I. AVERAGE RATE OF RETURN (JURISDICTIONAL)	(1) ACTUAL PER BOOKS	(2) FPSC ADJUSTMENTS	(3) FPSC ADJUSTED	(4) PRO FORMA ADJUSTMENTS	(5) PRO FORMA ADJUSTED
NET OPERATING INCOME	\$ 1,717,549	\$434,358	\$2,151,907	\$101,952	\$2,253,859
AVERAGE RATE BASE	\$49,082,006	\$486,903	\$49,568,908	\$0	\$49,568,908
AVERAGE RATE OF RETURN	3.50%		4.34%		4.55%
II. YEAR-END RATE OF RETURN (JURISDICTIONAL)					
NET OPERATING INCOME	\$1,717,549	\$401,354	\$2,118,903	\$101,952	\$2,220,855
YEAR-END RATE BASE	\$51,949,491	\$1,290,786	\$53,240,277	\$0	\$53,240,277
YEAR-END RATE OF RETURN	3.31%		3.98%		4.17%
÷					
III. REQUIRED RATES OF RETURN AVERAGE CAPITAL STRUCTURE (FPSC ADJUSTED BASIS)		<u>IV. FINANCI</u> A. TIE WITH	AL INTEGRITY INDICATORS AFUDC	3.35	
LOW	6.71%	B. TIE WITHO	DUT AFUDC	3.35	
MIDPOINT	7.18%	C. AFUDC TO	NET INCOME	0.00	
HIGH	7.65%		LY GENERATED FUNDS	48.75	
			OTAL INVESTOR FUNDS OTAL INVESTOR FUNDS	27.58	
		G PETURNO	ON COMMON EQUITY	4.95	

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.

Cheryl M. Martin Director- Regulatory Affairs

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
		ACCUMULATED		NET PROPERTY	CONSTRUCTION	NET		
	PLANT IN	DEPRECIATION &	PLANT IN	HELD FOR	WORK IN	UTILITY	WORKING	TOTAL
1	SERVICE	AMORTIZATION	SERVICE	FUTURE USE	PROGRESS	PLANT	CAPITAL	RATE BASE
PER BOOKS	\$95,232,475	(\$48,865,472)	\$46,367,003	\$0	\$3,008,205	\$49,375,208	(\$293,202)	\$49,082,006
FPSC ADJUSTMENTS:								
1) ELIMINATIONS TO WORKING CAPITAL 2) ELIM. NON UTILITY PLANT 3) ELIMINATE ACCULISITION ADJUSTMENT	(\$188,665)	\$81,772	\$0 (\$106,893)			\$0 (\$106,893)	(\$24,660)	(\$24,660) (\$106,893)
4) REGULATORY ASSET - LITIGATION COSTS 5) ELIMINATE NET UNDER-RECOVERIES		1	4			ų	\$1,382,044 (\$763,588)	\$1,382,044 (\$763,588)
TOTAL FPSC ADJUSTMENTS	(\$188,665)	\$81,772	(\$106,893)	\$0	\$0	(\$106,893)	\$593,795	\$486,903
FPSC ADJUSTED	\$95,043,810	(\$48,783,700)	\$46,260,110	\$0	\$3,008,205	\$49,268,315	\$300,593	\$49,568,908
FLEX RATE REVENUES	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
ADJUSTED FOR FLEX RATE REVENUES ==	\$95,043,810	(\$48,783,700)	\$46,260,110	\$0	\$3,008,205	\$49,268,315	\$300,593	\$49,568,908
PROFORMA ADJUSTMENTS								
TOTAL PRO FORMA ADJUSTMENTS	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
PRO FORMA ADJUSTED	\$95,043,810	(\$48,783,700)	\$46,260,110	\$0	\$3,008,205	\$49,268,315	\$300,593	\$49,568,908

PRO FORMA ADJUSTED	TOTAL PRO FORMA ADJUSTMENTS	ELIMINATE AMORT EXP - LITIGATION COSTS	PRO FORMA ADJUSTMENTS	FPSC ADJUSTED	TOTAL FPSC ADJUSTMENTS													o) ECIVINATE CITIGATION COSTS	S) AMORT EXP - LITIGATION COSTS	4)NON-CITETY DEPRECIATION EXPENSE	3) ELIMINATE CONSERVATION	2) ELIMINATE FUEL REVENUES AND EXPENSES	FPSC ADJUSTMENTS:	PER BOOKS				
\$22,637,344	\$0			\$22,637,344	(\$60,389,154)																(\$866,930)	\$ (5		\$83,026,498	REVENUES	OPERATING	(1)	
\$0	\$0			\$0	(\$60,340,284)													-	÷		(\$866,127)	\$ (59,474,157)		\$ 60,340,284	EXPENSE	O & M FUEL	(2)	
\$10,351,568	\$0			\$10,351,568	(\$685,653)													(685,653)						\$11,037,221	OTHER	0 & M	(3)	
\$2,802,422	(\$165,978)	(\$165,978)		\$2,968,400	\$163,242														\$165,978	(\$2,736)				\$2,805,158	AMORTIZATION	DEPREC. &	(4)	
\$6,442,880	\$0			\$6,442,880	(\$44,762)																\$624	(\$45,385)		\$6,487,642	THAN INCOME	TAXES OTHER	(5)	
\$786,614	\$64,026	\$64,026		\$722,588	\$83,944	\$0	\$0	\$0	\$ 50	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$264,490	(\$64,026)	\$1,056	(\$550)	(\$115,991) (\$1,034)		\$638,644	CURRENT	INCOME TAXES	(6)	
\$0	\$0			\$0	\$0																				(NET)	D.I.T.	(7)	
\$0	\$0			\$0	\$0																				(NET)	I.T.C.	(8)	
\$0	\$0			\$0	\$0																				DISPOSITION	ON ON	(9)	
\$20,383,485	(\$101,952)	(\$101,952)		\$20,485,437	(\$60,823,512)	\$0	\$0	\$0	ŝo	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(\$421,162)	\$101,952	(\$1,681)	(\$866,054)	(\$115,991) (\$59,520,577)		\$81,308,949	EXPENSES	OPERATING	(10)	
\$2,253,859	\$101,952	\$101,952		\$2,151,907	\$434,358	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$421,162	(\$101,952)	\$1,681	(\$876)	\$115,991 (\$1,647)		\$1,717,549	INCOME	OPERATING	(11)	

0
¥
=
-
\simeq
=
im

~

P	č
6	I
ш	E
-	\sim
0	=
-71	TT.
2	u

PRO FORMA ADJUSTED	TOTAL PRO FORMA ADJUSTMENTS	PROFORMA ADJUSTMENTS	ADJUSTED FOR COMP RATE ADJ REVENUE	COMP RATE ADJ REVENUES	FPSC ADJUSTED	TOTAL FPSC ADJUSTMENTS	1) ELIMINATIONS TO WORKING CAPITAL 2) ELIM. NON UTILITY PLANT 3) ELIMINATE ACQUISTION ADJUSTMENT 4) REGULATORY ASSET - LITIGATION COSTS 5) ELIMINATE NET UNDER-RECOVERIES	FPSC ADJUSTMENTS:	PER BOOKS	
\$98,253,341	\$0		\$98,253,341	\$0	\$98,253,341	(\$196,665)	(\$196,665)		\$98,450,006	PLANTIN SERVICE
(\$50,125,136)	\$0		(\$50,125,136)	\$0	(\$50,125,136)	\$83,047	\$83,047 \$0		(\$50,208,182)	(2) ACCUMULATED DEPRECIATION & AMORTIZATION
\$48,128,205	\$0		\$48,128,205	\$0	\$48,128,205	(\$113,618)	\$0 (\$113,618) \$0		\$48,241,823	(3) PLANT IN SERVICE
\$0	\$0		\$0	\$0	\$0	\$0			\$0	(4) NET PROPERTY HELD FOR FUTURE USE
\$4,590,248	\$0		\$4,590,248	\$0	\$4,590,248	\$0			\$4,590,248	(5) CONSTRUCTION WORK IN PROGRESS
\$52,718,453 \$521,824	\$0		\$52,718,453	\$0	\$52,718,453	(\$113,618)	\$0 (\$113,618) \$0		\$52,832,071	(6) NET UTILITY PLANT
\$521,824	\$0		\$521,824	\$0	\$521,824	\$1,404,404	(\$31,365) \$1,508,901 (\$73,132)		(\$882,580)	(7) WORKING CAPITAL
\$53,240,277	\$0		\$53,240,277	\$0	\$53,240,277	\$1,290,786	(\$31,365) (\$113,618) \$0 \$1,508,901 (\$73,132)		\$51,949,491	(8) TOTAL RATE BASE

PRO FORMA ADJUSTED	TOTAL PRO FORMA ADJUSTMENTS	ELIMINATE AMORT EXP - LITIGATION COSTS	FPSC ADJUSTED PRO FORMA ADJUSTMENTS	TOTAL FPSC ADJUSTMENTS														6) FI IMINATE LITIGATION COSTS	S) AMORT EXP. LITIGATION COSTS	4) NON-LITHITY DEPRECIATION EXPENSE	3) FILMINATE CONSERVATION	FPSC ADJUSTMENTS: 1) INCOME TAX SYNCH ADJUSTMENT 2) FILMINATE FILE I BEVERLIFE AND EXPENSES	PER BOOKS				
\$22,637,344	\$0		\$22,637,344	(\$60,389,154)																(386,930)	•	(ארר רבים ספו	\$83,026,498 \$	REVENUES	OPERATING		(1)
\$0	\$0		\$0	(\$60,340,284)													·	2		(/21,008<)	(59,4/4,15/)		60,340,284	EXPENSE	O & M FUEL		(2)
\$10,351,568	\$0		\$10,351,568	(\$685,653)													(000,000)	(605 (50)					\$11,037,221	OTHER	0 & M		(3)
\$2,802,422	(\$165,978)	(165,978)	\$2,968,400	\$163,242														\$165,978	(\$2,/36)	65 -50			\$2,805,158	AMORTIZATION	DEPREC. &		(4)
\$6,442,880	\$0		\$6,442,880	(\$44,762)																\$624	(\$45,385)		\$6,487,642	THAN INCOME	TAXES OTHER		(5)
\$819,619	\$64,026	64,026	\$755,593	\$116,949	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	c 30	\$ 50	\$264,490	(\$64,026)	\$1,056	(\$550)	(\$1,034)	(\$82,986)	\$638,644	CURRENT	INCOME TAXES		(6)
\$819,619 \$0 \$0	\$0		\$0	\$0																				(NET)	D.I.T.		(7)
	\$0		\$0	\$0																				(NET)	I.T.C.		(8)
\$0	\$0		\$0	\$0																				DISPOSITION	ON	GAIN/LOSS	(9)
\$0 \$20,416,489 \$2,220,855	(\$101,952)	(101,952)	\$20,518,441	(\$60,790,508)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0 \$	\$ 0	\$ \$0	ò	ŝ	(\$421,162)	\$101,952	(\$1,681)	(\$866,054)	(\$59,520,577)	(\$82,986)	\$81,308,949	EXPENSES	OPERATING	TOTAL	(10)
\$2,220,855	\$101,952	101,952	\$2,118,903	\$401,354	\$0	\$0	\$0	\$0	\$0	\$0	\$0	95	\$ 0	\$0	, o	\$0	\$421,162	(\$101,952)	\$1,681	(\$876)	(\$1,647)	\$82,986	\$1,717,549	INCOME	OPERATING	NET	(11)

FLORIDA PUBLIC UTILITIES COMPANY
ELECTRIC
CAPITAL STRUCTURE
June 30, 2013
FPSC ADJUSTED BASIS

TOTAL YEAR-END	TAX CREDITS - WEIGHTED COST	DEFFERED INCOME TAXES	CUSTOMER DEPOSITS	LONG TERM DEBT - FC	SHORT TERM DEBT	LONG TERM DEBT	COMMON EQUITY	YEAR-END			
\$51,949,491	\$0	\$8,022,781	\$3,409,554	\$1,916,141	\$7,068,859	\$8,083,996	\$23,448,159	PER BOOKS		ı	
(\$113,618)							(\$113,618)	NON-UTILITY		ADJUSTMENTS	
\$51,835,873	\$0	\$8,022,781	\$3,409,554	\$1,916,141	\$7,068,859	\$8,083,996	\$23,334,541	BOOKS	ADJUSTED		
\$1,404,404				\$66,417	\$245,021	\$280,207	\$812,759	PRO-RATA			
\$0							\$0	SPECIFIC			
\$53,240,277	\$0	\$8,022,781	\$3,409,554	\$1,982,559	\$7,313,880	\$8,364,203	\$24,147,300	BALANCE			
\$53,240,277 100.00%	0.00%	15.07%	6.40%	3.72%	13.74%	15.71%	45.36%	(%)	RATIO		
	6.09%	0.00%	2.73%	11.13%	1.08%	6.33%	10.00%	(%)	RATE	COST	LOV
6.26%	0.00%	0.00%	0.17%	0.41%	0.15%	0.99%	4.54%	(%)	COST	WEIGHTED	LOW POINT
	6.54%	0.00%	2.73%	11.13%	1.08%	6.33%	11.00%	(%)	RATE	COST	3
6.71%	0.00%	0.00%	0.17%	0.41%	0.15%	0.99%	4.99%	(%)	COST	WEIGHTED	MIDPOINT
	6.99%	0.00%	2.73%	11.13%	1.08%	6.33%	12.00%	(%)	RATE	COST	Ŧ
7.16%	0.00%	0.00%	0.17%	0.41%	0.15%	0.99%	5.44%	%	COST	WEIGHTED	HIGH POINT

TOTAL AVERAGE	TAX CREDITS - WEIGHTED COST	DEFFERED INCOME TAXES	CUSTOMER DEPOSITS	LONG TERM DEBT - FC	SHORT TERM DEBT	LONG TERM DEBT	COMMON EQUITY	AVERAGE		
\$49,082,006	\$1,459	\$7,729,278	\$3,449,558	\$3,936,657	\$4,488,454	\$6,486,742	\$22,989,858	PER BOOKS		
(\$106,893)							(\$106,893)	NON-UTILITY	ADJUSTMENTS	
\$48,975,113	\$1,459	\$7,729,278	\$3,449,558	\$3,936,657	\$4,488,454	\$6,486,742	\$22,882,965	BOOKS		
\$593,795				61,675	70,319	101,626	\$360,175	PRO-RATA		
\$0							\$0	SPECIFIC		
\$49,568,908	\$1,459	\$7,729,278	\$3,449,558	\$3,998,332	\$4,558,773	\$6,588,368	\$23,243,140	BALANCE		
100.00%	0.00%	15.59%	6.96%	8.07%	9.20%	13.29%	46.89%	RATIO (%)		
	6.52%	0.00%	2.73%	11.09%	1.41%	6.07%	10.00%	RATE (%)	COST	LOV
6.71%	0.00%	0.00%	0.19%	0.89%	0.13%	0.81%	4.69%	COST (%)	WEIGHTED	LOW POINT
	6.99%	0.00%	2.73%	11.09%	1.41%	6.07%	11.00%	RATE (%)	COST	3
7.18%	0.00%	0.00%	0.19%	0.89%	0.13%	0.81%	5.16%	COST (%)	WEIGHTED	MIDPOINT
	7.46%	0.00%	2.73%	11.09%	1.41%	6.07%	12.00%	RATE (%)	COST	HIC
7.65%	0.00%	0.00%	0.19%	0.89%	0.13%	0.81%	5.63%	COST (%)	WEIGHTED	HIGH POINT