



April 15, 2024

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

Dear Mr. Vogel:

Pursuant to Commission Rule 25-6.1352, enclosed please find Duke Energy Florida, LLC's Earnings Surveillance Report for the twelve months ended February 29, 2024.

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 29, 2024. The separation factors used for the jurisdictional 2023 and 2024 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. Walt Trierweiler, Office of the Public Counsel

DUKE ENERGY FLORIDA
RATE OF RETURN REPORT SUMMARY
Feb-24

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	\$1,268,514,579 (a)	(\$63,266,786) (b)	\$1,205,247,794	(\$51,987,316)	\$1,153,260,478
Average Rate Base	\$21,138,142,050	(\$2,741,325,099)	\$18,396,816,951	\$0	\$18,396,816,951
Average Rate of Return	6.00%		6.55%		6.27%
<u>I. YEAR END RATE OF RETURN (Jurisdictional)</u>					
Net Operating Income	\$1,247,108,194	(\$41,860,400)	\$1,205,247,794		
Average Rate Base	\$22,087,408,532	(\$3,077,647,150)	\$19,009,761,382		
Average Rate of Return	5.65%		6.34%		

(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	6.00%	6.03%
Mid Point	6.45%	6.48%
High Point	6.91%	6.93%
Pro Forma Adjusted Basis		
Low Point	6.00%	6.03%
Mid Point	6.45%	6.48%
High Point	6.91%	6.93%

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	2.13%	(System Per Books Basis)
D. Internally Generated Funds	95.25%	(System Per Books Basis)
E. STD/LTD to Total Investor Funds		
LT Debt-Fixed to Total Investor Funds	45.25%	(FPSC Adjusted Basis)
ST Debt to Total Investor Funds	1.80%	(FPSC Adjusted Basis)
F. Return on Common Equity		
	10.32%	(FPSC Adjusted Basis)
	9.69%	(Pro Forma Adjusted Basis)
G. Current Allowed AFUDC Rate	6.26%	Dockets 20210016 / 20220143

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

4/15/2024

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	\$26,028,771,779	\$7,107,272,314	\$18,921,499,465	\$119,281,805	\$1,950,970,909	\$20,991,752,179	\$1,871,015,300	\$22,862,767,480
Regulatory Base - Retail	\$24,176,914,985	\$6,752,823,536	\$17,424,091,449	\$110,130,744	\$1,757,805,814	\$19,292,028,007	\$1,846,114,043	\$21,138,142,050
FPSC Adjustments								
ARO	(64,901,250)	(60,261,040)	(4,640,209)			(4,640,209)	(17,424,723)	(22,064,933)
ECCR	(3,045,577)	(617,510)	(2,428,067)			(2,428,067)	(8,082,193)	(10,510,260)
ECRC	(34,701,034)	(4,918,024)	(29,783,010)		(49,685)	(29,832,695)	(9,392,519)	(39,225,214)
FUEL							(70,354,119)	(70,354,119)
CCR							(98,644,313)	(98,644,313)
SPPCRC	(337,398,054)	(8,072,848)	(329,325,206)		(428,567,003)	(757,892,209)		(757,892,209)
Clause Under-Recovery							(822,338,819)	(822,338,819)
Derivatives							(10,741,899)	(10,741,899)
Investments Earning a Return							(315,101,593)	(315,101,593)
Non-Regulated and Miscellaneous	(53,279,276)	(18,508,918)	(34,770,359)	(82,004,756)	(743,734)	(117,518,848)	46,932,087	(70,586,761)
CWIP - AFUDC					(344,958,233)	(344,958,233)		(344,958,233)
Capital & Operating Leases	(676,820,126)	(362,094,756)	(314,725,370)			(314,725,370)	283,105,806	(31,619,564)
Storm Cost Recovery							(147,287,183)	(147,287,183)
Total FPSC Adjustments	(1,170,145,317)	(454,473,096)	(715,672,221)	(82,004,756)	(774,318,655)	(1,571,995,631)	(1,169,329,467)	(2,741,325,099)
FPSC Adjusted	\$23,006,769,668	\$6,298,350,440	\$16,708,419,228	\$28,125,988	\$983,487,159	\$17,720,032,375	\$676,784,576	\$18,396,816,951

	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
System Per Books	6,882,120,970	2,757,399,287	1,175,771,399	837,120,104	471,681,524	348,404,051	(90,001,655)	(441,295)		5,499,933,415	1,382,187,556
Regulatory Base - Retail	6,552,352,405	2,679,525,770	1,151,572,007	784,765,147	459,835,775	306,295,939	(76,309,133)	(441,295)		5,305,244,211	1,247,108,194
FPSC Adjustments											
ECCR	(111,206,286)		(109,778,540)	(566,627)		(218,251)				(110,563,417)	(642,868)
ECRC	(9,920,324)		(8,058,960)	1,610,955	(77,098)	(860,519)				(7,385,622)	(2,534,702)
FUEL	(2,286,254,319)	(2,275,400,148)		(6,551,340)		(1,090,553)				(2,283,042,040)	(3,212,279)
CCR	(424,344,579)	(404,125,623)		(5,431,410)		3,396,063				(406,160,969)	(18,183,610)
SPPCRC	(143,174,122)		(61,838,119)	(20,781,686)	(2,087,837)	(14,818,329)				(99,525,972)	(43,648,150)
Non-Regulated and Miscellaneous				(140,227)		35,541				(104,687)	104,687
Corporate Aircraft			(3,155,146)			799,672				(2,355,474)	2,355,474
Revenue Tax	(319,381,952)		(4,726,075)		(313,847,762)	(204,817)				(318,778,654)	(603,298)
Gain/Loss on Disposition & Other						359,045		(1,416,631)		(1,057,586)	1,057,586
Promotional Advertising			(4,721,836)			1,196,749				(3,525,087)	3,525,087
Miscellaneous Interest Expense			1,566,686			(397,077)				1,169,610	(1,169,610)
Organization Dues			(136,727)			34,654				(102,074)	102,074
Economic Development			(343,418)			87,039				(256,378)	256,378
Parent Debt Adjustment						(10,472,599)				(10,472,599)	10,472,599
Directors & Officers Liability Insurance			(1,278,601)			324,062				(954,540)	954,540
Interest Synchronization						2,228,691				2,228,691	(2,228,691)
LTIP & SERP			(15,450,547)			3,915,941				(11,534,606)	11,534,606
Storm Cost Recovery	(386,955,924)		(386,955,626)			(75)				(386,955,701)	(222)
Total FPSC Adjustments	(3,681,237,506)	(2,679,525,770)	(594,876,909)	(31,860,336)	(316,012,697)	(15,684,763)			(1,416,631)	(3,639,377,106)	(41,860,400)
FPSC Adjusted	2,871,114,899		556,695,098	752,904,812	143,823,079	290,611,176	(76,309,133)	(441,295)	(1,416,631)	1,665,867,105	1,205,247,794
Pro Forma Adjustments											
Weather Normalization	(69,636,750)					(17,649,434)				(17,649,434)	(51,987,316)
Total Pro Forma Adjustments	(69,636,750)					(17,649,434)				(17,649,434)	(51,987,316)
Pro Forma Adjusted	2,801,478,149		556,695,098	752,904,812	143,823,079	272,961,742	(76,309,133)	(441,295)	(1,416,631)	1,648,217,671	1,153,260,478
Current Month											
System Per Books	452,819,733	173,171,791	72,253,178	80,695,461	33,374,565	9,698,928	3,710,495			366,989,691	85,830,042
FPSC Adjusted	203,338,080		43,622,357	76,083,327	11,981,417	12,546,683	(1,023,042)	(147,030)		125,088,342	78,249,739

A) The addition of earnings from AFUDC would increase:

Pre-Tax System NOI by: 23,758,731
Pre-Tax Jurisdictional NOI b 21,406,385

B) Economic Development costs related to the period are:

Total Company: 7,096,946
Jurisdictional: 6,868,353

Notes	Rate Base Adjustments	P=ProForma F=FPSC	System	Retail
	ARO	F	(22,064,933)	(22,064,933)
	ECCR	F	(10,589,581)	(10,510,260)
	ECRC	F	(40,536,294)	(39,225,214)
	FUEL	F	(70,354,119)	(70,354,119)
	CCR	F	(98,644,313)	(98,644,313)
	SPPCRC	F	(817,606,590)	(757,892,209)
	Clause Under-Recovery	F	(822,338,819)	(822,338,819)
	Derivatives	F	(11,242,974)	(10,741,899)
	Investments Earning a Return	F	(315,101,593)	(315,101,593)
	Non-Regulated and Miscellaneous	F	(72,773,206)	(70,586,761)
(1)	CWIP - AFUDC	F	(455,128,112)	(344,958,233)
(2)	Capital & Operating Leases - EPIS	F	(336,836,046)	(314,725,370)
(2)	Capital & Operating Leases - Working Capital	F	292,354,438	283,105,806
	Storm Cost Recovery	F	(147,287,183)	(147,287,183)
	Total		(2,928,149,323)	(2,741,325,099)

Notes	Income Statement Adjustments (to NOI)	P=ProForma F=FPSC	System		Retail	
			Amount	Income Tax Effect	Amount	Income Tax Effect
	ECCR	F	(842,326)	213,487	(861,119)	218,251
	ECRC	F	(3,253,828)	824,683	(3,395,221)	860,519
	FUEL	F	(4,427,882)	1,122,247	(4,302,832)	1,090,553
	CCR	F	(14,787,546)	(3,396,063)	(14,787,546)	(3,396,063)
	SPPCRC	F	(58,466,480)	14,818,329	(58,466,480)	14,818,329
	Non-Regulated and Miscellaneous	F	140,227	(35,541)	140,227	(35,541)
(2)	Corporate Aircraft	F	3,259,836	(826,205)	3,155,146	(799,672)
(1)	Revenue Tax	F	(808,115)	204,817	(808,115)	204,817
(1)	Gain/Loss on Disposition & Other	F	1,454,402	(368,618)	1,416,631	(359,045)
(1)	Promotional Advertising	F	4,878,642	(1,236,492)	4,721,836	(1,196,749)
(1)	Miscellaneous Interest Expense	F	(1,618,706)	410,261	(1,566,686)	397,077
(1)	Organization Dues	F	141,264	(35,803)	136,727	(34,654)
(3)	Economic Development	F	354,637	(89,883)	343,418	(87,039)
(2)	Parent Debt Adjustment	F		11,333,350		10,472,599
(2)	Directors & Officers Liability Insurance	F	1,321,016	(334,811)	1,278,601	(324,062)
(1)	Interest Synchronization	F		(2,236,576)		(2,228,691)
(4)	LTIP & SERP	F	15,963,889	(4,046,048)	15,450,547	(3,915,941)
	Storm Cost Recovery	F	(298)	75	(298)	75
	Total		(56,691,268)	16,321,208	(57,545,163)	15,684,763

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	\$27,100,195,607	\$7,353,859,955	\$19,746,335,652	\$128,987,245	\$2,137,917,883	\$22,013,240,780	\$1,871,015,164	\$23,884,255,945
Regulatory Base - Retail	\$25,129,694,627	\$6,983,635,349	\$18,146,059,277	\$119,598,326	\$1,975,636,886	\$20,241,294,489	\$1,846,114,043	\$22,087,408,532
FPSC Adjustments								
ARO	(60,837,621)	(58,836,787)	(2,000,833)			(2,000,833)	(17,424,723)	(19,425,557)
ECCR	(5,579,225)	(917,207)	(4,662,018)			(4,662,018)	(8,082,193)	(12,744,210)
ECRC	(34,701,034)	(5,365,970)	(29,335,064)		(167,204)	(29,502,268)	(9,392,519)	(38,894,787)
FUEL							(70,354,119)	(70,354,119)
CCR							(98,644,313)	(98,644,313)
SPPCRC	(499,238,005)	(13,644,255)	(485,593,750)		(567,885,979)	(1,053,479,729)		(1,053,479,729)
Clause Under-Recovery							(822,338,819)	(822,338,819)
Derivatives							(10,741,899)	(10,741,899)
Investments Earning a Return							(315,101,593)	(315,101,593)
Non-Regulated and Miscellaneous	(43,840,005)	(19,224,479)	(24,615,526)	(92,014,818)	(747,533)	(117,377,876)	46,932,087	(70,445,789)
CWIP - AFUDC					(374,434,542)	(374,434,542)		(374,434,542)
Capital & Operating Leases	(726,061,422)	(399,201,005)	(326,860,417)			(326,860,417)	283,105,806	(43,754,611)
Storm Cost Recovery							(147,287,183)	(147,287,183)
Total FPSC Adjustments	(1,370,257,311)	(497,189,703)	(873,067,608)	(92,014,818)	(943,235,257)	(1,908,317,683)	(1,169,329,467)	(3,077,647,150)
FPSC Adjusted	23,759,437,316	6,486,445,646	17,272,991,670	27,583,508	1,032,401,629	18,332,976,806	676,784,576	19,009,761,382

	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
System Per Books	6,882,120,970	2,757,399,287	1,175,771,399	837,120,104	471,681,524	348,404,051	(90,001,655)	(441,295)		5,499,933,415	1,382,187,556
Regulatory Base - Retail	6,552,352,405	2,679,525,770	1,151,572,007	784,765,147	459,835,775	306,295,939	(76,309,133)	(441,295)		5,305,244,211	1,247,108,194
FPSC Adjustments											
ECCR	(111,206,286)		(109,778,540)	(566,627)		(218,251)				(110,563,417)	(642,868)
ECRC	(9,920,324)		(8,058,960)	1,610,955	(77,098)	(860,519)				(7,385,622)	(2,534,702)
FUEL	(2,286,254,319)	(2,275,400,148)		(6,551,340)		(1,090,553)				(2,283,042,040)	(3,212,279)
CCR	(424,344,579)	(404,125,623)		(5,431,410)		3,396,063				(406,160,969)	(18,183,610)
SPPCRC	(143,174,122)		(61,838,119)	(20,781,686)	(2,087,837)	(14,818,329)				(99,525,972)	(43,648,150)
Non-Regulated and Miscellaneous				(140,227)		35,541				(104,687)	104,687
Corporate Aircraft			(3,155,146)			799,672				(2,355,474)	2,355,474
Revenue Tax	(319,381,952)		(4,726,075)		(313,847,762)	(204,817)				(318,778,654)	(603,298)
Gain/Loss on Disposition & Other						359,045		(1,416,631)		(1,057,586)	1,057,586
Promotional Advertising			(4,721,836)			1,196,749				(3,525,087)	3,525,087
Miscellaneous Interest Expense			1,566,686			(397,077)				1,169,610	(1,169,610)
Organization Dues			(136,727)			34,654				(102,074)	102,074
Economic Development			(343,418)			87,039				(256,378)	256,378
Parent Debt Adjustment						(10,472,599)				(10,472,599)	10,472,599
Directors & Officers Liability Insurance			(1,278,601)			324,062				(954,540)	954,540
Interest Synchronization						2,228,691				2,228,691	(2,228,691)
LTIP & SERP			(15,450,547)			3,915,941				(11,534,606)	11,534,606
Storm Cost Recovery	(386,955,924)		(386,955,626)			(75)				(386,955,701)	(222)
Total FPSC Adjustments	(3,681,237,506)	(2,679,525,770)	(594,876,909)	(31,860,336)	(316,012,697)	(15,684,763)			(1,416,631)	(3,639,377,106)	(41,860,400)
FPSC Adjusted	2,871,114,899		556,695,098	752,904,812	143,823,079	290,611,176	(76,309,133)	(441,295)	(1,416,631)	1,665,867,105	1,205,247,794

A) The addition of earnings from AFUDC would increase:

Pre-Tax System NOI by:	23,758,731
Pre-Tax Jurisdictional NOI by	21,406,385

Notes	Rate Base Adjustments	P=ProForma F=FPSC	System	Retail
	ARO	F	(19,425,557)	(19,425,557)
	ECCR	F	(12,896,511)	(12,744,210)
	ECRC	F	(40,184,891)	(38,894,787)
	FUEL	F	(70,354,119)	(70,354,119)
	CCR	F	(98,644,313)	(98,644,313)
	SPPCRC	F	(1,129,401,329)	(1,053,479,729)
	Clause Under-Recovery	F	(822,338,819)	(822,338,819)
	Derivatives	F	(11,242,974)	(10,741,899)
	Investments Earning a Return	F	(315,101,593)	(315,101,593)
	Non-Regulated and Miscellaneous	F	(72,899,127)	(70,445,789)
(1)	CWIP - AFUDC	F	(476,995,294)	(374,434,542)
(2)	Capital & Operating Leases - EPIS	F	(350,579,730)	(326,860,417)
(2)	Capital & Operating Leases - Working Capital	F	292,354,438	283,105,806
	Storm Cost Recovery	F	(147,287,183)	(147,287,183)
	Total		(3,274,997,000)	(3,077,647,150)

Notes	Income Statement Adjustments (to NOI)	P=ProForma F=FPSC	System		Retail	
			Amount	Income Tax Effect	Amount	Income Tax Effect
	ECCR	F	(842,326)	213,487	(861,119)	218,251
	ECRC	F	(3,253,828)	824,683	(3,395,221)	860,519
	FUEL	F	(4,427,882)	1,122,247	(4,302,832)	1,090,553
	CCR	F	(14,787,546)	(3,396,063)	(14,787,546)	(3,396,063)
	SPPCRC	F	(58,466,480)	14,818,329	(58,466,480)	14,818,329
	Non-Regulated and Miscellaneous	F	140,227	(35,541)	140,227	(35,541)
(2)	Corporate Aircraft	F	3,259,836	(826,205)	3,155,146	(799,672)
(1)	Revenue Tax	F	(808,115)	204,817	(808,115)	204,817
(1)	Gain/Loss on Disposition & Other	F	1,454,402	(368,618)	1,416,631	(359,045)
(1)	Promotional Advertising	F	4,878,642	(1,236,492)	4,721,836	(1,196,749)
(1)	Miscellaneous Interest Expense	F	(1,618,706)	410,261	(1,566,686)	397,077
(1)	Organization Dues	F	141,264	(35,803)	136,727	(34,654)
(3)	Economic Development	F	354,637	(89,883)	343,418	(87,039)
(2)	Parent Debt Adjustment	F		11,333,350		10,472,599
(2)	Directors & Officers Liability Insurance	F	1,321,016	(334,811)	1,278,601	(324,062)
(1)	Interest Synchronization	F		(2,236,576)		(2,228,691)
(4)	LTIP & SERP	F	15,963,889	(4,046,048)	15,450,547	(3,915,941)
	Storm Cost Recovery	F	(298)	75	(298)	75
	Total		(56,691,268)	16,321,208	(57,545,163)	15,684,763

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	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	9,679,811,611	8,944,065,633	358,252,503	(1,085,594,750)	8,216,723,385	44.66%	9.10%	4.06%	10.10%	4.51%	11.10%	4.96%
Long Term Debt	9,000,323,058	8,316,223,847	(364,984,858)	(927,921,748)	7,023,317,241	38.18%	4.63%	1.77%	4.63%	1.77%	4.63%	1.77%
Short Term Debt *	431,003,635	398,243,783	(81,389,058)	(36,977,431)	279,877,294	1.52%	4.88%	0.07%	4.88%	0.07%	4.88%	0.07%
Customer Deposits												
Active	171,137,696	171,137,696		(19,972,031)	151,165,666	0.82%	2.61%	0.02%	2.61%	0.02%	2.61%	0.02%
Inactive	1,666,455	1,666,455		(194,478)	1,471,978	0.01%						
Investment Tax Credits **	235,616,109	217,707,330		(25,406,778)	192,300,552	1.05%	7.04%	0.07%	7.58%	0.08%	8.12%	0.08%
Deferred Income Taxes	3,343,208,915	3,089,097,305	(222,613,416)	(334,523,053)	2,531,960,836	13.76%						
Total	22,862,767,480	21,138,142,050	(310,734,830)	(2,430,590,269)	18,396,816,951	100.00%		6.00%		6.45%		6.91%
* 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	10,175,875,553	9,630,425,079	149,071,544	(1,244,556,690)	8,534,939,934	44.90%	9.10%	4.09%	10.10%	4.53%	11.10%	4.98%
Long Term Debt	9,454,160,677	8,947,395,790	(163,541,383)	(1,117,849,434)	7,666,004,974	40.33%	4.64%	1.87%	4.64%	1.87%	4.64%	1.87%
Short Term Debt *	(24,806,652)	(23,476,958)	(76,817,842)	12,763,700	(87,531,099)	(0.46%)	5.35%	(0.02%)	5.35%	(0.02%)	5.35%	(0.02%)
Customer Deposits												
Active	159,812,585	159,812,585		(20,338,043)	139,474,542	0.73%	2.61%	0.02%	2.61%	0.02%	2.61%	0.02%
Inactive	1,666,455	1,666,455		(212,076)	1,454,379	0.01%						
Investment Tax Credits **	241,934,616	228,966,361		(29,138,679)	199,827,681	1.05%	6.99%	0.07%	7.52%	0.08%	8.04%	0.08%
Deferred Income Taxes	3,320,611,688	3,142,619,219	(214,374,443)	(372,653,805)	2,555,590,971	13.44%						
Total	23,329,254,922	22,087,408,532	(305,662,123)	(2,771,985,026)	19,009,761,382	100.00%		6.03%		6.48%		6.93%

* 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
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Long Term Debt	9,000,323,058	8,316,223,847	(364,984,858)	(927,921,748)	7,023,317,241	38.18%	4.63%	1.77%	4.63%	1.77%	4.63%	1.77%
Short Term Debt *	431,003,635	398,243,783	(81,389,058)	(36,977,431)	279,877,294	1.52%	4.88%	0.07%	4.88%	0.07%	4.88%	0.07%
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Total	22,862,767,480	21,138,142,050	(310,734,830)	(2,430,590,269)	18,396,816,951	100.00%		6.00%		6.45%		6.91%
* Daily Weighted Average												
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Long Term Debt	9,454,160,677	8,947,395,790	(163,541,383)	(1,117,849,434)	7,666,004,974	40.33%	4.64%	1.87%	4.64%	1.87%	4.64%	1.87%
Short Term Debt *	(24,806,652)	(23,476,958)	(76,817,842)	12,763,700	(87,531,099)	(0.46%)	5.35%	(0.02%)	5.35%	(0.02%)	5.35%	(0.02%)
Customer Deposits												
Active	159,812,585	159,812,585		(20,338,043)	139,474,542	0.73%	2.61%	0.02%	2.61%	0.02%	2.61%	0.02%
Inactive	1,666,455	1,666,455		(212,076)	1,454,379	0.01%						
Investment Tax Credits **	241,934,616	228,966,361		(29,138,679)	199,827,681	1.05%	6.99%	0.07%	7.52%	0.08%	8.04%	0.08%
Deferred Income Taxes	3,320,611,688	3,142,619,219	(214,374,443)	(372,653,805)	2,555,590,971	13.44%						
Total	23,329,254,922	22,087,408,532	(305,662,123)	(2,771,985,026)	19,009,761,382	100.00%		6.03%		6.48%		6.93%

* Daily Weighted Average

** Cost Rates Calculated Per IRS Ruling

A. TIMES INTEREST EARNED WITH AFUDC

EARNINGS BEFORE INTEREST	\$	1,435,370,987
AFUDC - DEBT	\$	6,563,637
INCOME TAXES		265,645,412
TOTAL	\$	1,707,580,036
INTEREST CHARGES (before deducting AFUDC-Debt)	\$	406,658,801
TIE WITH AFUDC		<u>4.20</u>

B. TIMES INTEREST EARNED WITHOUT AFUDC

EARNINGS BEFORE INTEREST	\$	1,435,370,987
AFUDC - EQUITY		(17,195,094)
INCOME TAXES		265,645,412
TOTAL	\$	1,683,821,305
INTEREST CHARGES (before deducting AFUDC-Debt & CR3 reg asset carrying charge)	\$	406,658,801
TIE WITHOUT AFUDC		<u>4.14</u>

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

AFUDC DEBT	\$	6,563,637
X (1- INCOME TAX RATE)		0.74655
SUBTOTAL	\$	4,900,083
AFUDC - EQUITY	\$	17,195,094
TOTAL	\$	22,095,177
NET INCOME AVAILABLE FOR COMMON STOCKHOLDERS	\$	1,035,098,123
PERCENT AFUDC TO AVAILABLE NET INCOME		<u>2.13%</u>

D. PERCENT INTERNALLY GENERATED FUNDS*

NET INCOME	\$	1,016,433,579
COMMON DIVIDENDS		-
AFUDC (EQUITY)		(15,073,411)
DEPRECIATION & AMORTIZATION		1,206,429,412
DEFERRED INCOME TAXES		(89,335,892)
INVESTMENT TAX CREDITS		-
OTHER - INC NUCLEAR DECOMMISSIONING		29,589,290
OTHER FUNDS - INCLUDING CHANGE IN WORKING CAPITAL		261,120,799
TOTAL FUNDS PROVIDED	\$	<u>2,409,163,778</u>

CONSTRUCTION EXPENDITURES (EXCLUDING AFUDC EQUITY & DEBT)	\$	2,529,217,004
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PERCENTAGE INTERNALLY GENERATED FUNDS **95.25%**

*As of Dec 2023 (updated quarterly)

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

Common Equity	\$	8,216,723,385
Long Term Debt	\$	7,023,317,241
Short Term Debt	\$	279,877,294
TOTAL	\$	<u>15,519,917,920</u>
% LONG TERM DEBT TO TOTAL		45.25%
% SHORT TERM DEBT TO TOTAL		1.80%

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

	Pro Forma	FPSC
FPSC AVERAGE		
EARNED RATE OF RETURN	<u>6.27%</u>	<u>6.55%</u>
LESS RETAIL WEIGHTED AVERAGE COST RATES FOR:		
LONG TERM DEBT	1.77%	1.77%
SHORT TERM DEBT	0.07%	0.07%
CUSTOMER DEPOSITS	0.02%	0.02%
DEFERRED INCOME TAXES		
INVESTMENT TAX CREDITS	0.08%	0.08%
DEFERRED INCOME TAX (FAS 109)		
SUBTOTAL	<u>1.94%</u>	<u>1.94%</u>
TOTAL	4.33%	4.61%
DIVIDED BY COMMON EQUITY RATIO	<u>44.66%</u>	<u>44.66%</u>
JURISDICTIONAL RETURN ON COMMON EQUITY	<u>9.69%</u>	<u>10.32%</u>