)	(17,285,358)	(228,563,489)	(11,221,176)		(255,142)	(2,157,523,739)	(11,217,720)
FPSC Adjusted	2,523,365,783	15,993,316	733,579,208	581,873,602	148,091,094	87,508,698	59,554,282	(255,142)	1,626,345,058	897,020,724

(a) The addition of earnings from AFUDC charges would increase the System NOI by 16,165,218 pretax
(b) The addition of earnings from AFUDC charges would increase the Jurisdictional NOI by 13,421,935 pretax

Notes	Rate Base Adjustments	P=ProForma F=FPSC	System	Retail
	ARO	F	(18,402,031)	(18,402,031)
	ECCR	F	(20,286,444)	(20,211,389)
	ECRC	F	(257,733,412)	(238,715,819)
	FUEL	F	(96,237,301)	(96,238,255)
	CCR	F	(119,701,472)	(119,701,472)
	NUCLEAR	F	(269,204)	(269,204)
	Over/Under Recovery-Clauses	F	215,099	215,099
	Derivatives	F	(234,748,961)	(234,748,961)
	Investments Earning a Return	F	978,835	978,835
	Jobbing Accounts	F	(59,779,915)	(53,086,800)
	Non-Regulated and Miscellaneous	F	(379,483,316)	(299,436,336)
(1)	CWIP - AFUDC	F	(467,687,184)	(423,034,415)
(2)	Capital Lease - EPIS	F	467,399,649	435,714,627
(2)	Capital Lease - Working Capital	F	(277,772,078)	(277,772,078)
	Storm	F	(1,463,507,733)	(1,344,708,199)
	Total		(2,927,015,465)	(2,689,416,398)

Notes	Income Statement Adjustments (to NOI)	P=ProForma F=FPSC	System		Retail	
			Amount	Income Tax Effect	Amount	Income Tax Effect
	ECCR	F	(911,088)	223,415	(1,155,540)	283,360
	ECRC	F	(16,731,176)	4,102,789	(18,476,008)	4,530,653
	FUEL	F	(10,108,383)	2,478,759	(9,562,969)	2,345,014
	CCR	F	(2,968,457)	727,920	(2,968,457)	727,920
	NUCLEAR	F	3,525,725	(864,572)	3,525,725	(864,572)
	Non-Regulated and Miscellaneous	F	1,214,213	(297,747)	(460,692)	112,970
(2)	Coporate Aircraft Allocation	F	2,950,503	(723,517)	2,750,489	(674,470)
(1)	Franchise Fee & Gross Receipts	F	1,540,347	(377,721)	1,540,347	(377,721)
(1)	Gain/Loss on Disposition & Other	F	274,686	(67,358)	255,142	(62,566)
(1)	Inst./Promotional Advertising	F	1,346,850	(330,272)	1,255,547	(307,883)
(1)	Miscellaneous Interest Expense	F	(345,794)	84,795	(322,353)	79,047
(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		10,855,067		9,778,226
(2)	Directors & Officers Premium	F	1,107,242	(271,516)	1,032,182	(253,110)
(1)	Interest Synchronization - FPSC	F		(4,300,024)		(4,059,476)
	Storm	F	(1,664)	408	(1,664)	408
	Total		(18,946,780)	11,201,138	(22,438,895)	11,221,176

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
Nov-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	7,098,601,563	6,394,408,210	(427,526,169)	(13,168,063)	5,953,713,979	42.03%	9.50%	3.99%	10.50%	4.41%	11.50%	4.83%
Long Term Debt	6,636,347,148	5,978,010,220	(399,686,057)		5,578,324,162	39.38%	4.42%	1.74%	4.42%	1.74%	4.42%	1.74%
Short Term Debt *	154,607,798	139,270,441	(9,311,535)	(8,207,896)	121,751,009	0.86%	1.54%	0.01%	1.54%	0.01%	1.54%	0.01%
Customer Deposits												
Active	196,854,884	196,854,884	(13,161,596)		183,693,288	1.30%	2.46%	0.03%	2.46%	0.03%	2.46%	0.03%
Inactive	1,826,058	1,826,058	(122,089)		1,703,969	0.01%						
Investment Tax Credits **	117,719,919	106,041,902	(7,089,896)		98,952,007	0.70%	7.04%	0.05%	7.56%	0.05%	8.08%	0.06%
Deferred Income Taxes	2,956,623,621	2,663,321,527	(178,068,026)	(258,412,499)	2,226,841,002	15.72%						
Total	17,162,580,991	15,479,733,242	(1,034,965,368)	(279,788,458)	14,164,979,416	100.00%		5.83%		6.25%		6.68%
* 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	7,523,963,803	6,912,126,210	(1,031,189,624)	(13,191,573)	5,867,745,013	43.89%	9.50%	4.17%	10.50%	4.61%	11.50%	5.05%
Long Term Debt	6,768,348,612	6,217,956,528	(927,629,511)		5,290,327,017	39.57%	4.31%	1.71%	4.31%	1.71%	4.31%	1.71%
Short Term Debt *	(118,005,230)	(108,409,219)	16,173,093	(33,117,920)	(125,354,046)	(0.94%)	0.10%	(0.00%)	0.10%	(0.00%)	0.10%	(0.00%)
Customer Deposits												
Active	192,327,341	192,327,341	(28,692,468)		163,634,873	1.22%	2.38%	0.03%	2.38%	0.03%	2.38%	0.03%
Inactive	1,801,727	1,801,727	(268,792)		1,532,935	0.01%						
Investment Tax Credits **	145,829,017	133,970,417	(19,986,456)		113,983,961	0.85%	7.04%	0.06%	7.57%	0.06%	8.09%	0.07%
Deferred Income Taxes	2,949,086,365	2,709,271,030	(404,184,196)	(247,328,951)	2,057,757,882	15.39%						
Total	17,463,351,635	16,059,044,033	(2,395,777,953)	(293,638,444)	13,369,627,635	100.00%		5.96%		6.41%		6.85%

* 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	7,098,601,563	6,394,408,210	(427,526,169)	(13,168,063)	5,953,713,979	42.03%	9.50%	3.99%	10.50%	4.41%	11.50%	4.83%
Long Term Debt	6,636,347,148	5,978,010,220	(399,686,057)		5,578,324,162	39.38%	4.42%	1.74%	4.42%	1.74%	4.42%	1.74%
Short Term Debt *	154,607,798	139,270,441	(9,311,535)	(8,207,896)	121,751,009	0.86%	1.54%	0.01%	1.54%	0.01%	1.54%	0.01%
Customer Deposits												
Active	196,854,884	196,854,884	(13,161,596)		183,693,288	1.30%	2.46%	0.03%	2.46%	0.03%	2.46%	0.03%
Inactive	1,826,058	1,826,058	(122,089)		1,703,969	0.01%						
Investment Tax Credits **	117,719,919	106,041,902	(7,089,896)		98,952,007	0.70%	7.04%	0.05%	7.56%	0.05%	8.08%	0.06%
Deferred Income Taxes	2,956,623,621	2,663,321,527	(178,068,026)	(258,412,499)	2,226,841,002	15.72%						
Total	17,162,580,991	15,479,733,242	(1,034,965,368)	(279,788,458)	14,164,979,416	100.00%		5.83%		6.25%		6.68%

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

DUKE ENERGY FLORIDA
End of Period - Capital Structure
FPSC Adjusted Basis
Nov-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	7,523,963,803	6,912,126,210	(1,031,189,624)	(13,191,573)	5,867,745,013	43.89%	9.50%	4.17%	10.50%	4.61%	11.50%	5.05%
Long Term Debt	6,768,348,612	6,217,956,528	(927,629,511)		5,290,327,017	39.57%	4.31%	1.71%	4.31%	1.71%	4.31%	1.71%
Short Term Debt *	(118,005,230)	(108,409,219)	16,173,093	(33,117,920)	(125,354,046)	(0.94%)	0.10%	(0.00%)	0.10%	(0.00%)	0.10%	(0.00%)
Customer Deposits												
Active	192,327,341	192,327,341	(28,692,468)		163,634,873	1.22%	2.38%	0.03%	2.38%	0.03%	2.38%	0.03%
Inactive	1,801,727	1,801,727	(268,792)		1,532,935	0.01%						
Investment Tax Credits **	145,829,017	133,970,417	(19,986,456)		113,983,961	0.85%	7.04%	0.06%	7.57%	0.06%	8.09%	0.07%
Deferred Income Taxes	2,949,086,365	2,709,271,030	(404,184,196)	(247,328,951)	2,057,757,882	15.39%						
Total	17,463,351,635	16,059,044,033	(2,395,777,953)	(293,638,444)	13,369,627,635	100.00%		5.96%		6.41%		6.85%

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

A. TIMES INTEREST EARNED WITH AFUDC

EARNINGS BEFORE INTEREST	\$ 1,054,588,683
AFUDC - DEBT	\$ 4,591,006
INCOME TAXES	194,725,585
TOTAL	<u>\$ 1,253,905,273</u>
INTEREST CHARGES (before deducting AFUDC-Debt)	\$ 307,373,226
TIE WITH AFUDC	<u><u>4.08</u></u>

B. TIMES INTEREST EARNED WITHOUT AFUDC

EARNINGS BEFORE INTEREST	\$ 1,054,588,683
AFUDC - EQUITY	(11,574,212)
INCOME TAXES	194,725,585
TOTAL	<u>\$ 1,237,740,055</u>
INTEREST CHARGES (before deducting AFUDC-Debt & CR3 reg asset carrying charge)	\$ 307,373,226
TIE WITHOUT AFUDC	<u><u>4.03</u></u>

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

AFUDC DEBT	\$ 4,591,006
X (1- INCOME TAX RATE)	0.75478
SUBTOTAL	<u>\$ 3,465,208</u>
AFUDC -EQUITY	\$ 11,574,212
TOTAL	<u>\$ 15,039,420</u>
NET INCOME AVAILABLE FOR COMMON STOCKHOLDERS	<u>\$ 751,684,047</u>
PERCENT AFUDC TO AVAILABLE NET INCOME	<u><u>2.00%</u></u>

D. PERCENT INTERNALLY GENERATED FUNDS*

NET INCOME	\$ 734,300,720
COMMON DIVIDENDS	-
AFUDC (EQUITY)	(10,553,195)
DEPRECIATION & AMORTIZATION	924,314,930
DEFERRED INCOME TAXES	35,387,075
INVESTMENT TAX CREDITS	-
OTHER - INC NUCLEAR DECOMMISSIONING	(220,435,285)
OTHER FUNDS - INCLUDING CHANGE IN WORKING CAPITAL	112,979,235
TOTAL FUNDS PROVIDED	<u><u>\$ 1,575,993,480</u></u>

CONSTRUCTION EXPENDITURES (EXCLUDING AFUDC EQUITY & DEBT)	<u>\$ 2,030,531,510</u>
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PERCENTAGE INTERNALLY GENERATED FUNDS **77.61%**
*As of September 2020 (updated quarterly)

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

Common Equity	\$ 5,953,713,979
Long Term Debt	\$ 5,578,324,162
Short Term Debt	\$ 121,751,009
TOTAL	<u><u>\$ 11,653,789,150</u></u>
% LONG TERM DEBT TO TOTAL	47.87%
% SHORT TERM DEBT TO TOTAL	1.04%

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

	Pro Forma	FPSC
FPSC AVERAGE		
EARNED RATE OF RETURN	<u>5.83%</u>	<u>6.33%</u>
LESS RETAIL WEIGHTED AVERAGE COST RATES FOR:		
LONG TERM DEBT	1.74%	1.74%
SHORT TERM DEBT	0.01%	0.01%
CUSTOMER DEPOSITS	0.03%	0.03%
DEFERRED INCOME TAXES		
INVESTMENT TAX CREDITS	0.05%	0.05%
DEFERRED INCOME TAX (FAS 109)		
SUBTOTAL	<u>1.84%</u>	<u>1.84%</u>
TOTAL	<u>3.99%</u>	<u>4.49%</u>
DIVIDED BY COMMON EQUITY RATIO	<u>42.03%</u>	<u>42.03%</u>
JURISDICTIONAL RETURN ON COMMON EQUITY	<u><u>9.50%</u></u>	<u><u>10.69%</u></u>