



March 15, 2022

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, 2022.

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, 2022. The separation factors used for the jurisdictional 2021 months were from Order No. PSC-2017-0451-AS-EU and 2022 months were from Order No. PSC-2021-0202A-AS-EI.

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. Richard Gentry, Office of the Public Counsel

DUKE ENERGY FLORIDA
RATE OF RETURN REPORT SUMMARY
Jan-22

SCHEDULE 1

	(1) Actual Per Books	(2) FPSC Adjustments	(3) FPSC Adjusted	(4) Pro Forma Adjustments	(5) Pro Forma Adjusted
<u>I. AVERAGE RATE OF RETURN (Jurisdictional)</u>					
Net Operating Income	\$983,754,040 (a)	(\$45,139,400) (b)	\$938,614,640	(\$22,678,561)	\$915,936,079
Average Rate Base	\$16,875,847,147	(\$1,392,649,821)	\$15,483,197,326	\$0	\$15,483,197,326
Average Rate of Return	5.83%		6.06%		5.92%
<u>I. YEAR END RATE OF RETURN (Jurisdictional)</u>					
Net Operating Income	\$963,718,975	(\$25,104,335)	\$938,614,640		
Average Rate Base	\$17,617,603,778	(\$1,310,747,091)	\$16,306,856,687		
Average Rate of Return	5.47%		5.76%		

(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	5.60%	5.62%
Mid Point	6.05%	6.08%
High Point	6.49%	6.53%
Pro Forma Adjusted Basis		
Low Point	5.60%	5.62%
Mid Point	6.05%	6.08%
High Point	6.49%	6.53%

IV. FINANCIAL INTEGRITY INDICATORS

A. T.I.E. with AFUDC	4.24	(System Per Books Basis)
B. T.I.E. without AFUDC	4.16	(System Per Books Basis)
C. AFUDC to Net Income	2.71%	(System Per Books Basis)
D. Internally Generated Funds	77.56%	(System Per Books Basis)
E. STD/LTD to Total Investor Funds		
LT Debt-Fixed to Total Investor Funds	44.49%	(FPSC Adjusted Basis)
ST Debt to Total Investor Funds	2.10%	(FPSC Adjusted Basis)
F. Return on Common Equity		
	9.88%	(FPSC Adjusted Basis)
	9.55%	(Pro Forma Adjusted Basis)
G. Current Allowed AFUDC Rate	6.09%	Docket 20210016-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 Oliver

03/15/2022

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	\$22,221,260,756	\$6,115,403,357	\$16,105,857,399	\$136,167,823	\$1,272,840,358	\$17,514,865,581	\$1,101,162,749	\$18,616,028,330
Regulatory Base - Retail	\$20,240,314,995	\$5,674,019,359	\$14,566,295,636	\$122,158,728	\$1,121,864,817	\$15,810,319,181	\$1,065,527,966	\$16,875,847,147
FPSC Adjustments								
ARO	(42,955,599)	(61,422,572)	18,466,973			18,466,973	(39,087,822)	(20,620,849)
ECCR	(726,638)	(91,694)	(634,943)			(634,943)	(13,875,285)	(14,510,228)
ECRC	(219,000,525)	(28,841,910)	(190,158,615)		(11,688,668)	(201,847,284)	(6,757,181)	(208,604,464)
FUEL	(4,128,954)	(4,179,226)	50,271			50,271	(83,996,030)	(83,945,758)
CCR							(112,097,498)	(112,097,498)
Storm Protection Plan	(8,237,614)	(27,839)	(8,209,775)		(24,869,526)	(33,079,302)		(33,079,302)
Over\Under Recovery-Clauses							(171,173,346)	(171,173,346)
Investments Earning a Return							(260,969,428)	(260,969,428)
Jobbing Accounts							703,290	703,290
Non-Regulated and Miscellaneous	(41,826,606)	(15,643,441)	(26,183,165)	(87,614,748)	(1,633,245)	(115,431,159)	38,722,105	(76,709,054)
CWIP - AFUDC					(354,675,112)	(354,675,112)		(354,675,112)
Capital & Operating Leases	(628,466,818)	(229,842,780)	(398,624,038)			(398,624,038)	370,241,112	(28,382,926)
Storm							(28,585,145)	(28,585,145)
Total FPSC Adjustments	(945,342,754)	(340,049,462)	(605,293,292)	(87,614,748)	(392,866,552)	(1,085,774,592)	(306,875,229)	(1,392,649,821)
FPSC Adjusted	\$19,294,972,241	\$5,333,969,897	\$13,961,002,343	\$34,543,979	\$728,998,266	\$14,724,544,589	\$758,652,738	\$15,483,197,326

	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	5,197,475,258	1,832,738,310	957,251,480	781,915,444	382,792,201	(83,387,454)	282,986,544		4,154,296,525	1,043,178,733
Regulatory Base - Retail	4,817,258,518	1,660,217,165	913,227,181	727,929,781	367,938,729	(77,472,856)	261,699,542		3,853,539,543	963,718,975
FPSC Adjustments										
ECCR	(117,441,966)		(116,302,190)	(92,263)		(265,492)			(116,659,945)	(782,021)
ECRC	(36,415,547)		(16,634,082)	(844,029)	(872,094)	(4,578,661)			(22,928,866)	(13,486,682)
FUEL	(1,285,274,020)	(1,269,904,462)		(6,567,567)		(2,230,865)			(1,278,702,894)	(6,571,126)
CCR	(475,864,528)	(390,312,703)		(80,439,547)		(1,295,707)			(472,047,957)	(3,816,571)
Storm Protection Plan	(15,528,703)		(7,969,154)	(5,646,240)	(48,333)	(472,678)			(14,136,405)	(1,392,299)
Non-Regulated and Miscellaneous				(540,603)		137,016			(403,587)	403,587
Coporate Aircraft Allocation			(2,702,702)			685,000			(2,017,702)	2,017,702
Franchise Fee & Gross Receipts	(232,930,664)		(3,348,123)		(221,255,575)	(2,110,470)			(226,714,168)	(6,216,496)
Gain/Loss on Disposition & Other						119,508		(471,525)	(352,017)	352,017
Inst./Promotional Advertising			(2,201,023)			557,849			(1,643,174)	1,643,174
Miscellaneous Interest Expense			1,060,861			(268,875)			791,986	(791,986)
Remove Assoc/Organization Dues			(138,324)			35,058			(103,265)	103,265
Remove Economic Development			(71,691)			18,170			(53,521)	53,521
Parent Debt Adjustment						(6,679,083)			(6,679,083)	6,679,083
Directors & Officers Premium			(1,125,119)			285,162			(839,958)	839,958
Interest Synchronization - FPSC						4,662,658			4,662,658	(4,662,658)
LTIP & SERP			(757,747)			192,051			(565,696)	565,696
Storm	(7,698,691)		(7,641,764)			(14,428)			(7,656,192)	(42,499)
Total FPSC Adjustments	(2,171,154,120)	(1,660,217,165)	(157,831,057)	(94,130,249)	(222,176,001)	(11,223,787)		(471,525)	(2,146,049,785)	(25,104,335)
FPSC Adjusted	2,646,104,398		755,396,124	633,799,532	145,762,728	(88,696,643)	261,699,542	(471,525)	1,707,489,758	938,614,640
Pro Forma Adjustments										
Weather Normalization	(30,377,820)					(7,699,258)			(7,699,258)	(22,678,561)
Total Pro Forma Adjustments	(30,377,820)					(7,699,258)			(7,699,258)	(22,678,561)
Pro Forma Adjusted	2,615,726,578		755,396,124	633,799,532	145,762,728	(96,395,901)	261,699,542	(471,525)	1,699,790,499	915,936,079
Current Month										
System Per Books	447,971,471	151,670,706	69,256,264	69,471,780	33,280,192	24,920,180	(4,459,074)		344,140,048	103,831,423
FPSC Adjusted	242,774,088		53,460,224	61,187,755	13,870,787	(7,680,864)	31,000,053	(64,596)	151,773,360	91,000,728

A) The addition of earnings from AFUDC would increase:

Pre-Tax System NOI by: 22,731,295
Pre-Tax Jurisdictional NOI by 20,035,065

B) Economic Development costs related to the period are:

Total Company: 1,538,092
Jurisdictional: 1,433,825

Notes	Rate Base Adjustments	P=ProForma F=FPSC	System	Retail
	ARO	F	(20,620,849)	(20,620,849)
	ECCR	F	(14,540,739)	(14,510,228)
	ECRC	F	(224,901,333)	(208,604,464)
	FUEL	F	(83,941,896)	(83,945,758)
	CCR	F	(112,097,498)	(112,097,498)
	Storm Protection Plan	F	(37,510,845)	(33,079,302)
	Over\Under Recovery-Clauses	F	(171,173,346)	(171,173,346)
	Derivatives	F		
	Investments Earning a Return	F	(260,969,428)	(260,969,428)
	Jobbing Accounts	F	742,548	703,290
	Non-Regulated and Miscellaneous	F	(83,440,547)	(76,709,054)
(1)	CWIP - AFUDC	F	(421,864,604)	(354,675,112)
(2)	Capital & Operating Leases - EPIS	F	(428,823,905)	(398,624,038)
(2)	Capital & Operating Leases - Working Capital	F	388,032,397	370,241,112
	Storm	F	(28,585,145)	(28,585,145)
	Total		(1,499,695,191)	(1,392,649,821)

Notes	Income Statement Adjustments (to NOI)	P=ProForma F=FPSC	System		Retail	
			Amount	Income Tax Effect	Amount	Income Tax Effect
	ECCR	F	(1,041,012)	263,845	(1,047,513)	265,492
	ECRC	F	(16,717,657)	4,237,090	(18,065,343)	4,578,661
	FUEL	F	(9,716,648)	2,462,684	(8,801,991)	2,230,865
	CCR	F	(5,112,278)	1,295,707	(5,112,278)	1,295,707
	Storm Protection Plan	F	(1,864,977)	472,678	(1,864,977)	472,678
	Non-Regulated and Miscellaneous	F	540,603	(137,016)	540,603	(137,016)
(2)	Coporate Aircraft Allocation	F	2,893,566	(733,374)	2,702,702	(685,000)
(1)	Franchise Fee & Gross Receipts	F	(8,326,966)	2,110,470	(8,326,966)	2,110,470
(1)	Gain/Loss on Disposition & Other	F	507,659	(128,666)	471,525	(119,508)
(1)	Inst./Promotional Advertising	F	2,360,556	(598,283)	2,201,023	(557,849)
(1)	Miscellaneous Interest Expense	F	(1,137,878)	288,395	(1,060,861)	268,875
(1)	Remove Assoc/Organization Dues	F	148,092	(37,534)	138,324	(35,058)
(3)	Remove Economic Development	F	75,136	(19,043)	71,691	(18,170)
(2)	Parent Debt Adjustment	F		7,375,651		6,679,083
(2)	Directors & Officers Premium	F	1,204,347	(305,242)	1,125,119	(285,162)
(1)	Interest Synchronization - FPSC	F		(4,993,634)		(4,662,658)
(4)	LTIP & SERP	F	794,159	(201,280)	757,747	(192,051)
	Storm	F	(56,927)	14,428	(56,927)	14,428
	Total		(35,450,226)	11,366,877	(36,328,122)	11,223,787

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
(4) Docket No. 20210016-EI, Order No. PSC-2021-0202-AS-EI

	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	\$23,070,571,490	\$6,197,684,977	\$16,872,886,513	\$137,128,357	\$1,336,281,087	\$18,346,295,957	\$1,101,162,745	\$19,447,458,702
Regulatory Base - Retail	\$20,976,431,475	\$5,753,779,977	\$15,222,651,498	\$123,150,113	\$1,206,274,202	\$16,552,075,812	\$1,065,527,966	\$17,617,603,778
FPSC Adjustments								
ARO	(55,312,259)	(61,760,961)	6,448,702			6,448,702	(39,087,822)	(32,639,120)
ECCR	(507,601)	311,170	(818,771)			(818,771)	(13,875,285)	(14,694,056)
ECRC	(21,203,358)	(3,345,850)	(17,857,507)			(17,857,507)	(6,757,181)	(24,614,688)
FUEL	(4,128,954)	(4,221,931)	92,976			92,976	(83,996,030)	(83,903,053)
CCR							(112,097,498)	(112,097,498)
Storm Protection Plan	(50,164,333)	(142,278)	(50,022,054)		(28,052,921)	(78,074,975)		(78,074,975)
Over\Under Recovery-Clauses							(171,173,346)	(171,173,346)
Investments Earning a Return							(260,969,428)	(260,969,428)
Jobbing Accounts							703,290	703,290
Non-Regulated and Miscellaneous	(42,592,595)	(16,282,201)	(26,310,394)	(87,727,853)	(486,839)	(114,525,086)	38,722,105	(75,802,980)
CWIP - AFUDC					(430,352,924)	(430,352,924)		(430,352,924)
Capital & Operating Leases	(628,073,548)	(259,289,271)	(368,784,277)			(368,784,277)	370,241,112	1,456,835
Storm							(28,585,145)	(28,585,145)
Total FPSC Adjustments	(801,982,648)	(344,731,322)	(457,251,325)	(87,727,853)	(458,892,684)	(1,003,871,863)	(306,875,229)	(1,310,747,091)
FPSC Adjusted	20,174,448,827	5,409,048,655	14,765,400,172	35,422,260	747,381,517	15,548,203,949	758,652,738	16,306,856,687

	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	5,197,475,258	1,832,738,310	957,251,480	781,915,444	382,792,201	(83,387,454)	282,986,544		4,154,296,525	1,043,178,733
Regulatory Base - Retail	4,817,258,518	1,660,217,165	913,227,181	727,929,781	367,938,729	(77,472,856)	261,699,542		3,853,539,543	963,718,975
FPSC Adjustments										
ECCR	(117,441,966)		(116,302,190)	(92,263)		(265,492)			(116,659,945)	(782,021)
ECRC	(36,415,547)		(16,634,082)	(844,029)	(872,094)	(4,578,661)			(22,928,866)	(13,486,682)
FUEL	(1,285,274,020)	(1,269,904,462)		(6,567,567)		(2,230,865)			(1,278,702,894)	(6,571,126)
CCR	(475,864,528)	(390,312,703)		(80,439,547)		(1,295,707)			(472,047,957)	(3,816,571)
Storm Protection Plan	(15,528,703)		(7,969,154)	(5,646,240)	(48,333)	(472,678)			(14,136,405)	(1,392,299)
Non-Regulated and Miscellaneous				(540,603)		137,016			(403,587)	403,587
Coporate Aircraft Allocation			(2,702,702)			685,000			(2,017,702)	2,017,702
Franchise Fee & Gross Receipts	(232,930,664)		(3,348,123)		(221,255,575)	(2,110,470)			(226,714,168)	(6,216,496)
Gain/Loss on Disposition & Other						119,508		(471,525)	(352,017)	352,017
Inst./Promotional Advertising			(2,201,023)			557,849			(1,643,174)	1,643,174
Miscellaneous Interest Expense			1,060,861			(268,875)			791,986	(791,986)
Remove Assoc/Organization Dues			(138,324)			35,058			(103,265)	103,265
Remove Economic Development			(71,691)			18,170			(53,521)	53,521
Parent Debt Adjustment						(6,679,083)			(6,679,083)	6,679,083
Directors & Officers Premium			(1,125,119)			285,162			(839,958)	839,958
Interest Synchronization - FPSC						4,662,658			4,662,658	(4,662,658)
LTIP & SERP			(757,747)			192,051			(565,696)	565,696
Storm	(7,698,691)		(7,641,764)			(14,428)			(7,656,192)	(42,499)
Total FPSC Adjustments	(2,171,154,120)	(1,660,217,165)	(157,831,057)	(94,130,249)	(222,176,001)	(11,223,787)		(471,525)	(2,146,049,785)	(25,104,335)
FPSC Adjusted	2,646,104,398		755,396,124	633,799,532	145,762,728	(88,696,643)	261,699,542	(471,525)	1,707,489,758	938,614,640

A) The addition of earnings from AFUDC would increase:

Pre-Tax System NOI by: 22,731,295
Pre-Tax Jurisdictional NOI by: 20,035,065

Notes	Rate Base Adjustments	P=ProForma F=FPSC	System	Retail
	ARO	F	(32,639,120)	(32,639,120)
	ECCR	F	(14,733,400)	(14,694,056)
	ECRC	F	(26,469,508)	(24,614,688)
	FUEL	F	(83,895,910)	(83,903,053)
	CCR	F	(112,097,498)	(112,097,498)
	Storm Protection Plan	F	(88,291,757)	(78,074,975)
	Over/Under Recovery-Clauses	F	(171,173,346)	(171,173,346)
	Derivatives	F		
	Investments Earning a Return	F	(260,969,428)	(260,969,428)
	Jobbing Accounts	F	742,548	703,290
	Non-Regulated and Miscellaneous	F	(82,543,164)	(75,802,980)
(1)	CWIP - AFUDC	F	(501,396,103)	(430,352,924)
(2)	Capital & Operating Leases - EPIS	F	(398,965,247)	(368,784,277)
(2)	Capital & Operating Leases - Working Capital	F	388,032,397	370,241,112
	Storm	F	(28,585,145)	(28,585,145)
	Total		(1,412,984,682)	(1,310,747,091)

Notes	Income Statement Adjustments (to NOI)	P=ProForma F=FPSC	System		Retail	
			Amount	Income Tax Effect	Amount	Income Tax Effect
	ECCR	F	(1,041,012)	263,845	(1,047,513)	265,492
	ECRC	F	(16,717,657)	4,237,090	(18,065,343)	4,578,661
	FUEL	F	(9,716,648)	2,462,684	(8,801,991)	2,230,865
	CCR	F	(5,112,278)	1,295,707	(5,112,278)	1,295,707
	Storm Protection Plan	F	(1,864,977)	472,678	(1,864,977)	472,678
	Non-Regulated and Miscellaneous	F	540,603	(137,016)	540,603	(137,016)
(2)	Coporate Aircraft Allocation	F	2,893,566	(733,374)	2,702,702	(685,000)
(1)	Franchise Fee & Gross Receipts	F	(8,326,966)	2,110,470	(8,326,966)	2,110,470
(1)	Gain/Loss on Disposition & Other	F	507,659	(128,666)	471,525	(119,508)
(1)	Inst./Promotional Advertising	F	2,360,556	(598,283)	2,201,023	(557,849)
(1)	Miscellaneous Interest Expense	F	(1,137,878)	288,395	(1,060,861)	268,875
(1)	Remove Assoc/Organization Dues	F	148,092	(37,534)	138,324	(35,058)
(3)	Remove Economic Development	F	75,136	(19,043)	71,691	(18,170)
(2)	Parent Debt Adjustment	F		7,375,651		6,679,083
(2)	Directors & Officers Premium	F	1,204,347	(305,242)	1,125,119	(285,162)
(1)	Interest Synchronization - FPSC	F		(4,993,634)		(4,662,658)
(4)	LTIP & SERP	F	794,159	(201,280)	757,747	(192,051)
	Storm	F	(56,927)	14,428	(56,927)	14,428
	Total		(35,450,226)	11,366,877	(36,328,122)	11,223,787

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

	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	8,054,627,745	7,293,883,120	(445,978,010)	(12,224,670)	6,835,680,441	44.15%	8.85%	3.91%	9.85%	4.35%	10.85%	4.79%
Long Term Debt	6,699,250,934	6,066,519,131	(370,931,928)		5,695,587,203	36.79%	4.30%	1.58%	4.30%	1.58%	4.30%	1.58%
Short Term Debt *	443,532,160	401,641,372	(24,558,005)	(107,710,363)	269,373,004	1.74%	0.16%	0.00%	0.16%	0.00%	0.16%	0.00%
Customer Deposits												
Active	189,587,682	189,587,682	(11,592,171)		177,995,511	1.15%	2.65%	0.03%	2.65%	0.03%	2.65%	0.03%
Inactive	1,714,151	1,714,151	(104,810)		1,609,341	0.01%						
Investment Tax Credits **	202,769,897	183,618,657	(11,227,200)		172,391,457	1.11%	6.78%	0.08%	7.33%	0.08%	7.87%	0.09%
Deferred Income Taxes	3,024,545,761	2,738,883,034	(167,466,572)	(240,856,091)	2,330,560,370	15.05%						
Total	18,616,028,330	16,875,847,147	(1,031,858,697)	(360,791,124)	15,483,197,326	100.00%		5.60%		6.05%		6.49%

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

DUKE ENERGY FLORIDA
End of Period - Capital Structure
Pro Forma Adjusted Basis
Jan-22

	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	8,628,786,649	7,656,305,136	(354,581,111)	(11,472,977)	7,290,251,048	44.71%	8.85%	3.96%	9.85%	4.40%	10.85%	4.85%
Long Term Debt	7,195,732,020	6,384,758,630	(295,692,866)		6,089,065,763	37.34%	4.17%	1.56%	4.17%	1.56%	4.17%	1.56%
Short Term Debt *	456,210,858	404,794,982	(18,746,987)	(237,585,546)	148,462,449	0.91%	0.23%	0.00%	0.23%	0.00%	0.23%	0.00%
Customer Deposits												
Active	179,673,796	179,673,796	(8,321,107)		171,352,689	1.05%	2.40%	0.03%	2.40%	0.03%	2.40%	0.03%
Inactive	1,666,455	1,666,455	(77,177)		1,589,278	0.01%						
Investment Tax Credits **	235,766,505	209,195,148	(9,688,309)		199,506,839	1.22%	6.72%	0.08%	7.27%	0.09%	7.81%	0.10%
Deferred Income Taxes	3,134,470,754	2,781,209,631	(128,804,219)	(245,776,792)	2,406,628,620	14.76%						
Total	19,832,307,037	17,617,603,778	(815,911,777)	(494,835,314)	16,306,856,687	100.00%		5.62%		6.08%		6.53%

* 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	8,054,627,745	7,293,883,120	(445,978,010)	(12,224,670)	6,835,680,441	44.15%	8.85%	3.91%	9.85%	4.35%	10.85%	4.79%
Long Term Debt	6,699,250,934	6,066,519,131	(370,931,928)		5,695,587,203	36.79%	4.30%	1.58%	4.30%	1.58%	4.30%	1.58%
Short Term Debt *	443,532,160	401,641,372	(24,558,005)	(107,710,363)	269,373,004	1.74%	0.16%	0.00%	0.16%	0.00%	0.16%	0.00%
Customer Deposits												
Active	189,587,682	189,587,682	(11,592,171)		177,995,511	1.15%	2.65%	0.03%	2.65%	0.03%	2.65%	0.03%
Inactive	1,714,151	1,714,151	(104,810)		1,609,341	0.01%						
Investment Tax Credits **	202,769,897	183,618,657	(11,227,200)		172,391,457	1.11%	6.78%	0.08%	7.33%	0.08%	7.87%	0.09%
Deferred Income Taxes	3,024,545,761	2,738,883,034	(167,466,572)	(240,856,091)	2,330,560,370	15.05%						
Total	18,616,028,330	16,875,847,147	(1,031,858,697)	(360,791,124)	15,483,197,326	100.00%		5.60%		6.05%		6.49%
* Daily Weighted Average												
** Cost Rates Calculated Per IRS Ruling												

DUKE ENERGY FLORIDA
End of Period - Capital Structure
FPSC Adjusted Basis
Jan-22

	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	8,628,786,649	7,656,305,136	(354,581,111)	(11,472,977)	7,290,251,048	44.71%	8.85%	3.96%	9.85%	4.40%	10.85%	4.85%
Long Term Debt	7,195,732,020	6,384,758,630	(295,692,866)		6,089,065,763	37.34%	4.17%	1.56%	4.17%	1.56%	4.17%	1.56%
Short Term Debt *	456,210,858	404,794,982	(18,746,987)	(237,585,546)	148,462,449	0.91%	0.23%	0.00%	0.23%	0.00%	0.23%	0.00%
Customer Deposits												
Active	179,673,796	179,673,796	(8,321,107)		171,352,689	1.05%	2.40%	0.03%	2.40%	0.03%	2.40%	0.03%
Inactive	1,666,455	1,666,455	(77,177)		1,589,278	0.01%						
Investment Tax Credits **	235,766,505	209,195,148	(9,688,309)		199,506,839	1.22%	6.72%	0.08%	7.27%	0.09%	7.81%	0.10%
Deferred Income Taxes	3,134,470,754	2,781,209,631	(128,804,219)	(245,776,792)	2,406,628,620	14.76%						
Total	19,832,307,037	17,617,603,778	(815,911,777)	(494,835,314)	16,306,856,687	100.00%		5.62%		6.08%		6.53%
* Daily Weighted Average												
** Cost Rates Calculated Per IRS Ruling												

A. TIMES INTEREST EARNED WITH AFUDC

EARNINGS BEFORE INTEREST	\$	1,075,207,464
AFUDC - DEBT	\$	6,405,826
INCOME TAXES		201,678,324
TOTAL	\$	1,283,291,614
INTEREST CHARGES (before deducting AFUDC-Debt)	\$	302,791,197
TIE WITH AFUDC		<u>4.24</u>

B. TIMES INTEREST EARNED WITHOUT AFUDC

EARNINGS BEFORE INTEREST	\$	1,075,207,464
AFUDC - EQUITY (16,325,469)		(16,325,469)
INCOME TAXES		201,678,324
TOTAL	\$	1,260,560,319
INTEREST CHARGES (before deducting AFUDC-Debt & CR3 reg asset carrying charge)	\$	302,791,197
TIE WITHOUT AFUDC		<u>4.16</u>

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

AFUDC DEBT	\$	6,405,826
X (1- INCOME TAX RATE)		0.74655
SUBTOTAL	\$	4,782,269
AFUDC -EQUITY	\$	16,325,469
TOTAL	\$	21,107,738
NET INCOME AVAILABLE FOR COMMON STOCKHOLDERS	\$	778,727,208
PERCENT AFUDC TO AVAILABLE NET INCOME		<u>2.71%</u>

D. PERCENT INTERNALLY GENERATED FUNDS*

NET INCOME	\$	778,727,208
COMMON DIVIDENDS		-
AFUDC (EQUITY)		(16,139,829)
DEPRECIATION & AMORTIZATION		954,946,958
DEFERRED INCOME TAXES		279,437,448
INVESTMENT TAX CREDITS		-
OTHER - INC NUCLEAR DECOMMISSIONING		15,291,014
OTHER FUNDS - INCLUDING CHANGE IN WORKING CAPITAL		(521,061,928)
TOTAL FUNDS PROVIDED	\$	<u>1,491,200,871</u>

CONSTRUCTION EXPENDITURES (EXCLUDING AFUDC EQUITY & DEBT)	\$	1,922,605,689
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PERCENTAGE INTERNALLY GENERATED FUNDS **77.56%**

*As of December 2021 (updated quarterly)

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

Common Equity	\$	6,835,680,441
Long Term Debt	\$	5,695,587,203
Short Term Debt	\$	269,373,004
TOTAL	\$	<u>12,800,640,647</u>

% LONG TERM DEBT TO TOTAL **44.49%**
% SHORT TERM DEBT TO TOTAL **2.10%**

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

	Pro Forma	FPSC
FPSC AVERAGE		
EARNED RATE OF RETURN	<u>5.92%</u>	<u>6.06%</u>
LESS RETAIL WEIGHTED AVERAGE COST RATES FOR:		
LONG TERM DEBT	1.58%	1.58%
SHORT TERM DEBT	0.00%	0.00%
CUSTOMER DEPOSITS	0.03%	0.03%
DEFERRED INCOME TAXES		
INVESTMENT TAX CREDITS	0.08%	0.08%
DEFERRED INCOME TAX (FAS 109)		
SUBTOTAL	<u>1.70%</u>	<u>1.70%</u>
TOTAL	4.22%	4.36%
DIVIDED BY COMMON EQUITY RATIO	<u>44.15%</u>	<u>44.15%</u>
JURISDICTIONAL RETURN ON COMMON EQUITY	<u>9.55%</u>	<u>9.88%</u>