



April 13, 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 February 28, 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 February 28, 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
Feb-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	\$1,000,318,148 (a)	(\$41,680,545) (b)	\$958,637,603	(\$21,697,881)	\$936,939,722
Average Rate Base	\$16,986,456,521	(\$1,427,668,034)	\$15,558,788,487	\$0	\$15,558,788,487
Average Rate of Return	5.89%		6.16%		6.02%
<u>I. YEAR END RATE OF RETURN (Jurisdictional)</u>					
Net Operating Income	\$980,212,135	(\$21,574,532)	\$958,637,603		
Average Rate Base	\$17,686,437,560	(\$1,393,411,469)	\$16,293,026,091		
Average Rate of Return	5.54%		5.88%		

(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%	5.58%
Mid Point	6.05%	6.02%
High Point	6.49%	6.47%
Pro Forma Adjusted Basis		
Low Point	5.60%	5.58%
Mid Point	6.05%	6.02%
High Point	6.49%	6.47%

IV. FINANCIAL INTEGRITY INDICATORS

A. T.I.E. with AFUDC	4.28	(System Per Books Basis)
B. T.I.E without AFUDC	4.20	(System Per Books Basis)
C. AFUDC to Net Income	2.73%	(System Per Books Basis)
D. Internally Generated Funds	78.21%	(System Per Books Basis)
E. STD/LTD to Total Investor Funds		
LT Debt-Fixed to Total Investor Funds	44.40%	(FPSC Adjusted Basis)
ST Debt to Total Investor Funds	2.19%	(FPSC Adjusted Basis)
F. Return on Common Equity		
	10.11%	(FPSC Adjusted Basis)
	9.80%	(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

04/13/2022

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	\$22,362,323,785	\$6,134,539,462	\$16,227,784,323	\$135,712,356	\$1,277,937,906	\$17,641,434,585	\$1,126,038,385	\$18,767,472,970
Regulatory Base - Retail	\$20,362,238,517	\$5,692,213,931	\$14,670,024,586	\$121,709,768	\$1,104,913,213	\$15,896,647,567	\$1,089,808,954	\$16,986,456,521
FPSC Adjustments								
ARO	(44,191,265)	(61,368,535)	17,177,270			17,177,270	(37,575,779)	(20,398,510)
ECCR	(629,046)	24,462	(653,508)			(653,508)	(13,509,142)	(14,162,651)
ECRC	(202,581,655)	(26,908,816)	(175,672,838)		(10,787,772)	(186,460,611)	(6,855,853)	(193,316,463)
FUEL	(4,128,954)	(4,187,811)	58,856			58,856	(83,410,332)	(83,351,476)
CCR							(111,554,357)	(111,554,357)
Storm Protection Plan	(12,479,397)	(46,740)	(12,432,657)		(27,679,986)	(40,112,643)		(40,112,643)
Over\Under Recovery-Clauses							(208,244,557)	(208,244,557)
Investments Earning a Return							(267,132,524)	(267,132,524)
Jobbing Accounts							588,059	588,059
Non-Regulated and Miscellaneous	(41,922,601)	(15,763,893)	(26,158,707)	(87,643,025)	(1,457,322)	(115,259,053)	39,683,741	(75,575,313)
CWIP - AFUDC					(364,174,137)	(364,174,137)		(364,174,137)
Capital & Operating Leases	(628,434,667)	(234,749,447)	(393,685,220)			(393,685,220)	365,379,882	(28,305,338)
Storm							(21,928,125)	(21,928,125)
Total FPSC Adjustments	(934,367,584)	(343,000,779)	(591,366,805)	(87,643,025)	(404,099,217)	(1,083,109,047)	(344,558,987)	(1,427,668,034)
FPSC Adjusted	\$19,427,870,933	\$5,349,213,152	\$14,078,657,781	\$34,066,744	\$700,813,995	\$14,813,538,520	\$745,249,967	\$15,558,788,487

DUKE ENERGY FLORIDA
Average Rate of Return - Income Statement
Feb-22

Schedule 2
Page 2 of 3

	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	5,279,691,543	1,872,313,641	964,662,352	788,928,421	386,137,192	(76,951,786)	283,727,137		4,218,816,958	1,060,874,584
Regulatory Base - Retail	4,890,723,218	1,695,382,545	920,270,647	733,489,809	371,397,472	(71,460,920)	261,431,530		3,910,511,083	980,212,135
FPSC Adjustments										
ECCR	(116,159,552)		(115,007,887)	(94,823)		(267,857)			(115,370,567)	(788,985)
ECRC	(34,532,566)		(16,181,393)	(974,421)	(802,386)	(4,200,773)			(22,158,973)	(12,373,593)
FUEL	(1,316,815,132)	(1,302,013,095)		(6,559,458)		(2,089,082)			(1,310,661,635)	(6,153,497)
CCR	(469,497,439)	(393,369,450)		(73,768,972)		(597,893)			(467,736,315)	(1,761,124)
Storm Protection Plan	(21,853,031)		(13,186,698)	(6,207,647)	(84,400)	(601,763)			(20,080,508)	(1,772,523)
Non-Regulated and Miscellaneous				(514,510)		130,403			(384,107)	384,107
Coporate Aircraft Allocation			(2,707,992)			686,341			(2,021,651)	2,021,651
Franchise Fee & Gross Receipts	(236,672,928)		(3,401,614)		(224,669,058)	(2,180,242)			(230,250,914)	(6,422,014)
Gain/Loss on Disposition & Other						123,145		(485,876)	(362,731)	362,731
Inst./Promotional Advertising			(2,426,322)			614,951			(1,811,370)	1,811,370
Miscellaneous Interest Expense			1,059,406			(268,506)			790,900	(790,900)
Remove Assoc/Organization Dues			(138,594)			35,127			(103,468)	103,468
Remove Economic Development			(88,381)			22,400			(65,981)	65,981
Parent Debt Adjustment						(6,697,102)			(6,697,102)	6,697,102
Directors & Officers Premium			(1,137,439)			288,284			(849,155)	849,155
Interest Synchronization - FPSC						4,824,193			4,824,193	(4,824,193)
LTIP & SERP			(1,427,737)			361,860			(1,065,877)	1,065,877
Storm	(7,717,018)		(7,651,187)			(16,685)			(7,667,872)	(49,146)
Total FPSC Adjustments	(2,203,247,665)	(1,695,382,545)	(162,295,838)	(88,119,830)	(225,555,844)	(9,833,199)		(485,876)	(2,181,673,133)	(21,574,532)
FPSC Adjusted	2,687,475,553		757,974,809	645,369,978	145,841,628	(81,294,119)	261,431,530	(485,876)	1,728,837,950	958,637,603
Pro Forma Adjustments										
Weather Normalization	(29,064,203)					(7,366,322)			(7,366,322)	(21,697,881)
Total Pro Forma Adjustments	(29,064,203)					(7,366,322)			(7,366,322)	(21,697,881)
Pro Forma Adjusted	2,658,411,349		757,974,809	645,369,978	145,841,628	(88,660,441)	261,431,530	(485,876)	1,721,471,628	936,939,722
Current Month										
System Per Books	414,484,705	154,552,397	74,129,094	69,048,634	34,957,319	15,762,387	(4,092,600)		344,357,232	70,127,473
FPSC Adjusted	206,446,547		55,832,808	61,390,308	14,621,685	(4,399,027)	19,239,378	(56,821)	146,628,331	59,818,216

A) The addition of earnings from AFUDC would increase:

Pre-Tax System NOI by: 23,254,529
Pre-Tax Jurisdictional NOI by 20,106,013

B) Economic Development costs related to the period are:

Total Company: 1,896,152
Jurisdictional: 1,767,612

Notes	Rate Base Adjustments	P=ProForma F=FPSC	System	Retail
	ARO	F	(20,398,510)	(20,398,510)
	ECCR	F	(14,194,054)	(14,162,651)
	ECRC	F	(208,450,524)	(193,316,463)
	FUEL	F	(83,346,954)	(83,351,476)
	CCR	F	(111,554,357)	(111,554,357)
	Storm Protection Plan	F	(45,564,305)	(40,112,643)
	Over\Under Recovery-Clauses	F	(208,244,557)	(208,244,557)
	Derivatives	F		
	Investments Earning a Return	F	(267,132,524)	(267,132,524)
	Jobbing Accounts	F	620,897	588,059
	Non-Regulated and Miscellaneous	F	(82,308,982)	(75,575,313)
(1)	CWIP - AFUDC	F	(430,594,286)	(364,174,137)
(2)	Capital & Operating Leases - EPIS	F	(423,883,543)	(393,685,220)
(2)	Capital & Operating Leases - Working Capital	F	382,937,570	365,379,882
	Storm	F	(21,928,125)	(21,928,125)
	Total		(1,534,042,253)	(1,427,668,034)

Notes	Income Statement Adjustments (to NOI)	P=ProForma F=FPSC	System		Retail	
			Amount	Income Tax Effect	Amount	Income Tax Effect
	ECCR	F	(1,050,364)	266,215	(1,056,842)	267,857
	ECRC	F	(15,308,870)	3,880,033	(16,574,366)	4,200,773
	FUEL	F	(9,102,779)	2,307,099	(8,242,579)	2,089,082
	CCR	F	(2,359,016)	597,893	(2,359,016)	597,893
	Storm Protection Plan	F	(2,374,286)	601,763	(2,374,286)	601,763
	Non-Regulated and Miscellaneous	F	514,510	(130,403)	514,510	(130,403)
(2)	Corporate Aircraft Allocation	F	2,893,566	(733,374)	2,707,992	(686,341)
(1)	Franchise Fee & Gross Receipts	F	(8,602,256)	2,180,242	(8,602,256)	2,180,242
(1)	Gain/Loss on Disposition & Other	F	523,121	(132,585)	485,876	(123,145)
(1)	Inst./Promotional Advertising	F	2,594,413	(657,554)	2,426,322	(614,951)
(1)	Miscellaneous Interest Expense	F	(1,136,188)	287,967	(1,059,406)	268,506
(1)	Remove Assoc/Organization Dues	F	148,092	(37,534)	138,594	(35,127)
(3)	Remove Economic Development	F	92,628	(23,476)	88,381	(22,400)
(2)	Parent Debt Adjustment	F		7,407,002		6,697,102
(2)	Directors & Officers Premium	F	1,214,970	(307,934)	1,137,439	(288,284)
(1)	Interest Synchronization - FPSC	F		(5,153,132)		(4,824,193)
(4)	LTIP & SERP	F	1,496,345	(379,249)	1,427,737	(361,860)
	Storm	F	(65,831)	16,685	(65,831)	16,685
	Total		(30,521,945)	9,989,656	(31,407,731)	9,833,199

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	\$23,176,938,441	\$6,242,617,086	\$16,934,321,355	\$129,858,867	\$1,365,058,741	\$18,429,238,963	\$1,126,038,381	\$19,555,277,344
Regulatory Base - Retail	\$21,078,162,700	\$5,795,028,360	\$15,283,134,340	\$115,880,605	\$1,197,613,661	\$16,596,628,606	\$1,089,808,954	\$17,686,437,560
FPSC Adjustments								
ARO	(55,312,259)	(61,045,338)	5,733,079			5,733,079	(37,575,779)	(31,842,700)
ECCR	(507,601)	302,710	(810,311)			(810,311)	(13,509,142)	(14,319,453)
ECRC	(21,201,279)	(3,417,068)	(17,784,211)			(17,784,211)	(6,855,853)	(24,640,064)
FUEL	(4,128,954)	(4,262,977)	134,023			134,023	(83,410,332)	(83,276,309)
CCR							(111,554,357)	(111,554,357)
Storm Protection Plan	(55,143,172)	(245,708)	(54,897,464)		(38,971,480)	(93,868,945)		(93,868,945)
Over\Under Recovery-Clauses							(208,244,557)	(208,244,557)
Investments Earning a Return							(267,132,524)	(267,132,524)
Jobbing Accounts							588,059	588,059
Non-Regulated and Miscellaneous	(42,606,405)	(16,400,968)	(26,205,437)	(87,727,853)	(486,839)	(114,420,129)	39,683,741	(74,736,389)
CWIP - AFUDC					(464,114,763)	(464,114,763)		(464,114,763)
Capital & Operating Leases	(628,073,548)	(264,352,323)	(363,721,225)			(363,721,225)	365,379,882	1,658,657
Storm							(21,928,125)	(21,928,125)
Total FPSC Adjustments	(806,973,219)	(349,421,672)	(457,551,546)	(87,727,853)	(503,573,082)	(1,048,852,482)	(344,558,987)	(1,393,411,469)
FPSC Adjusted	20,271,189,481	5,445,606,688	14,825,582,793	28,152,752	694,040,579	15,547,776,124	745,249,967	16,293,026,091

	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	5,279,691,543	1,872,313,641	964,662,352	788,928,421	386,137,192	(76,951,786)	283,727,137		4,218,816,958	1,060,874,584
Regulatory Base - Retail	4,890,723,218	1,695,382,545	920,270,647	733,489,809	371,397,472	(71,460,920)	261,431,530		3,910,511,083	980,212,135
FPSC Adjustments										
ECCR	(116,159,552)		(115,007,887)	(94,823)		(267,857)			(115,370,567)	(788,985)
ECRC	(34,532,566)		(16,181,393)	(974,421)	(802,386)	(4,200,773)			(22,158,973)	(12,373,593)
FUEL	(1,316,815,132)	(1,302,013,095)		(6,559,458)		(2,089,082)			(1,310,661,635)	(6,153,497)
CCR	(469,497,439)	(393,369,450)		(73,768,972)		(597,893)			(467,736,315)	(1,761,124)
Storm Protection Plan	(21,853,031)		(13,186,698)	(6,207,647)	(84,400)	(601,763)			(20,080,508)	(1,772,523)
Non-Regulated and Miscellaneous				(514,510)		130,403			(384,107)	384,107
Coporate Aircraft Allocation			(2,707,992)			686,341			(2,021,651)	2,021,651
Franchise Fee & Gross Receipts	(236,672,928)		(3,401,614)		(224,669,058)	(2,180,242)			(230,250,914)	(6,422,014)
Gain/Loss on Disposition & Other						123,145		(485,876)	(362,731)	362,731
Inst./Promotional Advertising			(2,426,322)			614,951			(1,811,370)	1,811,370
Miscellaneous Interest Expense			1,059,406			(268,506)			790,900	(790,900)
Remove Assoc/Organization Dues			(138,594)			35,127			(103,468)	103,468
Remove Economic Development			(88,381)			22,400			(65,981)	65,981
Parent Debt Adjustment						(6,697,102)			(6,697,102)	6,697,102
Directors & Officers Premium			(1,137,439)			288,284			(849,155)	849,155
Interest Synchronization - FPSC						4,824,193			4,824,193	(4,824,193)
LTIP & SERP			(1,427,737)			361,860			(1,065,877)	1,065,877
Storm	(7,717,018)		(7,651,187)			(16,685)			(7,667,872)	(49,146)
Total FPSC Adjustments	(2,203,247,665)	(1,695,382,545)	(162,295,838)	(88,119,830)	(225,555,844)	(9,833,199)		(485,876)	(2,181,673,133)	(21,574,532)
FPSC Adjusted	2,687,475,553		757,974,809	645,369,978	145,841,628	(81,294,119)	261,431,530	(485,876)	1,728,837,950	958,637,603

A) The addition of earnings from AFUDC would increase:

Pre-Tax System NOI by: 23,254,529
Pre-Tax Jurisdictional NOI by: 20,106,013

Notes	Rate Base Adjustments	P=ProForma F=FPSC	System	Retail
	ARO	F	(31,842,700)	(31,842,700)
	ECCR	F	(14,358,391)	(14,319,453)
	ECRC	F	(26,490,621)	(24,640,064)
	FUEL	F	(83,266,012)	(83,276,309)
	CCR	F	(111,554,357)	(111,554,357)
	Storm Protection Plan	F	(107,258,129)	(93,868,945)
	Over\Under Recovery-Clauses	F	(208,244,557)	(208,244,557)
	Investments Earning a Return	F	(267,132,524)	(267,132,524)
	Jobbing Accounts	F	620,897	588,059
	Non-Regulated and Miscellaneous	F	(81,476,576)	(74,736,389)
(1)	CWIP - AFUDC	F	(541,675,043)	(464,114,763)
(2)	Capital & Operating Leases - EPIS	F	(393,902,195)	(363,721,225)
(2)	Capital & Operating Leases - Working Capital	F	382,937,570	365,379,882
	Storm	F	(21,928,125)	(21,928,125)
	Total		(1,505,570,764)	(1,393,411,469)

Notes	Income Statement Adjustments (to NOI)	P=ProForma F=FPSC	System		Retail	
			Amount	Income Tax Effect	Amount	Income Tax Effect
	ECCR	F	(1,050,364)	266,215	(1,056,842)	267,857
	ECRC	F	(15,308,870)	3,880,033	(16,574,366)	4,200,773
	FUEL	F	(9,102,779)	2,307,099	(8,242,579)	2,089,082
	CCR	F	(2,359,016)	597,893	(2,359,016)	597,893
	Storm Protection Plan	F	(2,374,286)	601,763	(2,374,286)	601,763
	Non-Regulated and Miscellaneous	F	514,510	(130,403)	514,510	(130,403)
(2)	Coporate Aircraft Allocation	F	2,893,566	(733,374)	2,707,992	(686,341)
(1)	Franchise Fee & Gross Receipts	F	(8,602,256)	2,180,242	(8,602,256)	2,180,242
(1)	Gain/Loss on Disposition & Other	F	523,121	(132,585)	485,876	(123,145)
(1)	Inst./Promotional Advertising	F	2,594,413	(657,554)	2,426,322	(614,951)
(1)	Miscellaneous Interest Expense	F	(1,136,188)	287,967	(1,059,406)	268,506
(1)	Remove Assoc/Organization Dues	F	148,092	(37,534)	138,594	(35,127)
(3)	Remove Economic Development	F	92,628	(23,476)	88,381	(22,400)
(2)	Parent Debt Adjustment	F		7,407,002		6,697,102
(2)	Directors & Officers Premium	F	1,214,970	(307,934)	1,137,439	(288,284)
(1)	Interest Synchronization - FPSC	F		(5,153,132)		(4,824,193)
(4)	LTIP & SERP	F	1,496,345	(379,249)	1,427,737	(361,860)
	Storm	F	(65,831)	16,685	(65,831)	16,685
	Total		(30,521,945)	9,989,656	(31,407,731)	9,833,199

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	8,124,127,030	7,345,257,683	(460,584,457)	(12,090,616)	6,872,582,609	44.17%	8.85%	3.91%	9.85%	4.35%	10.85%	4.79%
Long Term Debt	6,742,582,047	6,096,162,997	(382,259,962)		5,713,903,035	36.72%	4.29%	1.58%	4.29%	1.58%	4.29%	1.58%
Short Term Debt *	461,832,489	417,556,080	(26,182,858)	(109,533,657)	281,839,565	1.81%	0.17%	0.00%	0.17%	0.00%	0.17%	0.00%
Customer Deposits												
Active	188,586,208	188,586,208	(11,825,300)		176,760,908	1.14%	2.69%	0.03%	2.69%	0.03%	2.69%	0.03%
Inactive	1,696,728	1,696,728	(106,393)		1,590,335	0.01%						
Investment Tax Credits **	209,688,165	189,585,121	(11,887,937)		177,697,184	1.14%	6.78%	0.08%	7.33%	0.08%	7.87%	0.09%
Deferred Income Taxes	3,038,960,303	2,747,611,704	(172,289,020)	(240,907,833)	2,334,414,851	15.00%						
Total	18,767,472,970	16,986,456,521	(1,065,135,928)	(362,532,106)	15,558,788,487	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
Feb-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	8,633,001,331	7,691,126,126	(471,985,847)	(11,479,078)	7,207,661,200	44.24%	8.85%	3.92%	9.85%	4.36%	10.85%	4.80%
Long Term Debt	7,214,575,216	6,427,452,725	(394,437,260)		6,033,015,464	37.03%	4.17%	1.55%	4.17%	1.55%	4.17%	1.55%
Short Term Debt *	441,105,210	392,979,877	(24,116,227)	(50,787,121)	318,076,530	1.95%	0.27%	0.01%	0.27%	0.01%	0.27%	0.01%
Customer Deposits												
Active	178,305,031	178,305,031	(10,942,149)		167,362,882	1.03%	2.78%	0.03%	2.78%	0.03%	2.78%	0.03%
Inactive	1,666,455	1,666,455	(102,266)		1,564,189	0.01%						
Investment Tax Credits **	235,766,505	210,043,976	(12,889,892)		197,154,084	1.21%	6.72%	0.08%	7.26%	0.09%	7.81%	0.09%
Deferred Income Taxes	3,125,904,943	2,784,863,370	(170,900,343)	(245,771,285)	2,368,191,741	14.54%						
Total	19,830,324,691	17,686,437,560	(1,085,373,985)	(308,037,483)	16,293,026,091	100.00%		5.58%		6.02%		6.47%
* 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	8,124,127,030	7,345,257,683	(460,584,457)	(12,090,616)	6,872,582,609	44.17%	8.85%	3.91%	9.85%	4.35%	10.85%	4.79%
Long Term Debt	6,742,582,047	6,096,162,997	(382,259,962)		5,713,903,035	36.72%	4.29%	1.58%	4.29%	1.58%	4.29%	1.58%
Short Term Debt *	461,832,489	417,556,080	(26,182,858)	(109,533,657)	281,839,565	1.81%	0.17%	0.00%	0.17%	0.00%	0.17%	0.00%
Customer Deposits												
Active	188,586,208	188,586,208	(11,825,300)		176,760,908	1.14%	2.69%	0.03%	2.69%	0.03%	2.69%	0.03%
Inactive	1,696,728	1,696,728	(106,393)		1,590,335	0.01%						
Investment Tax Credits **	209,688,165	189,585,121	(11,887,937)		177,697,184	1.14%	6.78%	0.08%	7.33%	0.08%	7.87%	0.09%
Deferred Income Taxes	3,038,960,303	2,747,611,704	(172,289,020)	(240,907,833)	2,334,414,851	15.00%						
Total	18,767,472,970	16,986,456,521	(1,065,135,928)	(362,532,106)	15,558,788,487	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
Feb-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	8,633,001,331	7,691,126,126	(471,985,847)	(11,479,078)	7,207,661,200	44.24%	8.85%	3.92%	9.85%	4.36%	10.85%	4.80%
Long Term Debt	7,214,575,216	6,427,452,725	(394,437,260)		6,033,015,464	37.03%	4.17%	1.55%	4.17%	1.55%	4.17%	1.55%
Short Term Debt *	441,105,210	392,979,877	(24,116,227)	(50,787,121)	318,076,530	1.95%	0.27%	0.01%	0.27%	0.01%	0.27%	0.01%
Customer Deposits												
Active	178,305,031	178,305,031	(10,942,149)		167,362,882	1.03%	2.78%	0.03%	2.78%	0.03%	2.78%	0.03%
Inactive	1,666,455	1,666,455	(102,266)		1,564,189	0.01%						
Investment Tax Credits **	235,766,505	210,043,976	(12,889,892)		197,154,084	1.21%	6.72%	0.08%	7.26%	0.09%	7.81%	0.09%
Deferred Income Taxes	3,125,904,943	2,784,863,370	(170,900,343)	(245,771,285)	2,368,191,741	14.54%						
Total	19,830,324,691	17,686,437,560	(1,085,373,985)	(308,037,483)	16,293,026,091	100.00%		5.58%		6.02%		6.47%
* Daily Weighted Average												
** Cost Rates Calculated Per IRS Ruling												

A. TIMES INTEREST EARNED WITH AFUDC

EARNINGS BEFORE INTEREST	\$	1,089,198,346
AFUDC - DEBT	\$	6,564,985
INCOME TAXES		207,017,046
TOTAL	\$	1,302,780,378
INTEREST CHARGES (before deducting AFUDC-Debt)	\$	304,490,845
TIE WITH AFUDC		<u>4.28</u>

B. TIMES INTEREST EARNED WITHOUT AFUDC

EARNINGS BEFORE INTEREST	\$	1,089,198,346
AFUDC - EQUITY (16,689,544)		(16,689,544)
INCOME TAXES		207,017,046
TOTAL	\$	1,279,525,849
INTEREST CHARGES (before deducting AFUDC-Debt & CR3 reg asset carrying charge)	\$	304,490,845
TIE WITHOUT AFUDC		<u>4.20</u>

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

AFUDC DEBT	\$	6,564,985
X (1- INCOME TAX RATE)		0.74655
SUBTOTAL	\$	4,901,090
AFUDC -EQUITY	\$	16,689,544
TOTAL	\$	21,590,633
NET INCOME AVAILABLE FOR COMMON STOCKHOLDERS	\$	791,128,857
PERCENT AFUDC TO AVAILABLE NET INCOME		<u>2.73%</u>

D. PERCENT INTERNALLY GENERATED FUNDS*

NET INCOME	\$	791,128,857
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>1,503,602,520</u>

CONSTRUCTION EXPENDITURES (EXCLUDING AFUDC EQUITY & DEBT)	\$	1,922,605,689
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PERCENTAGE INTERNALLY GENERATED FUNDS **78.21%**

*As of December 2021 (updated quarterly)

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

Common Equity	\$	6,872,582,609
Long Term Debt	\$	5,713,903,035
Short Term Debt	\$	281,839,565
TOTAL	\$	<u>12,868,325,209</u>
% LONG TERM DEBT TO TOTAL		44.40%
% SHORT TERM DEBT TO TOTAL		2.19%

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

	Pro Forma	FPSC
FPSC AVERAGE		
EARNED RATE OF RETURN	<u>6.02%</u>	<u>6.16%</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>1.69%</u>	<u>1.69%</u>
TOTAL	4.33%	4.47%
DIVIDED BY COMMON EQUITY RATIO	<u>44.17%</u>	<u>44.17%</u>
JURISDICTIONAL RETURN ON COMMON EQUITY	<u>9.80%</u>	<u>10.11%</u>