



April 15, 2021

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 February 28, 2021.

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 February 28, 2021. 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. Charles Rehwinkel, Office of the Public Counsel

DUKE ENERGY FLORIDA
RATE OF RETURN REPORT SUMMARY
Feb-21

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	\$957,230,507 (a)	(\$31,329,611) (b)	\$925,900,896	(\$77,937,483)	\$847,963,413
Average Rate Base	\$15,723,179,710	(\$1,261,873,714)	\$14,461,305,996	\$0	\$14,461,305,996
Average Rate of Return	6.09%		6.40%		5.86%
I. YEAR END RATE OF RETURN (Jurisdictional)					
Net Operating Income	\$942,579,097	(\$16,678,201)	\$925,900,896		
Average Rate Base	\$16,281,080,800	(\$1,282,359,570)	\$14,998,721,230		
Average Rate of Return	5.79%		6.17%		
(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%	5.87%
Mid Point	6.26%	6.31%
High Point	6.69%	6.75%
Pro Forma Adjusted Basis		
Low Point	5.83%	5.87%
Mid Point	6.26%	6.31%
High Point	6.69%	6.75%

IV. FINANCIAL INTEGRITY INDICATORS

A. T.I.E. with AFUDC	4.20	(System Per Books Basis)
B. T.I.E without AFUDC	4.14	(System Per Books Basis)
C. AFUDC to Net Income	2.12%	(System Per Books Basis)
D. Internally Generated Funds	96.20%	(System Per Books Basis)
E. STD/LTD to Total Investor Funds		
LT Debt-Fixed to Total Investor Funds	47.17%	(FPSC Adjusted Basis)
ST Debt to Total Investor Funds	1.28%	(FPSC Adjusted Basis)
F. Return on Common Equity	10.83%	(FPSC Adjusted Basis)
	9.56%	(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

04/15/2021

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	\$20,828,772,741	\$5,880,975,475	\$14,947,797,266	\$135,779,946	\$1,149,739,587	\$16,233,316,799	\$1,209,727,108	\$17,443,043,907
Regulatory Base - Retail	\$18,891,738,053	\$5,423,504,638	\$13,468,233,416	\$120,114,374	\$954,170,072	\$14,542,517,862	\$1,180,661,848	\$15,723,179,710
FPSC Adjustments								
ARO	(31,495,148)	(39,002,386)	7,507,238			7,507,238	(25,906,958)	(18,399,720)
ECCR	(16,658,798)	(14,679,729)	(1,979,068)			(1,979,068)	(18,101,722)	(20,080,791)
ECRC	(253,302,580)	(35,444,902)	(217,857,678)		(9,636,567)	(227,494,245)	(5,286,153)	(232,780,398)
FUEL	(4,458,608)	(4,421,498)	(37,110)			(37,110)	(94,978,563)	(95,015,673)
CCR							(118,072,049)	(118,072,049)
Storm Protection Plan					(440,959)	(440,959)		(440,959)
Investments Earning a Return							(237,735,309)	(237,735,309)
Jobbing Accounts							1,114,800	1,114,800
Non-Regulated and Miscellaneous	(43,911,108)	(32,208,357)	(11,702,751)	(87,746,747)		(99,449,498)	39,274,556	(60,174,941)
CWIP - AFUDC					(254,292,155)	(254,292,155)		(254,292,155)
Capital & Operating Leases	(633,707,085)	(193,955,345)	(439,751,741)			(439,751,741)	418,150,460	(21,601,281)
Storm							(204,395,240)	(204,395,240)
Total FPSC Adjustments	(983,533,326)	(319,712,217)	(663,821,110)	(87,746,747)	(264,369,681)	(1,015,937,537)	(245,936,177)	(1,261,873,714)
FPSC Adjusted	\$17,908,204,727	\$5,103,792,421	\$12,804,412,306	\$32,367,627	\$689,800,392	\$13,526,580,325	\$934,725,671	\$14,461,305,996

	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	5,076,547,697	1,743,363,034	1,055,743,206	668,694,078	387,089,700	162,746,552	20,341,279		4,037,977,849	1,038,569,848
Regulatory Base - Retail	4,749,643,272	1,633,369,200	1,015,784,076	618,685,813	372,592,065	148,119,890	18,513,130		3,807,064,175	942,579,097
FPSC Adjustments										
ECCR	(121,786,593)		(117,203,225)	(2,914,154)		(409,322)			(120,526,701)	(1,259,892)
ECRC	(31,895,039)		(15,614,441)	1,014,500	(1,004,868)	(3,994,661)			(19,599,470)	(12,295,569)
FUEL	(1,228,899,050)	(1,211,311,613)	(883,718)	(6,551,340)		(2,489,548)			(1,221,236,219)	(7,662,832)
CCR	(430,640,692)	(406,223,346)	(310,061)	(19,949,764)		(1,019,500)			(427,502,671)	(3,138,021)
Storm Protection Plan	(1,426,671)		(1,208,508)	(185,092)		(8,110)			(1,401,710)	(24,961)
Non-Regulated and Miscellaneous				825,675		(202,471)			623,205	(623,205)
Coporate Aircraft Allocation			(2,787,370)			683,514			(2,103,856)	2,103,856
Franchise Fee & Gross Receipts	(229,941,111)				(228,978,657)	(236,011)			(229,214,668)	(726,443)
Gain/Loss on Disposition & Other						49,885		(203,433)	(153,547)	153,547
Inst./Promotional Advertising			(1,717,877)			421,255			(1,296,622)	1,296,622
Miscellaneous Interest Expense			1,283,828			(314,818)			969,010	(969,010)
Remove Assoc/Organization Dues			(92,743)			22,742			(70,001)	70,001
Remove Economic Development			(56,355)			13,819			(42,536)	42,536
Parent Debt Adjustment						(8,862,429)			(8,862,429)	8,862,429
Directors & Officers Premium			(1,046,180)			256,542			(789,638)	789,638
Interest Synchronization - FPSC						3,296,897			3,296,897	(3,296,897)
Storm	(147,417,990)		(147,417,990)						(147,417,990)	
Total FPSC Adjustments	(2,192,007,147)	(1,617,534,959)	(287,054,640)	(27,760,175)	(229,983,525)	(12,792,215)		(203,433)	(2,175,328,946)	(16,678,201)
FPSC Adjusted	2,557,636,124	15,834,242	728,729,436	590,925,638	142,608,540	135,327,675	18,513,130	(203,433)	1,631,735,228	925,900,896
Pro Forma Adjustments										
Weather Normalization	(103,258,297)					(25,320,814)			(25,320,814)	(77,937,483)
Total Pro Forma Adjustments	(103,258,297)					(25,320,814)			(25,320,814)	(77,937,483)
Pro Forma Adjusted	2,454,377,828	15,834,242	728,729,436	590,925,638	142,608,540	110,006,862	18,513,130	(203,433)	1,606,414,415	847,963,413
Current Month										
System Per Books	332,268,543	114,977,065	66,718,021	62,035,657	31,612,328	9,326,719	(4,833,193)		279,836,598	52,431,946
FPSC Adjusted	164,919,794		53,446,622	47,547,083	14,543,025	26,359	3,294	(21,262)	115,545,121	49,374,672

A) The addition of earnings from AFUDC would increase:

Pre-Tax System NOI by: 17,654,406
Pre-Tax Jurisdictional NOI by: 14,651,410

B) Economic Development costs related to the period are:

Total Company: 1,209,063
Jurisdictional: 1,127,101

DUKE ENERGY FLORIDA
Average Rate of Return - Adjustment
Feb-21

Notes	Rate Base Adjustments	P=ProForma F=FPSC	System	Retail
	ARO	F	(18,399,720)	(18,399,720)
	ECCR	F	(20,224,708)	(20,080,791)
	ECRC	F	(252,584,475)	(232,780,398)
	FUEL	F	(95,018,515)	(95,015,673)
	CCR	F	(118,072,049)	(118,072,049)
	Storm Protection Plan	F	(487,011)	(440,959)
	Investments Earning a Return	F	(237,735,309)	(237,735,309)
	Jobbing Accounts	F	1,173,299	1,114,800
	Non-Regulated and Miscellaneous	F	(66,896,205)	(60,174,941)
(1)	CWIP - AFUDC	F	(321,735,502)	(254,292,155)
(2)	Capital & Operating Leases - EPIS	F	(485,834,708)	(439,751,741)
(2)	Capital & Operating Leases - Working Capital	F	448,558,222	418,150,460
	Storm	F	(204,395,240)	(204,395,240)
	Total		(1,371,651,920)	(1,261,873,714)

Notes	Income Statement Adjustments (to NOI)	P=ProForma F=FPSC	System		Retail	
			Amount	Income Tax Effect	Amount	Income Tax Effect
	ECCR	F	(1,457,298)	357,356	(1,669,214)	409,322
	ECRC	F	(14,404,901)	3,532,344	(16,290,230)	3,994,661
	FUEL	F	(10,836,058)	2,657,199	(10,152,380)	2,489,548
	CCR	F	(4,157,521)	1,019,500	(4,157,521)	1,019,500
	Storm Protection Plan	F	(33,071)	8,110	(33,071)	8,110
	Non-Regulated and Miscellaneous	F	763,616	(187,253)	(825,675)	202,471
(2)	Coporate Aircraft Allocation	F	2,990,066	(733,219)	2,787,370	(683,514)
(1)	Franchise Fee & Gross Receipts	F	(962,454)	236,011	(962,454)	236,011
(1)	Gain/Loss on Disposition & Other	F	219,016	(53,707)	203,433	(49,885)
(1)	Inst./Promotional Advertising	F	1,842,800	(451,888)	1,717,877	(421,255)
(1)	Miscellaneous Interest Expense	F	(1,377,188)	337,711	(1,283,828)	314,818
(1)	Remove Assoc/Organization Dues	F	99,487	(24,396)	92,743	(22,742)
(3)	Remove Economic Development	F	60,453	(14,824)	56,355	(13,819)
(2)	Parent Debt Adjustment	F		9,844,115		8,862,429
(2)	Directors & Officers Premium	F	1,122,258	(275,198)	1,046,180	(256,542)
(1)	Interest Synchronization - FPSC	F		(3,532,713)		(3,296,897)
	Total		(26,130,794)	12,719,148	(29,470,416)	12,792,215

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	\$21,440,531,273	\$6,040,996,728	\$15,399,534,545	\$135,779,946	\$1,333,276,767	\$16,868,591,258	\$1,209,727,108	\$18,078,318,366
Regulatory Base - Retail	\$19,423,861,074	\$5,562,416,686	\$13,861,444,389	\$121,274,442	\$1,117,700,121	\$15,100,418,952	\$1,180,661,848	\$16,281,080,800
FPSC Adjustments								
ARO	(39,248,601)	(61,884,587)	22,635,986			22,635,986	(25,906,958)	(3,270,972)
ECCR	(446,836)	159,624	(606,460)			(606,460)	(18,101,722)	(18,708,182)
ECRC	(253,656,750)	(50,154,814)	(203,501,936)		(11,974,123)	(215,476,058)	(5,286,153)	(220,762,211)
FUEL	(4,129,844)	(4,160,514)	30,671			30,671	(94,978,563)	(94,947,892)
CCR							(118,072,049)	(118,072,049)
Storm Protection Plan					(2,478,274)	(2,478,274)		(2,478,274)
Investments Earning a Return							(237,735,309)	(237,735,309)
Jobbing Accounts							1,114,800	1,114,800
Non-Regulated and Miscellaneous	(44,138,313)	(14,952,289)	(29,186,024)	(87,746,747)		(116,932,771)	39,274,556	(77,658,215)
CWIP - AFUDC					(314,930,229)	(314,930,229)		(314,930,229)
Capital & Operating Leases	(614,039,793)	(205,373,535)	(408,666,258)			(408,666,258)	418,150,460	9,484,202
Storm							(204,395,240)	(204,395,240)
Total FPSC Adjustments	(955,660,137)	(336,366,115)	(619,294,021)	(87,746,747)	(329,382,625)	(1,036,423,393)	(245,936,177)	(1,282,359,570)
FPSC Adjusted	18,468,200,938	5,226,050,570	13,242,150,368	33,527,695	788,317,496	14,063,995,559	934,725,671	14,998,721,230

	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	5,076,547,697	1,743,363,034	1,055,743,206	668,694,078	387,089,700	162,746,552	20,341,279		4,037,977,849	1,038,569,848
Regulatory Base - Retail	4,749,643,272	1,633,369,200	1,015,784,076	618,685,813	372,592,065	148,119,890	18,513,130		3,807,064,175	942,579,097
FPSC Adjustments										
ECCR	(121,786,593)		(117,203,225)	(2,914,154)		(409,322)			(120,526,701)	(1,259,892)
ECRC	(31,895,039)		(15,614,441)	1,014,500	(1,004,868)	(3,994,661)			(19,599,470)	(12,295,569)
FUEL	(1,228,899,050)	(1,211,311,613)	(883,718)	(6,551,340)		(2,489,548)			(1,221,236,219)	(7,662,832)
CCR	(430,640,692)	(406,223,346)	(310,061)	(19,949,764)		(1,019,500)			(427,502,671)	(3,138,021)
Storm Protection Plan	(1,426,671)		(1,208,508)	(185,092)		(8,110)			(1,401,710)	(24,961)
Non-Regulated and Miscellaneous				825,675		(202,471)			623,205	(623,205)
Coporate Aircraft Allocation			(2,787,370)			683,514			(2,103,856)	2,103,856
Franchise Fee & Gross Receipts	(229,941,111)				(228,978,657)	(236,011)			(229,214,668)	(726,443)
Gain/Loss on Disposition & Other						49,885		(203,433)	(153,547)	153,547
Inst./Promotional Advertising			(1,717,877)			421,255			(1,296,622)	1,296,622
Miscellaneous Interest Expense			1,283,828			(314,818)			969,010	(969,010)
Remove Assoc/Organization Dues			(92,743)			22,742			(70,001)	70,001
Remove Economic Development			(56,355)			13,819			(42,536)	42,536
Parent Debt Adjustment						(8,862,429)			(8,862,429)	8,862,429
Directors & Officers Premium			(1,046,180)			256,542			(789,638)	789,638
Interest Synchronization - FPSC						3,296,897			3,296,897	(3,296,897)
Storm	(147,417,990)		(147,417,990)						(147,417,990)	
Total FPSC Adjustments	(2,192,007,147)	(1,617,534,959)	(287,054,640)	(27,760,175)	(229,983,525)	(12,792,215)		(203,433)	(2,175,328,946)	(16,678,201)
FPSC Adjusted	2,557,636,124	15,834,242	728,729,436	590,925,638	142,608,540	135,327,675	18,513,130	(203,433)	1,631,735,228	925,900,896

A) The addition of earnings from AFUDC would increase:

Pre-Tax System NOI by: 17,654,406
Pre-Tax Jurisdictional NOI by: 14,651,410

Notes	Rate Base Adjustments	P=ProForma F=FPSC	System	Retail
	ARO	F	(3,270,972)	(3,270,972)
	ECCR	F	(18,752,284)	(18,708,182)
	ECRC	F	(239,613,581)	(220,762,211)
	FUEL	F	(94,945,543)	(94,947,892)
	CCR	F	(118,072,049)	(118,072,049)
	Storm Protection Plan	F	(2,925,723)	(2,478,274)
	Investments Earning a Return	F	(237,735,309)	(237,735,309)
	Jobbing Accounts	F	1,173,299	1,114,800
	Non-Regulated and Miscellaneous	F	(84,379,478)	(77,658,215)
(1)	CWIP - AFUDC	F	(394,863,048)	(314,930,229)
(2)	Capital & Operating Leases - EPIS	F	(453,319,026)	(408,666,258)
(2)	Capital & Operating Leases - Working Capital	F	448,558,222	418,150,460
	Storm	F	(204,395,240)	(204,395,240)
	Total		(1,402,540,732)	(1,282,359,570)

Notes	Income Statement Adjustments (to NOI)	P=ProForma F=FPSC	System		Retail	
			Amount	Income Tax Effect	Amount	Income Tax Effect
	ECCR	F	(1,457,298)	357,356	(1,669,214)	409,322
	ECRC	F	(14,404,901)	3,532,344	(16,290,230)	3,994,661
	FUEL	F	(10,836,058)	2,657,199	(10,152,380)	2,489,548
	CCR	F	(4,157,521)	1,019,500	(4,157,521)	1,019,500
	Storm Protection Plan	F	(33,071)	8,110	(33,071)	8,110
	Non-Regulated and Miscellaneous	F	763,616	(187,253)	(825,675)	202,471
(2)	Coporate Aircraft Allocation	F	2,990,066	(733,219)	2,787,370	(683,514)
(1)	Franchise Fee & Gross Receipts	F	(962,454)	236,011	(962,454)	236,011
(1)	Gain/Loss on Disposition & Other	F	219,016	(53,707)	203,433	(49,885)
(1)	Inst./Promotional Advertising	F	1,842,800	(451,888)	1,717,877	(421,255)
(1)	Miscellaneous Interest Expense	F	(1,377,188)	337,711	(1,283,828)	314,818
(1)	Remove Assoc/Organization Dues	F	99,487	(24,396)	92,743	(22,742)
(3)	Remove Economic Development	F	60,453	(14,824)	56,355	(13,819)
(2)	Parent Debt Adjustment	F		9,844,115		8,862,429
(2)	Directors & Officers Premium	F	1,122,258	(275,198)	1,046,180	(256,542)
(1)	Interest Synchronization - FPSC	F		(3,532,713)		(3,296,897)
	Total		(26,130,794)	12,719,148	(29,470,416)	12,792,215

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
Feb-21

	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	7,284,896,377	6,558,418,220	(399,177,187)	(13,089,503)	6,146,151,529	42.50%	9.50%	4.04%	10.50%	4.46%	11.50%	4.89%
Long Term Debt	6,652,892,693	5,989,440,397	(364,546,434)		5,624,893,964	38.90%	4.37%	1.70%	4.37%	1.70%	4.37%	1.70%
Short Term Debt *	225,983,508	203,447,555	(12,382,806)	(37,917,252)	153,147,497	1.06%	0.79%	0.01%	0.79%	0.01%	0.79%	0.01%
Customer Deposits												
Active	194,961,727	194,961,727	(11,866,318)		183,095,409	1.27%	2.46%	0.03%	2.46%	0.03%	2.46%	0.03%
Inactive	1,820,431	1,820,431	(110,800)		1,709,631	0.01%						
Investment Tax Credits **	134,801,314	121,358,403	(7,386,462)		113,971,941	0.79%	7.05%	0.06%	7.57%	0.06%	8.09%	0.06%
Deferred Income Taxes	2,947,687,857	2,653,732,977	(161,519,078)	(253,877,874)	2,238,336,025	15.48%						
Total	17,443,043,907	15,723,179,710	(956,989,085)	(304,884,629)	14,461,305,996	100.00%		5.83%		6.26%		6.69%
<p>* Daily Weighted Average ** Cost Rates Calculated Per IRS Ruling</p>												

	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	7,633,557,298	6,930,334,762	(408,635,406)	(13,162,635)	6,508,536,721	43.39%	9.50%	4.12%	10.50%	4.56%	11.50%	4.99%
Long Term Debt	6,769,808,338	6,146,156,533	(362,397,670)		5,783,758,863	38.56%	4.31%	1.66%	4.31%	1.66%	4.31%	1.66%
Short Term Debt *	242,882,000	220,507,098	(13,001,826)	(64,310,497)	143,194,775	0.95%	0.21%	0.00%	0.21%	0.00%	0.21%	0.00%
Customer Deposits												
Active	190,348,974	190,348,974	(11,223,604)		179,125,370	1.19%	2.36%	0.03%	2.36%	0.03%	2.36%	0.03%
Inactive	1,962,377	1,962,377	(115,708)		1,846,668	0.01%						
Investment Tax Credits **	145,829,017	132,394,880	(7,806,439)		124,588,441	0.83%	7.06%	0.06%	7.59%	0.06%	8.11%	0.07%
Deferred Income Taxes	2,929,223,641	2,659,376,177	(156,805,595)	(244,900,190)	2,257,670,392	15.05%						
Total	17,913,611,644	16,281,080,800	(959,986,248)	(322,373,322)	14,998,721,230	100.00%		5.87%		6.31%		6.75%

* 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	7,284,896,377	6,558,418,220	(399,177,187)	(13,089,503)	6,146,151,529	42.50%	9.50%	4.04%	10.50%	4.46%	11.50%	4.89%
Long Term Debt	6,652,892,693	5,989,440,397	(364,546,434)		5,624,893,964	38.90%	4.37%	1.70%	4.37%	1.70%	4.37%	1.70%
Short Term Debt *	225,983,508	203,447,555	(12,382,806)	(37,917,252)	153,147,497	1.06%	0.79%	0.01%	0.79%	0.01%	0.79%	0.01%
Customer Deposits												
Active	194,961,727	194,961,727	(11,866,318)		183,095,409	1.27%	2.46%	0.03%	2.46%	0.03%	2.46%	0.03%
Inactive	1,820,431	1,820,431	(110,800)		1,709,631	0.01%						
Investment Tax Credits **	134,801,314	121,358,403	(7,386,462)		113,971,941	0.79%	7.05%	0.06%	7.57%	0.06%	8.09%	0.06%
Deferred Income Taxes	2,947,687,857	2,653,732,977	(161,519,078)	(253,877,874)	2,238,336,025	15.48%						
Total	17,443,043,907	15,723,179,710	(956,989,085)	(304,884,629)	14,461,305,996	100.00%		5.83%		6.26%		6.69%

* 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	7,633,557,298	6,930,334,762	(408,635,406)	(13,162,635)	6,508,536,721	43.39%	9.50%	4.12%	10.50%	4.56%	11.50%	4.99%
Long Term Debt	6,769,808,338	6,146,156,533	(362,397,670)		5,783,758,863	38.56%	4.31%	1.66%	4.31%	1.66%	4.31%	1.66%
Short Term Debt *	242,882,000	220,507,098	(13,001,826)	(64,310,497)	143,194,775	0.95%	0.21%	0.00%	0.21%	0.00%	0.21%	0.00%
Customer Deposits												
Active	190,348,974	190,348,974	(11,223,604)		179,125,370	1.19%	2.36%	0.03%	2.36%	0.03%	2.36%	0.03%
Inactive	1,962,377	1,962,377	(115,708)		1,846,668	0.01%						
Investment Tax Credits **	145,829,017	132,394,880	(7,806,439)		124,588,441	0.83%	7.06%	0.06%	7.59%	0.06%	8.11%	0.07%
Deferred Income Taxes	2,929,223,641	2,659,376,177	(156,805,595)	(244,900,190)	2,257,670,392	15.05%						
Total	17,913,611,644	16,281,080,800	(959,986,248)	(322,373,322)	14,998,721,230	100.00%		5.87%		6.31%		6.75%
* Daily Weighted Average ** Cost Rates Calculated Per IRS Ruling												

A. TIMES INTEREST EARNED WITH AFUDC

EARNINGS BEFORE INTEREST	\$ 1,073,220,935
AFUDC - DEBT	\$ 5,031,644
INCOME TAXES	197,488,961
TOTAL	<u>\$ 1,275,741,540</u>
INTEREST CHARGES (before deducting AFUDC-Debt)	\$ 303,778,473
TIE WITH AFUDC	<u><u>4.20</u></u>

B. TIMES INTEREST EARNED WITHOUT AFUDC

EARNINGS BEFORE INTEREST	\$ 1,073,220,935
AFUDC - EQUITY	(12,622,762)
INCOME TAXES	197,488,961
TOTAL	<u>\$ 1,258,087,134</u>
INTEREST CHARGES (before deducting AFUDC-Debt & CR3 reg asset carrying charge)	\$ 303,778,473
TIE WITHOUT AFUDC	<u><u>4.14</u></u>

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

AFUDC DEBT	\$ 5,031,644
X (1- INCOME TAX RATE)	0.75478
SUBTOTAL	<u>\$ 3,797,793</u>
AFUDC -EQUITY	\$ 12,622,762
TOTAL	<u>\$ 16,420,555</u>
NET INCOME AVAILABLE FOR COMMON STOCKHOLDERS	<u>\$ 774,358,161</u>
PERCENT AFUDC TO AVAILABLE NET INCOME	<u><u>2.12%</u></u>

D. PERCENT INTERNALLY GENERATED FUNDS*

NET INCOME	\$ 770,836,654
COMMON DIVIDENDS	-
AFUDC (EQUITY)	(12,077,036)
DEPRECIATION & AMORTIZATION	965,524,820
DEFERRED INCOME TAXES	26,805,268
INVESTMENT TAX CREDITS	-
OTHER - INC NUCLEAR DECOMMISSIONING	(226,317,245)
OTHER FUNDS - INCLUDING CHANGE IN WORKING CAPITAL	309,588,650
TOTAL FUNDS PROVIDED	<u>\$ 1,834,361,111</u>

CONSTRUCTION EXPENDITURES (EXCLUDING AFUDC EQUITY & DEBT)	<u>\$ 1,906,744,719</u>
PERCENTAGE INTERNALLY GENERATED FUNDS *As of December 2020 (updated quarterly)	96.20%

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

Common Equity	\$ 6,146,151,529
Long Term Debt	\$ 5,624,893,964
Short Term Debt	\$ 153,147,497
TOTAL	<u>\$ 11,924,192,989</u>
% LONG TERM DEBT TO TOTAL	47.17%
% SHORT TERM DEBT TO TOTAL	1.28%

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

	Pro Forma	FPSC
FPSC AVERAGE		
EARNED RATE OF RETURN	<u>5.86%</u>	<u>6.40%</u>
LESS RETAIL WEIGHTED AVERAGE COST RATES FOR:		
LONG TERM DEBT	1.70%	1.70%
SHORT TERM DEBT	0.01%	0.01%
CUSTOMER DEPOSITS	0.03%	0.03%
DEFERRED INCOME TAXES		
INVESTMENT TAX CREDITS	0.06%	0.06%
DEFERRED INCOME TAX (FAS 109)		
SUBTOTAL	<u>1.80%</u>	<u>1.80%</u>
TOTAL	<u>4.06%</u>	<u>4.60%</u>
DIVIDED BY COMMON EQUITY RATIO	<u>42.50%</u>	<u>42.50%</u>
JURISDICTIONAL RETURN ON COMMON EQUITY	<u><u>9.56%</u></u>	<u><u>10.83%</u></u>