

| | (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 | \$ 10,379,116 | (\$2,691,209) | \$7,687,907 | \$0 | \$7,687,907 |
| AVERAGE RATE BASE | \$161,139,250 | (\$34,241,274) | \$126,897,976 | \$0 | \$126,897,976 |
| AVERAGE RATE OF RETURN | 6.44% | | 6.06% | | 6.06% |
| II. YEAR-END RATE OF RETURN (JURISDICTIONAL) | | | | | |
| NET OPERATING INCOME | \$10,379,116 | (\$2,757,164) | \$7,621,952 | \$0 | \$7,621,952 |
| YEAR-END RATE BASE | \$174,473,213 | (\$20,401,593) | \$154,071,620 | \$0 | \$154,071,620 |
| YEAR-END RATE OF RETURN | 5.95% | | 4.95% | | 4.95% |

| | | | |
|-------------------------------|-------|------------------------------------|-------|
| | | IV. FINANCIAL INTEGRITY INDICATORS | |
| III. REQUIRED RATES OF RETURN | | A. TIE WITH AFUDC | 4.30 |
| AVERAGE CAPITAL STRUCTURE | | B. TIE WITHOUT AFUDC | 4.30 |
| (FPSC ADJUSTED BASIS) | | C. AFUDC TO NET INCOME | 0.00 |
| LOW | 5.43% | D. INTERNALLY GENERATED FUNDS | 49.31 |
| MIDPOINT | 5.82% | E. LTD TO TOTAL INVESTOR FUNDS | 42.66 |
| HIGH | 6.22% | F. STD TO TOTAL INVESTOR FUNDS | 7.30 |
| | | G. RETURN ON COMMON EQUITY | 10.80 |

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 Napier

Director, Regulatory Affairs Distribution

Michelle Napier

Signature

9/15/2025

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 | \$196,643,286 | (\$83,104,944) | \$113,538,343 | \$0 | \$24,834,915 | \$138,373,258 | \$22,765,992 | \$161,139,250 |
| FPSC ADJUSTMENTS: | | | | | | | | |
| | | | \$0 | | | \$0 | | \$0 |
| 1) ELIM. NON UTILITY PLANT | (\$7,684) | 1,647 | (\$6,037) | | | (\$6,037) | | (\$6,037) |
| 2) ELIM SPP PLANT AND ACC. DEP. | (9,143,720) | 142,478 | (\$9,001,242) | | (16,050,123) | (\$25,051,365) | | (\$25,051,365) |
| 3) ELIMINATE AFUDC | | | \$0 | | (625,631) | (\$625,631) | | (\$625,631) |
| 4) REMOVE INT. EARNING STORM | | | \$0 | | | \$0 | (\$7,485,267) | (\$7,485,267) |
| 5) MOVE A/D MICHAEL REG ASSET TO WC | | \$0 | \$0 | | | \$0 | \$0 | \$0 |
| 6) ADJUST STORM 13-MONTH AVG TO ORDER | | | \$0 | | | \$0 | | \$0 |
| 7) ELIMINATE NET UNDERRECOVERY | | | \$0 | | | \$0 | \$0 | \$0 |
| 8) DEFERRED RATE CASE EXPENSE | | | \$0 | | | \$0 | (1,024,846) | (\$1,024,846) |
| 9) OVER COLLECTION FROM RATE CASE SETTLEMENT | | | \$0 | | | \$0 | (48,128) | (\$48,128) |
| TOTAL FPSC ADJUSTMENTS | (\$9,151,404) | \$144,125 | (\$9,007,279) | \$0 | (\$16,675,754) | (\$25,683,033) | (\$8,558,241) | (\$34,241,274) |
| FPSC ADJUSTED | \$187,491,882 | (\$82,960,819) | \$104,531,064 | \$0 | \$8,159,161 | \$112,690,225 | \$14,207,751 | \$126,897,976 |
| FLEX RATE REVENUES | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| ADJUSTED FOR FLEX RATE REVENUES | \$187,491,882 | (\$82,960,819) | \$104,531,064 | \$0 | \$8,159,161 | \$112,690,225 | \$14,207,751 | \$126,897,976 |
| PROFORMA ADJUSTMENTS | | | | | | | | |
| TOTAL PRO FORMA ADJUSTMENTS | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| PRO FORMA ADJUSTED | \$187,491,882 | (\$82,960,819) | \$104,531,064 | \$0 | \$8,159,161 | \$112,690,225 | \$14,207,751 | \$126,897,976 |

AVERAGE RATE OF RETURN

For the 12 Months Ending June 30, 2025

INCOME STATEMENT

| | (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 | \$ 106,532,895 | \$ 56,810,503 | \$ 15,306,196 | \$ 12,840,097 | \$ 8,622,182 | \$ 2,574,801 | | | | \$ 96,153,779 | \$ 10,379,116 |
| FPSC ADJUSTMENTS: | | | | | | | | | | | |
| 1) INCOME TAX SYNCH ADJUSTMENT | | | | | | \$ 129,448 | | | | \$ 129,448 | \$ (129,448) |
| 2) ELIMINATE FUEL REVENUES AND EXPENSES | \$ (55,810,475) | \$ (55,974,263) | | | \$ (50,228) | \$ 54,242 | | | | \$ (55,970,249) | \$ 159,774 |
| 3) ELIMINATE CONSERVATION | \$ (840,503) | \$ (836,240) | | | \$ (712) | \$ (900) | | | | \$ (837,852) | \$ (2,651) |
| 4)NON-UTILITY DEPRECIATION EXPENSE | | | | \$ (615) | | \$ 156 | | | | \$ (459) | \$ 459 |
| 5) ELIMINATE REVENUE RELATED TAXES (FRANCHISE & GROSS RECEIPTS) | \$ (6,656,531) | | | | \$ (6,656,531) | \$ - | | | | \$ (6,656,531) | \$ - |
| 6) ELIMINATE 5% OF ECONOMIC DEVELOPMENT | | | \$ (537) | | | \$ 136 | | | | \$ (401) | \$ 401 |
| 7) EXPENSE ACCRUAL ADJUSTMENT-PRIOR PERIOD | | | \$ 1,023,769 | \$ 2 | | \$ (259,475) | | | | \$ 764,296 | \$ (764,296) |
| 8) REMOVE STORM SURCHARGE ADJUSTMENT | \$ (8,106,126) | | \$ (21,057) | \$ (7,632,424) | \$ (5,514) | \$ (113,325) | | | | \$ (7,772,320) | \$ (333,806) |
| 9) ELIMINATE SPP | \$ (4,581,067) | | \$ (2,194,994) | \$ (214,327) | \$ (342,953) | \$ (463,508) | | | | \$ (3,215,781) | \$ (1,365,286) |
| 10) REMOVE OVER COLLECTION FROM RATE CASE SETTLEMENT | \$ (343,388) | | | | | \$ (87,032) | | | | \$ (87,032) | \$ (256,356) |
| TOTAL FPSC ADJUSTMENTS | <u>\$ (76,338,090)</u> | <u>\$ (56,810,503)</u> | <u>\$ (1,192,820)</u> | <u>\$ (7,847,363)</u> | <u>\$ (7,055,938)</u> | <u>\$ (740,257)</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (73,646,881)</u> | <u>\$ (2,691,209)</u> |
| FPSC ADJUSTED | <u>\$ 30,194,805</u> | <u>\$ -</u> | <u>\$ 14,113,376</u> | <u>\$ 4,992,734</u> | <u>\$ 1,566,244</u> | <u>\$ 1,834,544</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 22,506,898</u> | <u>\$ 7,687,907</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>\$30,194,805</u></u> | <u><u>\$0</u></u> | <u><u>\$14,113,376</u></u> | <u><u>\$4,992,734</u></u> | <u><u>\$1,566,244</u></u> | <u><u>\$1,834,544</u></u> | <u><u>\$0</u></u> | <u><u>\$0</u></u> | <u><u>\$0</u></u> | <u><u>\$22,506,898</u></u> | <u><u>\$7,687,907</u></u> |

| | (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 | \$210,857,260 | (\$84,400,976) | \$126,456,284 | \$0 | \$27,099,035 | \$153,555,319 | \$20,917,894 | \$174,473,213 |
| FPSC ADJUSTMENTS: | | | | | | | | |
| 1) ELIM. NON UTILITY PLANT | (\$7,684) | 1,954 | (\$5,730) | | | (\$5,730) | | (\$5,730) |
| 2) ELIMINATE AFUDC | | | | | (6,419) | (\$6,419) | | (\$6,419) |
| 3) ELIMINATION OF UNDER-RECOVERY | | | | | | \$0 | \$0 | \$0 |
| 4) DEFERRED RATE CASE EXPENSE | | | | | | \$0 | (\$1,466,103) | (\$1,466,103) |
| 5) ELIM SPP PLANT AND ACC. DEP. | (18,894,863) | 262,183 | | | (14,516,715) | (\$14,516,715) | | (\$14,516,715) |
| 6) REMOVE STORM COST-INTEREST EARNING | | | | | | \$0 | (\$3,782,682) | (\$3,782,682) |
| 7) OVER COLLECTION FROM RATE CASE SETTLEMENT | | | | | | \$0 | (\$623,944) | (\$623,944) |
| TOTAL FPSC ADJUSTMENTS | (\$18,902,547) | \$264,138 | (\$5,730) | \$0 | (\$14,523,134) | (\$14,528,864) | (5,872,729.13) | (\$20,401,593) |
| FPSC ADJUSTED | \$191,954,712 | (\$84,136,838) | \$126,450,554 | \$0 | \$12,575,901 | \$139,026,455 | \$15,045,165 | \$154,071,620 |
| COMP RATE ADJ REVENUES | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| ADJUSTED FOR COMP RATE ADJ REVENUE | \$191,954,712 | (\$84,136,838) | \$126,450,554 | \$0 | \$12,575,901 | \$139,026,455 | \$15,045,165 | \$154,071,620 |
| PROFORMA ADJUSTMENTS | | | | | | | | \$0 |
| TOTAL PRO FORMA ADJUSTMENTS | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| PRO FORMA ADJUSTED | \$191,954,712 | (\$84,136,838) | \$126,450,554 | \$0 | \$12,575,901 | \$139,026,455 | \$15,045,165 | \$154,071,620 |

FLORIDA PUBLIC UTILITIES COMPANY
ELECTRIC
YEAR END RATE OF RETURN
For the 12 Months Ending June 30, 2025
INCOME STATEMENT

SCHEDULE 3
PAGE 2 OF 2

| | (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 | \$ 106,532,895 | \$ 56,810,503 | \$ 15,306,196 | \$ 12,840,097 | \$ 8,622,182 | \$ 2,574,801 | | | | \$ 96,153,779 | \$ 10,379,116 |
| FPSC ADJUSTMENTS: | | | | | | | | | | | |
| 1) INCOME TAX SYNCH ADJUSTMENT | | | | | | \$ (14,046) | | | | \$ (14,046) | \$ 14,046 |
| 2) ELIMINATE FUEL REVENUES AND EXPENSES | \$ (55,810,475) | \$ (55,974,263) | | | \$ (50,228) | \$ 54,242 | | | | \$ (55,970,249) | \$ 159,774 |
| 3) ELIMINATE CONSERVATION | \$ (840,503) | \$ (836,240) | | | \$ (712) | \$ (900) | | | | \$ (837,852) | \$ (2,651) |
| 4)NON-UTILITY DEPRECIATION EXPENSE | | | | \$ (615) | | \$ 156 | | | | \$ (459) | \$ 459 |
| 5) ELIMINATE REVENUE RELATED TAXES (FRANCHISE & GROSS RECEIPTS) | \$ (6,656,531) | | | | \$ (6,656,531) | \$ - | | | | \$ (6,656,531) | \$ - |
| 6) ELIMINATE 5% OF ECONOMIC DEVELOPMENT | | | \$ (537) | | | \$ 136 | | | | \$ (401) | \$ 401 |
| 7) EXPENSE ACCRUAL ADJUSTMENT-PRIOR PERIOD | \$ - | | \$ 1,023,769 | \$ 2 | | \$ (259,475) | | | | \$ 764,296 | \$ (764,296) |
| 8) REMOVE STORM SURCHARGE ADJUSTMENT | \$ (8,106,126) | | \$ (21,057) | \$ (7,632,424) | \$ (5,514) | \$ (113,325) | | | | \$ (7,772,320) | \$ (333,806) |
| 9) ELIMINATE SPP | \$ (4,581,067) | | \$ (2,194,994) | \$ (214,327) | \$ (342,953) | \$ (463,508) | | | | \$ (3,215,781) | \$ (1,365,286) |
| 10) REMOVE OVER COLLECTION FROM RATE CASE SETTLEMENT | \$ (623,944) | | | | | \$ (158,139) | | | | \$ (158,139) | \$ (465,805) |
| TOTAL FPSC ADJUSTMENTS | \$ (76,618,645) | \$ (56,810,503) | \$ (1,192,820) | \$ (7,847,363) | \$ (7,055,938) | \$ (954,858) | \$ - | \$ - | \$ - | \$ (73,861,482) | \$ (2,757,164) |
| FPSC ADJUSTED | \$ 29,914,250 | \$ - | \$ 14,113,376 | \$ 4,992,734 | \$ 1,566,244 | \$ 1,619,944 | \$ - | \$ - | \$ - | \$ 22,292,298 | \$ 7,621,952 |
| PRO FORMA ADJUSTMENTS | | | | | | | | | | | |
| | | | | | | | | | | \$ - | \$ - |
| TOTAL PRO FORMA ADJUSTMENTS | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| PRO FORMA ADJUSTED | \$29,914,250 | \$0 | \$14,113,376 | \$4,992,734 | \$1,566,244 | \$1,619,944 | \$0 | \$0 | \$0 | \$22,292,298 | \$7,621,952 |

| AVERAGE | | | | | | | LOW POINT | | MIDPOINT | | HIGH POINT | |
|----------------------------------|---------------|----------------|----------------|----------------|--------------|-----------|---------------|-------------------|---------------|-------------------|---------------|-------------------|
| | ADJUSTMENTS | | | | | RATIO (%) | COST RATE (%) | WEIGHTED COST (%) | COST RATE (%) | WEIGHTED COST (%) | COST RATE (%) | WEIGHTED COST (%) |
| | PER BOOKS | ADJUSTED BOOKS | PRO-RATA ADJ. | SPECIFIC | BALANCE | | | | | | | |
| COMMON EQUITY | \$67,191,866 | \$67,191,866 | (\$17,134,334) | | \$50,057,532 | 39.45% | 9.20% | 3.63% | 10.20% | 4.02% | 11.20% | 4.42% |
| LONG TERM DEBT - CU | \$57,276,735 | \$57,276,735 | (\$14,605,915) | | \$42,670,820 | 33.63% | 4.24% | 1.43% | 4.24% | 1.43% | 4.24% | 1.43% |
| SHORT TERM DEBT | \$9,807,710 | \$9,807,710 | (\$2,501,026) | | \$7,306,685 | 5.76% | 5.38% | 0.31% | 5.38% | 0.31% | 5.38% | 0.31% |
| LONG TERM DEBT - FC | \$0 | \$0 | \$0 | | \$0 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| SHORT TERM DEBT - REFINANCED LTD | \$0 | \$0 | \$0 | | \$0 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| CUSTOMER DEPOSITS | \$3,734,058 | \$3,734,058 | | | \$3,734,058 | 2.94% | 2.13% | 0.06% | 2.13% | 0.06% | 2.13% | 0.06% |
| DEFERRED INCOME TAXES | \$23,128,881 | \$23,128,881 | | | \$23,128,881 | 18.23% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| TAX CREDITS - WEIGHTED COST | \$0 | \$0 | | | \$0 | 0.00% | 5.37% | 0.00% | 5.76% | 0.00% | 6.16% | 0.00% |
| | | | | | | | | | | | | |
| TOTAL AVERAGE | \$161,139,250 | \$0 | \$161,139,250 | (\$34,241,274) | \$0 | 100.00% | | 5.43% | | 5.82% | | 6.22% |

| YEAR-END | | | | | | | LOW POINT | | MIDPOINT | | HIGH POINT | | |
|----------------------------------|---------------|-----|----------------|---------------|----------|---------------|-----------|---------------|-------------------|---------------|-------------------|---------------|-------------------|
| | ADJUSTMENTS | | ADJUSTED BOOKS | PRO-RATA ADJ. | SPECIFIC | BALANCE | RATIO (%) | COST RATE (%) | WEIGHTED COST (%) | COST RATE (%) | WEIGHTED COST (%) | COST RATE (%) | WEIGHTED COST (%) |
| | PER BOOKS | | | | | | | | | | | | |
| COMMON EQUITY | \$74,342,131 | | \$74,342,131 | (10,208,957) | \$0 | \$64,133,174 | 41.63% | 9.20% | 3.83% | 10.20% | 4.25% | 11.20% | 4.66% |
| LONG TERM DEBT - CU | \$62,219,048 | | \$62,219,048 | (8,544,167) | | \$53,674,881 | 34.84% | 4.27% | 1.49% | 4.27% | 1.49% | 4.27% | 1.49% |
| SHORT TERM DEBT | \$12,004,231 | | \$12,004,231 | (1,648,469) | | \$10,355,762 | 6.72% | 4.67% | 0.31% | 4.67% | 0.31% | 4.67% | 0.31% |
| LONG TERM DEBT - FC | \$0 | | \$0 | - | | \$0 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| SHORT TERM DEBT - REFINANCED LTD | \$0 | | \$0 | - | | \$0 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| CUSTOMER DEPOSITS | \$3,671,992 | | \$3,671,992 | | | \$3,671,992 | 2.38% | 2.16% | 0.05% | 2.16% | 0.05% | 2.16% | 0.05% |
| DEFERRED INCOME TAXES | \$22,235,811 | | \$22,235,811 | | | \$22,235,811 | 14.43% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| TAX CREDITS - WEIGHTED COST | \$0 | | \$0 | | | \$0 | 0.00% | 5.63% | 0.00% | 6.05% | 0.00% | 6.46% | 0.00% |
| TOTAL YEAR-END | \$174,473,213 | \$0 | \$174,473,213 | (20,401,593) | \$0 | \$154,071,620 | 100.00% | | 5.68% | | 6.10% | | 6.51% |