



September 15, 2022

Ms. Amber Norris  
Public Utility Supervisor  
Surveillance Section  
Division of Accounting and Finance  
Florida Public Service Commission  
2540 Shumard Oak Boulevard  
Tallahassee, FL 32399-0820

Dear Ms. Norris:

Pursuant to Commission Rule 25-6.1352, enclosed please find Duke Energy Florida, LLC's Earnings Surveillance Report for the twelve months ended July 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 July 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**  
**Jul-22**

**SCHEDULE 1**

	(1) Actual Per Books	(2) FPSC Adjustments	(3) FPSC Adjusted	(4) Pro Forma Adjustments	(5) Pro Forma Adjusted
<b>I. AVERAGE RATE OF RETURN (Jurisdictional)</b>					
Net Operating Income	\$1,007,660,125 (a)	(\$34,416,044) (b)	\$973,244,081	(\$47,155,316)	\$926,088,765
Average Rate Base	\$17,691,824,642	(\$1,652,512,346)	\$16,039,312,296	\$0	\$16,039,312,296
Average Rate of Return	5.70%		6.07%		5.77%
<b>I. YEAR END RATE OF RETURN (Jurisdictional)</b>					
Net Operating Income	\$984,689,111	(\$11,445,030)	\$973,244,081		
Average Rate Base	\$18,342,386,744	(\$1,560,075,556)	\$16,782,311,188		
Average Rate of Return	5.37%		5.80%		

(a) INCLUDES AFUDC EARNINGS

(b) INCLUDES REVERSAL OF AFUDC EARNINGS

<b>III. REQUIRED RATES OF RETURN</b>	<b>Average Capital Structure</b>	<b>End of Period Capital Structure</b>
FPSC Adjusted Basis		
Low Point	5.57%	5.59%
Mid Point	6.01%	6.04%
High Point	6.46%	6.49%
Pro Forma Adjusted Basis		
Low Point	5.57%	5.59%
Mid Point	6.01%	6.04%
High Point	6.46%	6.49%

**IV. FINANCIAL INTEGRITY INDICATORS**

A. T.I.E. with AFUDC	4.26	(System Per Books Basis)
B. T.I.E without AFUDC	4.18	(System Per Books Basis)
C. AFUDC to Net Income	2.94%	(System Per Books Basis)
D. Internally Generated Funds	69.58%	(System Per Books Basis)
E. STD/LTD to Total Investor Funds		
LT Debt-Fixed to Total Investor Funds	44.51%	(FPSC Adjusted Basis)
ST Debt to Total Investor Funds	2.53%	(FPSC Adjusted Basis)
F. Return on Common Equity	9.97%	(FPSC Adjusted Basis)
	9.30%	(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*

09/15/2022

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
<b>System Per Books</b>	<b>\$23,053,340,474</b>	<b>\$6,256,410,990</b>	<b>\$16,796,929,484</b>	<b>\$133,158,156</b>	<b>\$1,337,928,747</b>	<b>\$18,268,016,387</b>	<b>\$1,272,107,909</b>	<b>\$19,540,124,296</b>
<b>Regulatory Base - Retail</b>	<b>\$20,988,585,598</b>	<b>\$5,808,894,762</b>	<b>\$15,179,690,836</b>	<b>\$119,198,680</b>	<b>\$1,172,680,590</b>	<b>\$16,471,570,106</b>	<b>\$1,220,254,536</b>	<b>\$17,691,824,642</b>
<b>FPSC Adjustments</b>								
ARO	(50,369,595)	(61,263,703)	10,894,108			10,894,108	(32,738,557)	(21,844,449)
ECCR	(778,635)	138,244	(916,879)			(916,879)	(11,694,220)	(12,611,099)
ECRC	(124,356,007)	(16,686,330)	(107,669,677)		(5,771,342)	(113,441,018)	(7,234,218)	(120,675,236)
FUEL	(4,128,954)	(4,224,819)	95,865			95,865	(80,601,198)	(80,505,334)
CCR							(108,838,652)	(108,838,652)
SPPCRC	(44,509,727)	(341,953)	(44,167,775)		(52,781,724)	(96,949,499)		(96,949,499)
Clause Under-Recovery							(426,579,794)	(426,579,794)
Derivatives							(453,846)	(453,846)
Investments Earning a Return							(293,014,183)	(293,014,183)
Jobbing Accounts							11,984	11,984
Non-Regulated and Miscellaneous	(42,357,950)	(16,303,772)	(26,054,178)	(87,727,853)	(715,473)	(114,497,505)	46,403,407	(68,094,097)
CWIP - AFUDC					(392,120,148)	(392,120,148)		(392,120,148)
Capital & Operating Leases	(628,271,426)	(259,600,068)	(368,671,359)			(368,671,359)	340,311,624	(28,359,735)
Storm Cost Recovery							(2,478,258)	(2,478,258)
<b>Total FPSC Adjustments</b>	<b>(894,772,295)</b>	<b>(358,282,401)</b>	<b>(536,489,894)</b>	<b>(87,727,853)</b>	<b>(451,388,687)</b>	<b>(1,075,606,434)</b>	<b>(576,905,912)</b>	<b>(1,652,512,346)</b>
<b>FPSC Adjusted</b>	<b>\$20,093,813,303</b>	<b>\$5,450,612,362</b>	<b>\$14,643,200,942</b>	<b>\$31,470,827</b>	<b>\$721,291,904</b>	<b>\$15,395,963,672</b>	<b>\$643,348,624</b>	<b>\$16,039,312,296</b>

	Operating Revenues	Fuel & Net Interchange	O&M Other	Depr & Amort	Taxes Other than Income	Income Taxes Current	Deferred Income Tax (Net)	Investment Tax Credit (Net)	Gain/Loss on Disp. & Other	Total Operating Expenses	Net Operating Income
<b>System Per Books</b>	<b>5,809,490,037</b>	<b>2,309,570,430</b>	<b>946,963,206</b>	<b>846,075,193</b>	<b>416,307,389</b>	<b>(3,326,036)</b>	<b>213,541,187</b>	<b>(220,648)</b>		<b>4,728,910,721</b>	<b>1,080,579,316</b>
<b>Regulatory Base - Retail</b>	<b>5,286,194,522</b>	<b>2,024,059,633</b>	<b>903,405,547</b>	<b>783,600,160</b>	<b>402,163,629</b>	<b>(3,024,094)</b>	<b>191,521,184</b>	<b>(220,648)</b>		<b>4,301,505,411</b>	<b>984,689,111</b>
<b>FPSC Adjustments</b>											
ECCR	(107,694,021)		(107,163,083)	(132,972)		(100,864)				(107,396,920)	(297,101)
ECRC	(23,151,942)		(10,803,801)	(2,617,362)	(464,315)	(2,348,585)				(16,234,064)	(6,917,879)
FUEL	(1,636,665,333)	(1,621,273,685)		(6,551,349)		(2,240,574)				(1,630,065,608)	(6,599,725)
CCR	(447,985,988)	(402,785,948)		(40,416,094)		(1,212,491)				(444,414,533)	(3,571,455)
SPPCRC	(57,637,441)		(37,096,136)	(13,917,563)	(393,724)	(1,578,998)				(52,986,421)	(4,651,020)
Non-Regulated and Miscellaneous				(375,351)		95,133				(280,218)	280,218
Corporate Aircraft			(2,734,444)			693,045				(2,041,399)	2,041,399
Revenue Tax	(260,936,344)		(3,653,023)		(253,391,725)	(986,325)				(258,031,072)	(2,905,271)
Gain/Loss on Disposition & Other						159,885		(630,834)		(470,949)	470,949
Promotional Advertising			(4,506,602)			1,142,198				(3,364,404)	3,364,404
Miscellaneous Interest Expense			1,293,068			(327,728)				965,340	(965,340)
Organization Dues			(139,948)			35,470				(104,478)	104,478
Economic Development			(122,698)			31,098				(91,600)	91,600
Parent Debt Adjustment						(7,213,649)				(7,213,649)	7,213,649
Directors & Officers Liability Insurance			(1,199,035)			303,895				(895,139)	895,139
Interest Synchronization						6,291,488				6,291,488	(6,291,488)
LTIP & SERP			(8,494,318)			2,152,885				(6,341,433)	6,341,433
Storm Cost Recovery	(7,649,382)		(7,583,719)			(16,642)				(7,600,361)	(49,021)
<b>Total FPSC Adjustments</b>	<b>(2,541,720,451)</b>	<b>(2,024,059,633)</b>	<b>(182,203,739)</b>	<b>(64,010,692)</b>	<b>(254,249,764)</b>	<b>(5,120,760)</b>			<b>(630,834)</b>	<b>(2,530,275,421)</b>	<b>(11,445,030)</b>
<b>FPSC Adjusted</b>	<b>2,744,474,071</b>		<b>721,201,807</b>	<b>719,589,468</b>	<b>147,913,866</b>	<b>(8,144,854)</b>	<b>191,521,184</b>	<b>(220,648)</b>	<b>(630,834)</b>	<b>1,771,229,990</b>	<b>973,244,081</b>
<b>Pro Forma Adjustments</b>											
Weather Normalization	(63,164,310)					(16,008,994)				(16,008,994)	(47,155,316)
<b>Total Pro Forma Adjustments</b>	<b>(63,164,310)</b>					<b>(16,008,994)</b>				<b>(16,008,994)</b>	<b>(47,155,316)</b>
<b>Pro Forma Adjusted</b>	<b>2,681,309,760</b>		<b>721,201,807</b>	<b>719,589,468</b>	<b>147,913,866</b>	<b>(24,153,849)</b>	<b>191,521,184</b>	<b>(220,648)</b>	<b>(630,834)</b>	<b>1,755,220,995</b>	<b>926,088,765</b>
<b>Current Month</b>											
System Per Books	645,806,526	302,353,849	67,902,211	75,433,098	42,754,919	34,144,612	(4,275,837)			518,312,852	127,493,674
FPSC Adjusted	268,703,621		48,474,907	66,098,418	14,029,485	(385,842)	31,036,290	(56,377)		159,196,882	109,506,739

A) The addition of earnings from AFUDC would increase:  
Pre-Tax System NOI by: 26,207,971  
Pre-Tax Jurisdictional NOI by: 22,971,014

B) Economic Development costs related to the period are:  
Total Company: 2,632,409  
Jurisdictional: 2,453,958

Notes	Rate Base Adjustments	P=ProForma F=FPSC	System	Retail
	ARO	F	(21,844,449)	(21,844,449)
	ECCR	F	(12,655,158)	(12,611,099)
	ECRC	F	(131,136,649)	(120,675,236)
	FUEL	F	(80,497,968)	(80,505,334)
	CCR	F	(108,838,652)	(108,838,652)
	SPPCRC	F	(110,920,018)	(96,949,499)
	Clause Under-Recovery	F	(426,579,794)	(426,579,794)
	Derivatives	F	(453,846)	(453,846)
	Investments Earning a Return	F	(293,014,183)	(293,014,183)
	Jobbing Accounts	F	12,641	11,984
	Non-Regulated and Miscellaneous	F	(74,834,225)	(68,094,097)
(1)	CWIP - AFUDC	F	(461,108,820)	(392,120,148)
(2)	Capital & Operating Leases - EPIS	F	(398,861,837)	(368,671,359)
(2)	Capital & Operating Leases - Working Capital	F	356,664,700	340,311,624
	Storm Cost Recovery	F	(2,478,258)	(2,478,258)
	<b>Total</b>		<b>(1,766,546,517)</b>	<b>(1,652,512,346)</b>

Notes	Income Statement Adjustments (to NOI)	P=ProForma F=FPSC	System		Retail	
			Amount	Income Tax Effect	Amount	Income Tax Effect
	ECCR	F	(390,502)	98,973	(397,965)	100,864
	ECRC	F	(8,508,085)	2,156,374	(9,266,464)	2,348,585
	FUEL	F	(10,087,298)	2,556,626	(8,840,299)	2,240,574
	CCR	F	(4,783,946)	1,212,491	(4,783,946)	1,212,491
	SPPCRC	F	(6,230,019)	1,578,998	(6,230,019)	1,578,998
	Non-Regulated and Miscellaneous	F	375,351	(95,133)	375,351	(95,133)
(2)	Corporate Aircraft	F	2,893,566	(733,374)	2,734,444	(693,045)
(1)	Revenue Tax	F	(3,891,596)	986,325	(3,891,596)	986,325
(1)	Gain/Loss on Disposition & Other	F	679,248	(172,155)	630,834	(159,885)
(1)	Promotional Advertising	F	4,756,218	(1,205,464)	4,506,602	(1,142,198)
(1)	Miscellaneous Interest Expense	F	(1,369,772)	347,169	(1,293,068)	327,728
(1)	Organization Dues	F	148,092	(37,534)	139,948	(35,470)
(3)	Economic Development	F	128,594	(32,592)	122,698	(31,098)
(2)	Parent Debt Adjustment	F		7,983,955		7,213,649
(2)	Directors & Officers Liability Insurance	F	1,268,089	(321,397)	1,199,035	(303,895)
(1)	Interest Synchronization	F		(6,855,941)		(6,291,488)
(4)	LTIP & SERP	F	8,902,498	(2,256,338)	8,494,318	(2,152,885)
	Storm Cost Recovery	F	(65,664)	16,642	(65,664)	16,642
	<b>Total</b>		<b>(16,175,225)</b>	<b>5,227,626</b>	<b>(16,565,790)</b>	<b>5,120,760</b>

Notes: (1) Docket No. 910890-EI, Order No. PSC 92-0208-FOF-EI  
(2) Docket No. 090079-EI, Order No. PSC 10-0131-FOF-EI  
(3) Rule 25-6.0426 Recovery of Econ Dev Expenses  
(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
<b>System Per Books</b>	<b>\$23,936,203,912</b>	<b>\$6,440,070,300</b>	<b>\$17,496,133,612</b>	<b>\$129,858,867</b>	<b>\$1,368,128,070</b>	<b>\$18,994,120,549</b>	<b>\$1,272,107,905</b>	<b>\$20,266,228,454</b>
<b>Regulatory Base - Retail</b>	<b>\$21,783,499,447</b>	<b>\$5,981,147,104</b>	<b>\$15,802,352,344</b>	<b>\$115,880,605</b>	<b>\$1,203,899,259</b>	<b>\$17,122,132,208</b>	<b>\$1,220,254,536</b>	<b>\$18,342,386,744</b>
<b>FPSC Adjustments</b>								
ARO	(55,312,259)	(61,252,515)	5,940,256			5,940,256	(32,738,557)	(26,798,301)
ECCR	(1,117,699)	241,609	(1,359,308)			(1,359,308)	(11,694,220)	(13,053,528)
ECRC	(33,096,348)	(3,765,427)	(29,330,921)			(29,330,921)	(7,234,218)	(36,565,138)
FUEL	(4,128,954)	(4,262,986)	134,032			134,032	(80,601,198)	(80,467,166)
CCR							(108,838,652)	(108,838,652)
SPPCRC	(111,047,452)	(1,183,195)	(109,864,257)		(109,915,071)	(219,779,327)		(219,779,327)
Clause Under-Recovery							(426,579,794)	(426,579,794)
Derivatives							(453,846)	(453,846)
Investments Earning a Return							(293,014,183)	(293,014,183)
Jobbing Accounts							11,984	11,984
Non-Regulated and Miscellaneous	(42,606,405)	(16,994,800)	(25,611,605)	(87,727,853)	(489,549)	(113,829,007)	46,403,407	(67,425,600)
CWIP - AFUDC					(286,811,235)	(286,811,235)		(286,811,235)
Capital & Operating Leases	(628,073,548)	(289,939,413)	(338,134,135)			(338,134,135)	340,311,624	2,177,488
Storm Cost Recovery							(2,478,258)	(2,478,258)
<b>Total FPSC Adjustments</b>	<b>(875,382,665)</b>	<b>(377,156,727)</b>	<b>(498,225,938)</b>	<b>(87,727,853)</b>	<b>(397,215,854)</b>	<b>(983,169,645)</b>	<b>(576,905,912)</b>	<b>(1,560,075,556)</b>
<b>FPSC Adjusted</b>	<b>20,908,116,782</b>	<b>5,603,990,376</b>	<b>15,304,126,406</b>	<b>28,152,752</b>	<b>806,683,405</b>	<b>16,138,962,563</b>	<b>643,348,624</b>	<b>16,782,311,188</b>

	Operating Revenues	Fuel & Net Interchange	O&M Other	Depr & Amort	Taxes Other than Income	Income Taxes Current	Deferred Income Tax (Net)	Investment Tax Credit (Net)	Gain/Loss on Disposition & Other	Total Operating Expenses	Net Operating Income
<b>System Per Books</b>	<b>5,809,490,037</b>	<b>2,309,570,430</b>	<b>946,963,206</b>	<b>846,075,193</b>	<b>416,307,389</b>	<b>(3,326,036)</b>	<b>213,541,187</b>	<b>(220,648)</b>		<b>4,728,910,721</b>	<b>1,080,579,316</b>
<b>Regulatory Base - Retail</b>	<b>5,286,194,522</b>	<b>2,024,059,633</b>	<b>903,405,547</b>	<b>783,600,160</b>	<b>402,163,629</b>	<b>(3,024,094)</b>	<b>191,521,184</b>	<b>(220,648)</b>		<b>4,301,505,411</b>	<b>984,689,111</b>
<b>FPSC Adjustments</b>											
ECCR	(107,694,021)		(107,163,083)	(132,972)		(100,864)				(107,396,920)	(297,101)
ECRC	(23,151,942)		(10,803,801)	(2,617,362)	(464,315)	(2,348,585)				(16,234,064)	(6,917,879)
FUEL	(1,636,665,333)	(1,621,273,685)		(6,551,349)		(2,240,574)				(1,630,065,608)	(6,599,725)
CCR	(447,985,988)	(402,785,948)		(40,416,094)		(1,212,491)				(444,414,533)	(3,571,455)
SPPCRC	(57,637,441)		(37,096,136)	(13,917,563)	(393,724)	(1,578,998)				(52,986,421)	(4,651,020)
Non-Regulated and Miscellaneous				(375,351)		95,133				(280,218)	280,218
Corporate Aircraft			(2,734,444)			693,045				(2,041,399)	2,041,399
Revenue Tax	(260,936,344)		(3,653,023)		(253,391,725)	(986,325)				(258,031,072)	(2,905,271)
Gain/Loss on Disposition & Other						159,885		(630,834)		(470,949)	470,949
Promotional Advertising			(4,506,602)			1,142,198				(3,364,404)	3,364,404
Miscellaneous Interest Expense			1,293,068			(327,728)				965,340	(965,340)
Organization Dues			(139,948)			35,470				(104,478)	104,478
Economic Development			(122,698)			31,098				(91,600)	91,600
Parent Debt Adjustment						(7,213,649)				(7,213,649)	7,213,649
Directors & Officers Liability Insurance			(1,199,035)			303,895				(895,139)	895,139
Interest Synchronization						6,291,488				6,291,488	(6,291,488)
LTIP & SERP			(8,494,318)			2,152,885				(6,341,433)	6,341,433
Storm Cost Recovery	(7,649,382)		(7,583,719)			(16,642)				(7,600,361)	(49,021)
<b>Total FPSC Adjustments</b>	<b>(2,541,720,451)</b>	<b>(2,024,059,633)</b>	<b>(182,203,739)</b>	<b>(64,010,692)</b>	<b>(254,249,764)</b>	<b>(5,120,760)</b>			<b>(630,834)</b>	<b>(2,530,275,421)</b>	<b>(11,445,030)</b>
<b>FPSC Adjusted</b>	<b>2,744,474,071</b>		<b>721,201,807</b>	<b>719,589,468</b>	<b>147,913,866</b>	<b>(8,144,854)</b>	<b>191,521,184</b>	<b>(220,648)</b>	<b>(630,834)</b>	<b>1,771,229,990</b>	<b>973,244,081</b>

A) The addition of earnings from AFUDC would increase:  
Pre-Tax System NOI by: 26,207,971  
Pre-Tax Jurisdictional NOI by: 22,971,014

Notes	Rate Base Adjustments	P=ProForma F=FPSC	System	Retail
	ARO	F	(26,798,301)	(26,798,301)
	ECCR	F	(13,118,848)	(13,053,528)
	ECRC	F	(39,527,768)	(36,565,138)
	FUEL	F	(80,456,868)	(80,467,166)
	CCR	F	(108,838,652)	(108,838,652)
	SPPCRC	F	(250,519,890)	(219,779,327)
	Clause Under-Recovery	F	(426,579,794)	(426,579,794)
	Derivatives	F	(453,846)	(453,846)
	Investments Earning a Return	F	(293,014,183)	(293,014,183)
	Jobbing Accounts	F	12,641	11,984
	Non-Regulated and Miscellaneous	F	(74,165,728)	(67,425,600)
(1)	CWIP - AFUDC	F	(356,338,281)	(286,811,235)
(2)	Capital & Operating Leases - EPIS	F	(368,315,105)	(338,134,135)
(2)	Capital & Operating Leases - Working Capital	F	356,664,700	340,311,624
	Storm Cost Recovery	F	(2,478,258)	(2,478,258)
	<b>Total</b>		<b>(1,683,928,181)</b>	<b>(1,560,075,556)</b>

Notes	Income Statement Adjustments (to NOI)	P=ProForma F=FPSC	System		Retail	
			Amount	Income Tax Effect	Amount	Income Tax Effect
	ECCR	F	(390,502)	98,973	(397,965)	100,864
	ECRC	F	(8,508,085)	2,156,374	(9,266,464)	2,348,585
	FUEL	F	(10,087,298)	2,556,626	(8,840,299)	2,240,574
	CCR	F	(4,783,946)	1,212,491	(4,783,946)	1,212,491
	SPPCRC	F	(6,230,019)	1,578,998	(6,230,019)	1,578,998
	Non-Regulated and Miscellaneous	F	375,351	(95,133)	375,351	(95,133)
(2)	Corporate Aircraft	F	2,893,566	(733,374)	2,734,444	(693,045)
(1)	Revenue Tax	F	(3,891,596)	986,325	(3,891,596)	986,325
(1)	Gain/Loss on Disposition & Other	F	679,248	(172,155)	630,834	(159,885)
(1)	Promotional Advertising	F	4,756,218	(1,205,464)	4,506,602	(1,142,198)
(1)	Miscellaneous Interest Expense	F	(1,369,772)	347,169	(1,293,068)	327,728
(1)	Organization Dues	F	148,092	(37,534)	139,948	(35,470)
(3)	Economic Development	F	128,594	(32,592)	122,698	(31,098)
(2)	Parent Debt Adjustment	F		7,983,955		7,213,649
(2)	Directors & Officers Liability Insurance	F	1,268,089	(321,397)	1,199,035	(303,895)
(1)	Interest Synchronization	F		(6,855,941)		(6,291,488)
(4)	LTIP & SERP	F	8,902,498	(2,256,338)	8,494,318	(2,152,885)
	Storm Cost Recovery	F	(65,664)	16,642	(65,664)	16,642
	<b>Total</b>		<b>(16,175,225)</b>	<b>5,227,626</b>	<b>(16,565,790)</b>	<b>5,120,760</b>

Notes: (1) Docket No. 910890-EI, Order No. PSC 92-0208-FOF-EI  
(2) Docket No. 090079-EI, Order No. PSC 10-0131-FOF-EI  
(3) Rule 25-6.0426 Recovery of Econ Dev Expenses

DUKE ENERGY FLORIDA  
Average - Capital Structure  
Pro Forma Adjusted Basis  
Jul-22

	System Per Books	Retail Per Books	Specific Adjustments	Pro Rata 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	8,390,752,093	7,589,513,717	(2,234,058)	(554,339,145)	7,032,940,514	43.85%	8.85%	3.88%	9.85%	4.32%	10.85%	4.76%
Long Term Debt	7,059,500,056	6,385,383,803	(8,921,099)	(465,874,865)	5,910,587,840	36.85%	4.27%	1.57%	4.27%	1.57%	4.27%	1.57%
Short Term Debt *	552,245,538	499,511,253	(137,289,908)	(26,464,488)	335,756,857	2.09%	0.57%	0.01%	0.57%	0.01%	0.57%	0.01%
Customer Deposits												
Active	182,663,569	182,663,569		(13,345,701)	169,317,868	1.06%	2.25%	0.02%	2.25%	0.02%	2.25%	0.02%
Inactive	1,642,707	1,642,707		(120,019)	1,522,688	0.01%						
Investment Tax Credits **	229,245,434	207,354,639		(15,149,671)	192,204,967	1.20%	6.76%	0.08%	7.30%	0.09%	7.84%	0.09%
Deferred Income Taxes	3,124,074,899	2,825,754,955	(239,842,360)	(188,931,032)	2,396,981,563	14.94%						
<b>Total</b>	<b>19,540,124,296</b>	<b>17,691,824,642</b>	<b>(388,287,424)</b>	<b>(1,264,224,922)</b>	<b>16,039,312,296</b>	<b>100.00%</b>		<b>5.57%</b>		<b>6.01%</b>		<b>6.46%</b>
* Daily Weighted Average ** Cost Rates Calculated Per IRS Ruling												

	System Per Books	Retail Per Books	Specific Adjustments	Pro Rata 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	8,822,933,894	7,884,027,850	10,811,833	(496,364,163)	7,398,475,520	44.08%	8.85%	3.90%	9.85%	4.34%	10.85%	4.78%
Long Term Debt	7,415,664,299	6,626,515,008	(20,845,590)	(415,311,482)	6,190,357,935	36.89%	4.17%	1.54%	4.17%	1.54%	4.17%	1.54%
Short Term Debt *	660,679,000	590,371,831	(184,924,512)	(25,491,274)	379,956,045	2.26%	1.88%	0.04%	1.88%	0.04%	1.88%	0.04%
Customer Deposits												
Active	174,198,851	174,198,851		(10,952,226)	163,246,625	0.97%	2.25%	0.02%	2.25%	0.02%	2.25%	0.02%
Inactive	1,666,455	1,666,455		(104,773)	1,561,682	0.01%						
Investment Tax Credits **	262,245,036	234,337,828		(14,733,282)	219,604,546	1.31%	6.72%	0.09%	7.26%	0.10%	7.81%	0.10%
Deferred Income Taxes	3,168,443,719	2,831,268,921	(239,191,031)	(162,969,056)	2,429,108,834	14.47%						
<b>Total</b>	<b>20,505,831,254</b>	<b>18,342,386,744</b>	<b>(434,149,300)</b>	<b>(1,125,926,257)</b>	<b>16,782,311,188</b>	<b>100.00%</b>		<b>5.59%</b>		<b>6.04%</b>		<b>6.49%</b>

\* Daily Weighted Average

\*\* Cost Rates Calculated Per IRS Ruling

	System Per Books	Retail Per Books	Specific Adjustments	Pro Rata 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	8,390,752,093	7,589,513,717	(2,234,058)	(554,339,145)	7,032,940,514	43.85%	8.85%	3.88%	9.85%	4.32%	10.85%	4.76%
Long Term Debt	7,059,500,056	6,385,383,803	(8,921,099)	(465,874,865)	5,910,587,840	36.85%	4.27%	1.57%	4.27%	1.57%	4.27%	1.57%
Short Term Debt *	552,245,538	499,511,253	(137,289,908)	(26,464,488)	335,756,857	2.09%	0.57%	0.01%	0.57%	0.01%	0.57%	0.01%
Customer Deposits												
Active	182,663,569	182,663,569		(13,345,701)	169,317,868	1.06%	2.25%	0.02%	2.25%	0.02%	2.25%	0.02%
Inactive	1,642,707	1,642,707		(120,019)	1,522,688	0.01%						
Investment Tax Credits **	229,245,434	207,354,639		(15,149,671)	192,204,967	1.20%	6.76%	0.08%	7.30%	0.09%	7.84%	0.09%
Deferred Income Taxes	3,124,074,899	2,825,754,955	(239,842,360)	(188,931,032)	2,396,981,563	14.94%						
<b>Total</b>	<b>19,540,124,296</b>	<b>17,691,824,642</b>	<b>(388,287,424)</b>	<b>(1,264,224,922)</b>	<b>16,039,312,296</b>	<b>100.00%</b>		<b>5.57%</b>		<b>6.01%</b>		<b>6.46%</b>
* Daily Weighted Average												
** Cost Rates Calculated Per IRS Ruling												

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

	System Per Books	Retail Per Books	Specific Adjustments	Pro Rata 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	8,822,933,894	7,884,027,850	10,811,833	(496,364,163)	7,398,475,520	44.08%	8.85%	3.90%	9.85%	4.34%	10.85%	4.78%
Long Term Debt	7,415,664,299	6,626,515,008	(20,845,590)	(415,311,482)	6,190,357,935	36.89%	4.17%	1.54%	4.17%	1.54%	4.17%	1.54%
Short Term Debt *	660,679,000	590,371,831	(184,924,512)	(25,491,274)	379,956,045	2.26%	1.88%	0.04%	1.88%	0.04%	1.88%	0.04%
Customer Deposits												
Active	174,198,851	174,198,851		(10,952,226)	163,246,625	0.97%	2.25%	0.02%	2.25%	0.02%	2.25%	0.02%
Inactive	1,666,455	1,666,455		(104,773)	1,561,682	0.01%						
Investment Tax Credits **	262,245,036	234,337,828		(14,733,282)	219,604,546	1.31%	6.72%	0.09%	7.26%	0.10%	7.81%	0.10%
Deferred Income Taxes	3,168,443,719	2,831,268,921	(239,191,031)	(162,969,056)	2,429,108,834	14.47%						
<b>Total</b>	<b>20,505,831,254</b>	<b>18,342,386,744</b>	<b>(434,149,300)</b>	<b>(1,125,926,257)</b>	<b>16,782,311,188</b>	<b>100.00%</b>		<b>5.59%</b>		<b>6.04%</b>		<b>6.49%</b>
* Daily Weighted Average ** Cost Rates Calculated Per IRS Ruling												

**A. TIMES INTEREST EARNED WITH AFUDC**

EARNINGS BEFORE INTEREST	\$ 1,138,973,097
AFUDC - DEBT	\$ 7,494,930
INCOME TAXES	219,427,227
TOTAL	<u>\$ 1,365,895,254</u>
INTEREST CHARGES (before deducting AFUDC-Debt)	\$ 320,304,405
TIE WITH AFUDC	<u><u>4.26</u></u>

**B. TIMES INTEREST EARNED WITHOUT AFUDC**

EARNINGS BEFORE INTEREST	\$ 1,138,973,097
AFUDC - EQUITY	(18,713,041)
INCOME TAXES	219,427,227
TOTAL	<u>\$ 1,339,687,283</u>
INTEREST CHARGES (before deducting AFUDC-Debt & CR3 reg asset carrying charge)	\$ 320,304,405
TIE WITHOUT AFUDC	<u><u>4.18</u></u>

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

AFUDC DEBT	\$ 7,494,930
X (1- INCOME TAX RATE)	0.74655
SUBTOTAL	<u>\$ 5,595,340</u>
AFUDC -EQUITY	\$ 18,713,041
TOTAL	<u>\$ 24,308,381</u>
NET INCOME AVAILABLE FOR COMMON STOCKHOLDERS	\$ 826,052,621
PERCENT AFUDC TO AVAILABLE NET INCOME	<u><u>2.94%</u></u>

**D. PERCENT INTERNALLY GENERATED FUNDS'**

NET INCOME	\$ 832,886,697
COMMON DIVIDENDS	-
AFUDC (EQUITY)	(18,979,630)
DEPRECIATION & AMORTIZATION	998,623,947
DEFERRED INCOME TAXES	215,281,809
INVESTMENT TAX CREDITS	-
OTHER - INC NUCLEAR DECOMMISSIONING	(29,545,747)
OTHER FUNDS - INCLUDING CHANGE IN WORKING CAPITAL	(561,892,343)
TOTAL FUNDS PROVIDED	<u>\$ 1,436,374,733</u>

CONSTRUCTION EXPENDITURES (EXCLUDING AFUDC EQUITY & DEBT)	\$ 2,064,277,064
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PERCENTAGE INTERNALLY GENERATED FUNDS **69.58%**

\*As of June 2022 (updated quarterly)

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

Common Equity	\$ 7,032,940,514
Long Term Debt	\$ 5,910,587,840
Short Term Debt	\$ 335,756,857
TOTAL	<u>\$ 13,279,285,210</u>
% LONG TERM DEBT TO TOTAL	<b>44.51%</b>
% SHORT TERM DEBT TO TOTAL	<b>2.53%</b>

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

	Pro Forma	FPSC
FPSC AVERAGE		
EARNED RATE OF RETURN	<u>5.77%</u>	<u>6.07%</u>
LESS RETAIL WEIGHTED AVERAGE COST RATES FOR:		
LONG TERM DEBT	1.57%	1.57%
SHORT TERM DEBT	0.01%	0.01%
CUSTOMER DEPOSITS	0.02%	0.02%
DEFERRED INCOME TAXES		
INVESTMENT TAX CREDITS	0.09%	0.09%
DEFERRED INCOME TAX (FAS 109)		
SUBTOTAL	<u>1.70%</u>	<u>1.70%</u>
TOTAL	<u>4.08%</u>	<u>4.37%</u>
DIVIDED BY COMMON EQUITY RATIO	<u>43.85%</u>	<u>43.85%</u>
JURISDICTIONAL RETURN ON COMMON EQUITY	<u><u>9.30%</u></u>	<u><u>9.97%</u></u>