

	(1) ACTUAL PER BOOKS	(2) FPSC ADJUSTMENTS	(3) FPSC ADJUSTED	(4) PRO FORMA ADJUSTMENTS	(5) PRO FORMA ADJUSTED
I. AVERAGE RATE OF RETURN (JURISDICTIONAL)					
NET OPERATING INCOME	\$ 5,537,518	(\$7,527)	\$5,529,992	\$ -	\$5,529,992
AVERAGE RATE BASE	\$146,810,905	(\$18,744,032)	\$128,066,873	\$0	\$128,066,873
AVERAGE RATE OF RETURN	3.77%		4.32%		4.32%
II. YEAR-END RATE OF RETURN (JURISDICTIONAL)					
NET OPERATING INCOME	\$5,537,518	\$25,196	\$5,562,714	-	\$5,562,714
YEAR-END RATE BASE	\$158,888,669	(\$18,504,755)	\$140,383,914	-	\$140,383,914
YEAR-END RATE OF RETURN	3.49%		3.96%		3.96%
III. REQUIRED RATES OF RETURN AVERAGE CAPITAL STRUCTURE (FPSC ADJUSTED BASIS)					
LOW	5.40%				
MIDPOINT	5.77%				
HIGH	6.14%				
			IV. EARNED RETURN ON EQUITY (FPSC ADJUSTED BASIS)		
			A.	INCLUDING ACQ. ADJ.	6.34%

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.

Michelle D Napier
Director, Regulatory Affairs

Michelle D Napier
Signature

3/15/2024
Date

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
	PLANT IN SERVICE	ACCUMULATED DEPRECIATION & AMORTIZATION	PLANT IN SERVICE	NET PROPERTY HELD FOR FUTURE USE	CONSTRUCTION WORK IN PROGRESS	NET UTILITY PLANT	WORKING CAPITAL	TOTAL RATE BASE
PER BOOKS	197,018,429.00	(83,191,088.57)	\$113,827,340	\$0	8,128,966	\$121,956,306	\$ 24,854,599	\$146,810,905
FPSC ADJUSTMENTS:								
1) ELIM. NON UTILITY PLANT								
2) REGULATORY LIAB - PENSION AMORT								
3) REGULATORY ASSET - LITIGATION COSTS								
4) REMOVE STORM COST-INTEREST EARNING			\$0			\$0	(11,133,831)	(\$11,133,831)
5) MOVE A/D MICHAEL REG ASSET TO WC		-	-			-	-	\$0
6) ADJUST STORM 13-MONTH AVG TO ORDER			\$0			\$0	-	\$0
7) ELIMINATE NET UNDERRECOVERY							(7,610,201)	(\$7,610,201)
8) DEFERRED RATE CASE EXPENSE					\$0			\$0
TOTAL FPSC ADJUSTMENTS	\$0	\$0	\$0	\$0	\$0	-	(18,744,032)	(18,744,032)
FPSC ADJUSTED	197,018,429	(83,191,089)	\$113,827,340	\$0	8,128,966	\$121,956,306	56,110,567	\$128,066,873
COMP RATE ADJ REVENUES	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
ADJUSTED FOR COMP RATE ADJ REVENUE	197,018,429	(83,191,089)	\$113,827,340	\$0	8,128,966	\$121,956,306	56,110,567	\$128,066,873
PROFORMA ADJUSTMENTS								
TOTAL PRO FORMA ADJUSTMENTS	-	-	-	\$0	-	-	-	-
PRO FORMA ADJUSTED	197,018,429	(83,191,089)	\$113,827,340	\$0	8,128,966	\$121,956,306	56,110,567	\$128,066,873

FLORIDA PUBLIC UTILITIES COMPANY
ELECTRIC DIVISION
AVERAGE RATE OF RETURN
For the Forecasted 12 Months Ending December 31, 2024
INCOME STATEMENT

	(1)	(2)	(3)
	OPERATING REVENUES	O & M FUEL EXPENSE	O & M OTHER
PER BOOKS	119,606,855	75,605,937	15,374,360
FPSC ADJUSTMENTS:			
1) INTEREST SYNCHRONIZATION			
2) ELIMINATE FUEL AND CONSERVATION REVENUES AND EXPENSES	(75,657,248)	(75,605,937)	
3)NON-UTILITY DEPRECIATION EXPENSE			
4) ELIMINATE REVENUE RELATED TAXES (FRANCHISE & GROSS RECEIPTS)	(\$7,464,896)		
5) ELIMINATE 5% OF ECONOMIC DEVELOPMENT			(\$300)
6) OUT OF PERIOD ADJ			
7) REMOVE STORM SURCHARGE ADJUSTMENT	(\$7,658,991)		\$ (21,057)
TOTAL FPSC ADJUSTMENTS	(\$90,781,135)	(\$75,605,937)	(\$21,357)
FPSC ADJUSTED	\$28,825,720	\$0.00	\$15,353,003
COMP RATE ADJ REVENUES - DEFICIT/(SURPLUS)	\$0		
ADJUSTED FOR COMP RATE ADJ REVENUES	\$28,825,720	\$0	\$15,353,003
PROFORMA ADJUSTMENTS			
TOTAL PRO FORMA ADJUSTMENTS	-	\$0	-
PRO FORMA ADJUSTED	\$28,825,720	\$0	\$15,353,003

(4)	(5)	(6)	(7)	(8)	(9)	(10)
DEPREC. & AMORTIZATION	TAXES OTHER THAN INCOME	INCOME TAXES CURRENT	D.I.T. (NET)	I.T.C. (NET)	GAIN/LOSS ON DISPOSITION	TOTAL OPERATING EXPENSES
12,900,451	9,171,181	1,017,408				114,069,337
		\$7,751				\$7,751
	(\$51,311)	\$0				(\$75,657,248)
		\$0				
	(\$7,464,896)	\$0				(\$7,464,896)
		\$76				(\$224)
		\$0				
(7,632,420)	\$ (5,514)	\$0				(\$7,658,991)
<u>(\$7,632,420)</u>	<u>(\$7,521,721)</u>	<u>\$7,827</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>(\$90,773,608)</u>
\$5,268,031	\$1,649,460	\$1,025,235	\$0	\$0	\$0	\$23,295,728
		\$0				\$0
<u>\$5,268,031</u>	<u>\$1,649,460</u>	<u>\$1,025,235</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$23,295,728</u>
-	-	-	\$0	\$0	\$0	\$0
\$0						
<u>\$5,268,031</u>	<u>\$1,649,460</u>	<u>\$1,025,235</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$23,295,728</u>

(11)
NET
OPERATING
INCOME

\$5,537,518

(\$7,751)
\$0
\$0
\$0
\$224
\$0
\$0

(\$7,527)

\$5,529,992

\$0

5,529,992

-

\$5,529,992

	(1) PLANT IN SERVICE	(2) ACCUMULATED DEPRECIATION & AMORTIZATION	(3) PLANT IN SERVICE	(4) NET PROPERTY HELD FOR FUTURE USE	(5) CONSTRUCTION WORK IN PROGRESS	(6) NET UTILITY PLANT	(7) WORKING CAPITAL	(8) TOTAL RATE BASE
PER BOOKS	211,881,018	(86,058,982)	\$125,822,036	\$0	11,548,300	\$137,370,335	21,518,334	\$158,888,669
FPSC ADJUSTMENTS:								
1) ELIM. NON UTILITY PLANT								
2) OUT OF PERIOD LITIGATION ADJ								
3) ELIMINATION OF UNDER-RECOVERY								
4) DEFERRED RATE CASE EXPENSE	\$0	\$0	\$0		\$0	\$0		\$0
5) AMORTIZE STORM COSTS			\$0			\$0	\$0	\$0
6) REMOVE STORM COST-INTEREST EARNING			\$0			\$0	(7,498,306)	(\$7,498,306)
7) ELIMINATE NET UNDERRECOVERY							(11,006,449)	(\$11,006,449)
8) DEFERRED RATE CASE EXPENSE								\$0
TOTAL FPSC ADJUSTMENTS	-	-	-	-	-	-	(18,504,755)	(18,504,755)
FPSC ADJUSTED	\$211,881,018	(\$86,058,982)	\$125,822,036	\$0	\$11,548,300	\$137,370,335	\$3,013,579	\$140,383,914
COMP RATE ADJ REVENUES	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
ADJUSTED FOR COMP RATE ADJ REVENUE	\$211,881,018	(\$86,058,982)	\$125,822,036	\$0	\$11,548,300	\$137,370,335	\$3,013,579	\$140,383,914
PROFORMA ADJUSTMENTS								
TOTAL PRO FORMA ADJUSTMENTS	-	-	-	\$0	-	-	-	-
PRO FORMA ADJUSTED	\$211,881,018	(\$86,058,982)	\$125,822,036	\$0	\$11,548,300	\$137,370,335	\$3,013,579	\$140,383,914

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
	OPERATING REVENUES	O & M FUEL EXPENSE	O & M OTHER	DEPREC. & AMORTIZATION	TAXES OTHER THAN INCOME	INCOME TAXES CURRENT	D.I.T. (NET)	I.T.C. (NET)	GAIN/LOSS ON DISPOSITION	TOTAL OPERATING EXPENSES	NET OPERATING INCOME
PER BOOKS	\$ 119,606,855	\$ 75,605,937	\$ 15,374,360	\$ 12,900,451	\$ 9,171,181	\$ 1,017,408				\$ 114,069,337	\$ 5,537,518
FPSC ADJUSTMENTS:											
1) INCOME TAX SYNCH ADJUSTMENT						\$ (24,972)				\$ (24,972)	\$ 24,972
2) ELIMINATE FUEL AND CONSERVATION REVENUES AND EXPENSES	\$ (75,657,248)	\$ (75,605,937)	\$ -	\$ -	\$ (51,311)	\$ -				\$ (75,657,248)	\$ -
3)NON-UTILITY DEPRECIATION EXPENSE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -				\$ -	\$ -
4) ELIMINATE REVENUE RELATED TAXES (FRANCHISE & GROSS RECEIPTS)	\$ (7,464,896)	\$ -	\$ -	\$ -	\$ (7,464,896)	\$ -				\$ (7,464,896)	\$ -
5) ELIMINATE 5% OF ECONOMIC DEVELOPMENT	\$ -	\$ -	\$ (300)	\$ -	\$ -	\$ 76				\$ (224)	\$ 224
6) OUT OF PERIOD ADJ	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -				\$ -	\$ -
7) REMOVE STORM SURCHARGE ADJUSTMENT	\$ (7,658,991)	\$ -	\$ (21,057)	\$ (7,632,420)	\$ (5,514)	\$ -				\$ (7,658,991)	\$ -
TOTAL FPSC ADJUSTMENTS	<u>\$ (90,781,135)</u>	<u>\$ (75,605,937)</u>	<u>\$ (21,357)</u>	<u>\$ (7,632,420)</u>	<u>\$ (7,521,721)</u>	<u>\$ (24,896)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (90,806,331)</u>	<u>\$ 25,196</u>
FPSC ADJUSTED	<u>\$ 28,825,720</u>	<u>\$ -</u>	<u>\$ 15,353,003</u>	<u>\$ 5,268,031</u>	<u>\$ 1,649,460</u>	<u>\$ 992,512</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 23,263,006</u>	<u>\$ 5,562,714</u>
PRO FORMA ADJUSTMENTS											
										\$ -	\$ -
TOTAL PRO FORMA ADJUSTMENTS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
PRO FORMA ADJUSTED	<u><u>\$28,825,720</u></u>	<u><u>\$0</u></u>	<u><u>\$15,353,003</u></u>	<u><u>\$5,268,031</u></u>	<u><u>\$1,649,460</u></u>	<u><u>\$992,512</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$23,263,006</u></u>	<u><u>\$5,562,714</u></u>

AVERAGE						LOW POINT		MIDPOINT		HIGH POINT	
	PER BOOKS	ADJUSTED BOOKS	PRO-RATA	SPECIFIC	BALANCE	RATIO (%)	COST RATE (%)	WEIGHTED COST (%)	COST RATE (%)	WEIGHTED COST (%)	COST RATE (%)
COMMON EQUITY	\$ 56,496,796	\$ 56,496,796	\$ (8,896,905)		\$ 47,599,891	37.17%	9.25%	3.44%	10.25%	3.81%	11.25%
LONG TERM DEBT - CU	\$ 54,146,733	\$ 54,146,733	\$ (8,526,826)		\$ 45,619,908	35.62%	4.25%	1.51%	4.25%	1.51%	4.25%
SHORT TERM DEBT	\$ 8,384,132	\$ 8,384,132	\$ (1,320,302)		\$ 7,063,830	5.52%	6.45%	0.36%	6.45%	0.36%	6.45%
LONG TERM DEBT - FC	\$ -	\$ -	\$ -		\$ -	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
SHORT TERM DEBT - REFINANCED LTD	\$ -	\$ -			\$ -	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
CUSTOMER DEPOSITS	\$ 4,895,152	\$ 4,895,152			\$ 4,895,152	3.82%	2.37%	0.09%	2.37%	0.09%	2.37%
DEFERRED INCOME TAXES	\$ 22,888,092	\$ 22,888,092			\$ 22,888,092	17.87%	0.00%	0.00%	0.00%	0.00%	0.00%
TAX CREDITS - WEIGHTED COST		\$ -			\$ -	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
TOTAL AVERAGE	\$ 146,810,906	\$ -	\$ 146,810,906	\$ (18,744,032)	\$ -	100.00%	5.40%		5.77%		6.14%

YEAR-END						LOW POINT		MIDPOINT		HIGH POINT	
	PER BOOKS	ADJUSTED BOOKS	PRO-RATA	SPECIFIC	BALANCE	RATIO (%)	COST RATE (%)	WEIGHTED COST (%)	COST RATE (%)	WEIGHTED COST (%)	COST RATE (%)
COMMON EQUITY	\$ 62,941,719	\$ 62,941,719	\$ (8,703,663)		\$ 54,238,056	38.64%	9.25%	3.57%	10.25%	3.96%	11.25%
LONG TERM DEBT - CU	\$ 62,130,915	\$ 62,130,915	\$ (8,591,544)		\$ 53,539,371	38.14%	3.80%	1.45%	3.80%	1.45%	3.80%
SHORT TERM DEBT	\$ 8,747,015	\$ 8,747,015	\$ (1,209,549)		\$ 7,537,466	5.37%	6.45%	0.35%	6.45%	0.35%	6.45%
LONG TERM DEBT - FC	\$ -	\$ -	\$ -		\$ -	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
SHORT TERM DEBT - REFINANCED LTD	\$ -	\$ -	\$ -		\$ -	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
CUSTOMER DEPOSITS	\$ 4,895,152	\$ 4,895,152			\$ 4,895,152	3.49%	2.37%	0.08%	2.37%	0.08%	2.37%
DEFERRED INCOME TAXES	\$ 20,173,869	\$ 20,173,869			\$ 20,173,869	14.37%	0.00%	0.00%	0.00%	0.00%	0.00%
TAX CREDITS - WEIGHTED COST		\$ -			\$ -	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
TOTAL YEAR-END	\$ 158,888,669	\$ -	\$ 158,888,669	\$ (18,504,756)	\$ -	100.00%	5.45%		5.84%		6.23%