



955 E 25 Street
Hialeah, FL 33013
Tel: (305) 835-3601

February 17, 2012

Mr. John Slemkewicz, Supervisor
Division of Economic Regulation
Florida Public Service Commission
2540 Shumard Oak Blvd.
Tallahassee, FL 32399

Re: Florida City Gas Surveillance Report for Quarter ending December 2011

Dear Mr. Slemkewicz:

Enclosed please find the Florida City Gas' Earnings Surveillance Report for the quarter ended December 2011

Thank you for your assistance.

Sincerely,

A handwritten signature in cursive script that reads "Christina Robinson".

Christina Robinson
Regulatory Analyst
Florida City Gas

(305) 835-3601 office
(305) 835-6491 fax
crobinso@aglresources.com

FLORIDA PUBLIC SERVICE COMMISSION

**INVESTOR-OWNED NATURAL GAS UTILITY
EARNINGS SURVEILLANCE REPORT**

FLORIDA CITY GAS

December 2011

PSC/AFA 13 (6/94)

FLORIDA CITY GAS

YEAR ENDED

December 2011

	(1)	(2)	(3)	(4)	(5)
	ACTUAL	FPSC	FPSC	PRO FORMA	PRO FORMA
	PER BOOKS	ADJUSTMENTS	ADJUSTED	ADJUSTMENTS	ADJUSTED
I. AVERAGE RATE OF RETURN (JURISDICTIONAL)					
NET OPERATING INCOME (a)	\$ 9,657,367	\$ (311,843)	\$ 9,345,524	\$ 391,758	\$ 9,737,281
AVERAGE RATE BASE (a)	\$ 134,453,413	\$ 28,305,001	\$ 162,758,415	\$ (17,527,153)	\$ 145,231,262
AVERAGE RATE OF RETURN (a)	7.18%		5.74%		6.70%
II. YEAR END RATE BASE (JURISDICTIONAL)					
	\$ 133,614,287	\$ 31,173,211	\$ 164,787,498	\$ (17,114,984)	\$ 147,672,514

**III. REQUIRED RATES OF RETURN
AVERAGE CAPITAL STRUCTURE (FPSC
ADJUSTED BASIS)**

LOW	6.41%	A. INCLUDING AGL ACQ. ADJ. & REGULATORY ASSETS	8.53%
MIDPOINT	6.79%		
HIGH	7.18%	B. EXCLUDING AGL ACQ. ADJ. & REGULATORY ASSETS	11.36%

IV. EARNED RETURN ON EQUITY (FPSC ADJUSTED BASIS)

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.

Bryan E. Seas ; SUP & Chief Accounting Officer
(Name and Title of Chief Financial Officer)

2.15.2012
(Date)

(Signature)

FLORIDA CITY GAS
AVERAGE RATE OF RETURN
RATE BASE
December 2011

Line No.	(1) PLANT IN SERVICE	(2) ACCUM. DEPR. & AMORT.	(3) NET PLANT IN SERVICE	(4) PROPERTY HELD FOR FUTURE USE	(5) CWIP	(7) NET UTILITY PLANT	(8) WORKING CAPITAL	(9) TOTAL RATE BASE
1	\$ 287,325,721	\$ 122,379,700	\$ 164,946,021	\$ -	\$ 5,688,204	\$ 170,634,225	\$ (36,180,812)	\$ 134,453,413
2								
3	FFSC ADJUSTMENTS:							
4	(26,633,077)	-	(26,633,077)			(26,633,077)		(26,633,077)
5	4,374,026	2,828,780	1,545,246			1,545,246		1,545,246
6	21,656,835	4,812,630	16,844,205			16,844,205		16,844,205
7								
8								
9	1,497,497	583,982	913,515			913,515	(119,723)	(119,723)
10								913,515
11								
12							37,522,659	37,522,659
13							(1,382,346)	(1,382,346)
14							(1,052,297)	(1,052,297)
15								
16	(34,800)	(18,672)	(16,128)			(16,128)	682,948	682,948
17	\$ 860,481	\$ 8,206,720	\$ (7,346,240)	\$ -	\$ -	\$ (7,346,240)	\$ 35,651,241	\$ 28,305,001
18								
19	\$ 288,186,202	\$ 130,586,420	\$ 157,599,781	\$ -	\$ 5,688,204	\$ 163,287,986	\$ (529,571)	\$ 162,758,415
20								
21	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
22								
23	\$ 288,186,202	\$ 130,586,420	\$ 157,599,781	\$ -	\$ 5,688,204	\$ 163,287,986	\$ (529,571)	\$ 162,758,415
24								
25								
26								
27	PRO FORMA ADJUSTMENTS:							
28								
29	\$ (21,656,835)	\$ (4,812,630)	\$ (16,844,205)	\$ -	\$ -	\$ (16,844,205)	\$ (682,948)	\$ (17,527,153)
30								
31	\$ 266,529,367	\$ 125,773,790	\$ 140,755,577	\$ -	\$ 5,688,204	\$ 146,443,781	\$ (1,212,519)	\$ 145,231,262

Note: Pursuant to Florida Public Service Commission Staff data request data June 21, 2010 Pivotal Utility Holdings Inc. d/b/a Florida City Gas has recorded adjustments to its depreciation expense accruals, accumulated depreciation and plant balance details. Florida City Gas is providing details of the adjustments in response to a follow-up data request issued on February 2, 2012.

FLORIDA CITY GAS
AVERAGE RATE OF RETURN
INCOME STATEMENT
December 2011

Line No.	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
	OPERATING REVENUES	O&M GAS EXPENSE	O&M OTHER	DEPR. & AMORT.	TAXES OTHER THAN INCOME TAXES	INCOME TAXES CURRENT	DEFERRED INCOME TAXES (NET)	INV. TAX CREDIT (NET)	GAIN/LOSS ON DISPOSITION	TOTAL OPERATING EXPENSES	NET OPERATING INCOME
1	PER BOOKS	\$ 75,237,590	\$ 26,592,800	\$ 18,079,290	\$ 10,558,874	\$ 1,014	\$ 3,597,427	\$ (1,259)	\$ -	\$ 65,580,224	\$ 9,657,367
2	End of year customer refund accrual	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
3	ADJUSTED BOOKS	\$ 75,237,590	\$ 26,592,800	\$ 18,079,290	\$ 10,558,874	\$ 1,014	\$ 3,597,427	\$ (1,259)	\$ -	\$ 65,580,224	\$ 9,657,367
4											
5	<u>FISC ADJUSTMENTS:</u>										
6	Fuel revenues/costs	(26,725,764)	(26,592,800)	(51,952)	(132,964)	-	-	-	-	(26,725,764)	-
7	Franchise/gross receipts taxes	(4,611,079)	-	(16,025)	(4,611,079)	-	-	-	-	(4,611,079)	-
8	ECP revenue/costs	-	-	(878)	-	-	-	-	-	-	-
10	Off-system sales	-	-	(13,503)	-	-	-	-	-	-	-
11	AGL Purchase Premium per Amort Sched	-	-	(13,503)	721,895	-	(271,650)	-	-	450,245	(450,245)
12	Transaction Cost Regulatory Asset	-	-	-	-	-	-	-	-	-	-
13	Propane Sales	(36,573)	-	-	-	(13,763)	-	-	-	(13,763)	(22,810)
14	Propane Cost	-	-	(51,952)	-	19,549	-	-	-	(32,403)	32,403
15	Association dues	-	-	(16,025)	-	6,030	-	-	-	(9,995)	9,995
16	Economic development expense	-	-	(878)	-	330	-	-	-	(548)	548
17	Pension and Transition Costs Reg. Asset	-	-	(13,503)	-	-	(61,807)	-	-	102,442	(102,442)
18	Employee activities	-	-	-	-	5,081	-	-	-	(8,422)	8,422
19	Interest synchronization	-	-	-	-	(212,286)	-	-	-	(212,286)	212,286
20	TOTAL FPSC ADJUSTMENTS	(31,373,417)	(26,592,800)	(82,358)	886,144	(466,709)	(61,807)	-	-	(31,061,574)	(311,843)
21											
22	FPSC ADJUSTED	\$ 43,864,173	\$ -	\$ 17,996,932	\$ 11,445,018	\$ (465,695)	\$ 3,535,620	\$ (1,259)	\$ -	\$ 34,518,649	\$ 9,345,524
23											
24	<u>FLEX RATE REVENUES</u>	-	-	-	-	-	-	-	-	-	-
25	ADJUSTED FOR	-	-	-	-	-	-	-	-	-	-
26	FLEX RATE REVENUES	\$ 43,864,173	\$ -	\$ 17,996,932	\$ 11,445,018	\$ (465,695)	\$ 3,535,620	\$ (1,259)	\$ -	\$ 34,518,649	\$ 9,345,524
27											
28											
29	<u>PRO FORSA ADJUSTMENTS</u>										
30											
31	TOTAL PRO FORMA ADJUSTMENTS	-	-	-	(886,144)	432,579	61,807	-	-	(391,758)	391,758
32											
33	PRO FORMA ADJUSTED	\$ 43,864,173	\$ -	\$ 17,996,932	\$ 10,558,874	\$ (33,116)	\$ 3,597,427	\$ (1,259)	\$ -	\$ 34,126,892	\$ 9,737,281
34											
35	PER BOOKS	\$ 17,052,533	\$ 4,956,472	\$ 3,956,430	\$ 2,928,581	\$ (530,925)	\$ 1,776,537	\$ (316)	\$ -	\$ 14,231,058	\$ 2,821,475
36	CURRENT QUARTER AMOUNT										

Note: Pursuant to Florida Public Service Commission Staff data request data June 21, 2010 Pivotal Utility Holdings Inc. db/a Florida City Gas has recorded adjustments to its depreciation expense accruals, accumulated depreciation and plant balance details. Florida City Gas is providing details of the adjustments in response to a follow-up data request issued on February 2, 2012.

FLORIDA CITY GAS
YEAR END RATE BASE
RATE BASE
December 2011

Line No.	(1) PLANT IN SERVICE	(2) ACCUM. DEPR. & AMORT.	(3) NET PLANT IN SERVICE	(4) PROPERTY HELD FOR FUTURE USE	(5) CWIP	(7) NET UTILITY PLANT	(8) WORKING CAPITAL	(9) TOTAL RATE BASE
1	\$ 295,712,622	\$ 127,298,416	\$ 168,414,206	\$ -	\$ 4,429,068	\$ 172,843,273	\$ (39,228,986)	\$ 133,614,287
2								
3	FPSC ADJUSTMENTS:							
4	(26,633,077)	-	(26,633,077)			(26,633,077)		(26,633,077)
5	4,821,353	3,115,781	1,705,572			1,705,572		1,705,572
6	21,656,835	5,173,578	16,483,257			16,483,257		16,483,257
7								
8	1,497,497	607,928	889,569			889,569		889,569
9							(99,715)	(99,715)
10							39,361,644	39,361,644
11							(1,150,215)	(1,150,215)
12								
13							631,727	631,727
14								
15	(34,800)	(19,248)	(15,552)			(15,552)		(15,552)
16	1,307,808	8,878,039	(7,570,231)			(7,570,231)	38,743,442	31,173,211
17								
18	\$ 297,020,430	\$ 136,176,455	\$ 160,843,974	\$ -	\$ 4,429,068	\$ 165,273,042	\$ (485,544)	\$ 164,787,498
19								
20	PRO FORMA ADJUSTMENTS:							
21								
22	\$ (21,656,835)	\$ (5,173,578)	\$ (16,483,257)	\$ -	\$ -	\$ (16,483,257)	\$ (631,727)	\$ (17,114,984)
23								
24	\$ 275,363,595	\$ 131,002,878	\$ 144,360,717	\$ -	\$ 4,429,068	\$ 148,789,785	\$ (1,117,271)	\$ 147,672,514

Note: Pursuant to Florida Public Service Commission Staff data request data June 21, 2010 Pivotal Utility Holdings Inc. d/b/a Florida City Gas has recorded adjustments to its depreciation expense accruals, accumulated depreciation and plant balance details. Florida City Gas is providing details of the adjustments in response to a follow-up data request issued on February 2, 2012.

FLORIDA CITY GAS
CAPITAL STRUCTURE
FPSC ADJUSTED BASIS
December 2011

Line No.	AVERAGE	PER BOOKS	(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
							ADJUSTMENTS	PRO RATA									
ADJUSTMENTS																	
COMPANY	RATIO	ADJUSTMENTS TO INVESTOR CAPITAL	ADJUSTED	SPECIFIC	PRO RATA	ADJUSTED	RATIO (%)	WEIGHTED COST RATE (%)	WEIGHTED COST (%)	RATIO (%)	WEIGHTED COST RATE (%)	WEIGHTED COST (%)	MIDPOINT	WEIGHTED COST RATE (%)	WEIGHTED COST (%)	HIGH POINT	D COST (%)
1	DIVISIONAL CAPITAL	\$ 71,614,397	(4,133,889)	\$ 67,478,508	\$	(4,483,794)	38.70%	10.25%	3.97%	62,992,784	38.70%	10.25%	3.97%	11.25%	4.35%	12.25%	4.74%
2	DIVISIONAL CAPITAL	\$ 71,614,397	(4,133,889)	\$ 67,478,508	\$	(4,483,794)	38.70%	10.25%	3.97%	62,992,784	38.70%	10.25%	3.97%	11.25%	4.35%	12.25%	4.74%
3	LONG TERM DEBT	62,839,016	2,158,056	64,997,072		(850,767)	37.28%	5.75%	2.14%	60,676,305	37.28%	5.75%	2.14%	5.75%	2.14%	5.75%	2.14%
4	LONG TERM DEBT	62,839,016	2,158,056	64,997,072		(850,767)	37.28%	5.75%	2.14%	60,676,305	37.28%	5.75%	2.14%	5.75%	2.14%	5.75%	2.14%
5	SHORT TERM DEBT	10,820,210	1,977,826	12,798,036			7.34%	2.05%	0.15%	11,947,269	7.34%	2.05%	0.15%	2.05%	0.15%	2.05%	0.15%
6	SHORT TERM DEBT	10,820,210	1,977,826	12,798,036			7.34%	2.05%	0.15%	11,947,269	7.34%	2.05%	0.15%	2.05%	0.15%	2.05%	0.15%
7	PREFERRED STOCK	-	-	-			0.00%	0.00%	0.00%	-	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
8	PREFERRED STOCK	-	-	-			0.00%	0.00%	0.00%	-	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
9	CUSTOMER DEPOSITS	3,711,027	-	3,711,027			2.28%	6.73%	0.15%	3,711,027	2.28%	6.73%	0.15%	6.73%	0.15%	6.73%	0.15%
10	CUSTOMER DEPOSITS	3,711,027	-	3,711,027			2.28%	6.73%	0.15%	3,711,027	2.28%	6.73%	0.15%	6.73%	0.15%	6.73%	0.15%
11	TAX CREDITS - ZERO COST	5,676	-	5,676			0.00%	0.00%	0.00%	5,676	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
12	TAX CREDITS - ZERO COST	5,676	-	5,676			0.00%	0.00%	0.00%	5,676	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
13	TAX CREDITS - WEIGHTED COST	-	-	-			0.00%	0.00%	0.00%	-	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
14	TAX CREDITS - WEIGHTED COST	-	-	-			0.00%	0.00%	0.00%	-	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
15	ACC DEF INC TAXES-ZERO COST	22,985,746	-	22,985,746	439,607	-	14.39%	0.00%	0.00%	23,425,353	14.39%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
16	ACC DEF INC TAXES-ZERO COST	22,985,746	-	22,985,746	439,607	-	14.39%	0.00%	0.00%	23,425,353	14.39%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
17	TOTAL	\$ 171,976,072	(7)	\$ 171,976,065	\$ 439,607	\$ (9,657,258)	100.00%	6.41%	6.41%	162,758,415	100.00%	6.41%	6.41%	6.79%	6.79%	7.18%	7.18%
18	TOTAL	\$ 171,976,072	(7)	\$ 171,976,065	\$ 439,607	\$ (9,657,258)	100.00%	6.41%	6.41%	162,758,415	100.00%	6.41%	6.41%	6.79%	6.79%	7.18%	7.18%
ADJUSTMENTS																	
COMPANY	RATIO	ADJUSTMENTS TO INVESTOR CAPITAL	ADJUSTED	SPECIFIC	PRO RATA	ADJUSTED	RATIO (%)	WEIGHTED COST RATE (%)	WEIGHTED COST (%)	RATIO (%)	WEIGHTED COST RATE (%)	WEIGHTED COST (%)	MIDPOINT	WEIGHTED COST RATE (%)	WEIGHTED COST (%)	HIGH POINT	D COST (%)
19	DIVISIONAL CAPITAL	\$ 71,539,313	(4,423,931)	\$ 67,115,382	\$	(4,037,639)	38.28%	10.25%	3.92%	63,077,743	38.28%	10.25%	3.92%	11.25%	4.31%	12.25%	4.69%
20	DIVISIONAL CAPITAL	\$ 71,539,313	(4,423,931)	\$ 67,115,382	\$	(4,037,639)	38.28%	10.25%	3.92%	63,077,743	38.28%	10.25%	3.92%	11.25%	4.31%	12.25%	4.69%
21	LONG TERM DEBT	62,074,975	2,572,318	64,647,293		(3,889,160)	36.87%	5.75%	2.12%	60,758,133	36.87%	5.75%	2.12%	5.75%	2.12%	5.75%	2.12%
22	LONG TERM DEBT	62,074,975	2,572,318	64,647,293		(3,889,160)	36.87%	5.75%	2.12%	60,758,133	36.87%	5.75%	2.12%	5.75%	2.12%	5.75%	2.12%
23	SHORT TERM DEBT	10,877,550	1,851,613	12,729,163		(765,782)	7.26%	2.05%	0.15%	11,963,381	7.26%	2.05%	0.15%	2.05%	0.15%	2.05%	0.15%
24	SHORT TERM DEBT	10,877,550	1,851,613	12,729,163		(765,782)	7.26%	2.05%	0.15%	11,963,381	7.26%	2.05%	0.15%	2.05%	0.15%	2.05%	0.15%
25	PREFERRED STOCK	-	-	-			0.00%	0.00%	0.00%	-	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
26	PREFERRED STOCK	-	-	-			0.00%	0.00%	0.00%	-	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
27	CUSTOMER DEPOSITS	3,802,375	-	3,802,375			2.31%	6.73%	0.16%	3,802,375	2.31%	6.73%	0.16%	6.73%	0.16%	6.73%	0.16%
28	CUSTOMER DEPOSITS	3,802,375	-	3,802,375			2.31%	6.73%	0.16%	3,802,375	2.31%	6.73%	0.16%	6.73%	0.16%	6.73%	0.16%
29	TAX CREDITS - ZERO COST	5,046	-	5,046			0.00%	0.00%	0.00%	5,046	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
30	TAX CREDITS - ZERO COST	5,046	-	5,046			0.00%	0.00%	0.00%	5,046	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
31	TAX CREDITS - WEIGHTED COST	-	-	-			0.00%	0.00%	0.00%	-	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
32	TAX CREDITS - WEIGHTED COST	-	-	-			0.00%	0.00%	0.00%	-	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
33	ACC DEF INC TAXES-ZERO COST	24,676,673	-	24,676,673	504,147	-	15.28%	0.00%	0.00%	25,180,820	15.28%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
34	ACC DEF INC TAXES-ZERO COST	24,676,673	-	24,676,673	504,147	-	15.28%	0.00%	0.00%	25,180,820	15.28%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
35	TOTAL	\$ 172,975,932	0	\$ 172,975,932	\$ 504,147	\$ (8,692,582)	100.00%	6.35%	6.35%	164,787,498	100.00%	6.35%	6.35%	6.74%	6.74%	7.12%	7.12%
36	TOTAL	\$ 172,975,932	0	\$ 172,975,932	\$ 504,147	\$ (8,692,582)	100.00%	6.35%	6.35%	164,787,498	100.00%	6.35%	6.35%	6.74%	6.74%	7.12%	7.12%
37	TOTAL	\$ 172,975,932	0	\$ 172,975,932	\$ 504,147	\$ (8,692,582)	100.00%	6.35%	6.35%	164,787,498	100.00%	6.35%	6.35%	6.74%	6.74%	7.12%	7.12%
ADJUSTMENTS																	
COMPANY	RATIO	ADJUSTMENTS TO INVESTOR CAPITAL	ADJUSTED	SPECIFIC	PRO RATA	ADJUSTED	RATIO (%)	WEIGHTED COST RATE (%)	WEIGHTED COST (%)	RATIO (%)	WEIGHTED COST RATE (%)	WEIGHTED COST (%)	MIDPOINT	WEIGHTED COST RATE (%)	WEIGHTED COST (%)	HIGH POINT	D COST (%)
38	DIVISIONAL CAPITAL	\$ 71,614,397	(4,133,889)	\$ 67,478,508	\$	(12,626,955)	37.77%	10.25%	3.87%	54,851,553	37.77%	10.25%	3.87%	11.25%	4.25%	12.25%	4.63%
39	DIVISIONAL CAPITAL	\$ 71,614,397	(4,133,889)	\$ 67,478,508	\$	(12,626,955)	37.77%	10.25%	3.87%	54,851,553	37.77%	10.25%	3.87%	11.25%	4.25%	12.25%	4.63%
40	LONG TERM DEBT	62,839,016	2,158,056	64,997,072		(12,162,615)	36.38%	5.75%	2.09%	52,834,457	36.38%	5.75%	2.09%	5.75%	2.09%	5.75%	2.09%
41	LONG TERM DEBT	62,839,016	2,158,056	64,997,072		(12,162,615)	36.38%	5.75%	2.09%	52,834,457	36.38%	5.75%	2.09%	5.75%	2.09%	5.75%	2.09%
42	SHORT TERM DEBT	10,820,210	1,977,826	12,798,036		(2,394,840)	7.16%	2.05%	0.15%	10,403,196	7.16%	2.05%	0.15%	2.05%	0.15%	2.05%	0.15%
43	SHORT TERM DEBT	10,820,210	1,977,826	12,798,036		(2,394,840)	7.16%	2.05%	0.15%	10,403,196	7.16%	2.05%	0.15%	2.05%	0.15%	2.05%	0.15%
44	PREFERRED STOCK	-	-	-			0.00%	0.00%	0.00%	-	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
45	PREFERRED STOCK	-	-	-			0.00%	0.00%	0.00%	-	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
46	CUSTOMER DEPOSITS	3,711,027	-	3,711,027			2.56%	6.73%	0.17%	3,711,027	2.56%	6.73%	0.17%	6.73%	0.17%	6.73%	0.17%
47	CUSTOMER DEPOSITS	3,711,027	-	3,711,027			2.56%	6.73%	0.17%	3,711,027	2.56%	6.73%	0.17%	6.73%	0.17%	6.73%	0.17%
48	TAX CREDITS - ZERO COST	5,676	-	5,676			0.00%	0.00%	0.00%	5,676	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
49	TAX CREDITS - ZERO COST	5,676	-	5,676			0.00%	0.00%	0.00%	5,676	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
50	TAX CREDITS - WEIGHTED COST	-	-	-			0.00%	0.00%	0.00%	-	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
51	TAX CREDITS - WEIGHTED COST	-	-	-			0.00%	0.00%	0.00%	-	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
52	ACC DEF INC TAXES-ZERO COST	22,985,746	-	22,985,746	439,607	-	16.13%	0.00%	0.00%	23,425,353	16.13%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
53	ACC DEF INC TAXES-ZERO COST	22,985,746	-	22,985,746	439,607	-	16.13%	0.00%	0.00%	23,425,353	16.13%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
54	TOTAL	\$ 171,976,072	(7)	\$ 171,976,065	\$ 439,607	\$ (27,184,410)	100.00%	6.28%	6.28%	145,231,262	100.00%	6.28%	6.28%	6.66%	6.66%	7.04%	7.04%

FLORIDA CITY GAS
EARNED RETURN ON COMMON EQUITY
FPSC ADJUSTED BASIS
December 2011

SCHEDULE 5

A. INCLUDING AGL ACQUISITION ADJUSTMENT & REGULATORY ASSETS

Line No.

1	FPSC ADJUSTED AVERAGE EARNED RATE OF RETURN	5.74%
2	LESS: RECONCILED AVERAGE JURISDICTIONAL WEIGHTED COST RATES FOR:	
3	LONG TERM DEBT	-2.14%
4	SHORT TERM DEBT	-0.15%
5	PREFERRED STOCK	0.00%
6	CUSTOMER DEPOSITS	-0.15%
7	TAX CREDITS-WEIGHTED COST(MIDPOINT)	0.00%
8	SUBTOTAL	-2.44%
9	TOTAL	<u>3.30%</u>
10	DIVIDED BY RECONCILED COMMON EQUITY RATIO	<u>38.70%</u>
11	JURISDICTIONAL RETURN ON COMMON EQUITY	<u>8.53%</u>
12		
13		
14		
15		
16		

B. EXCLUDING AGL ACQUISITION ADJUSTMENT & REGULATORY ASSETS

17		
18		
19	NET OPERATING INCOME EXCLUDING FLEX RATE REVENUES	\$ 9,737,281
20		
21	RATE BASE EXCLUDING FLEX RATE REVENUES	\$ 145,231,262
22		
23	FPSC ADJUSTED AVERAGE EARNED RATE OF RETURN	6.70%
24	LESS: RECONCILED AVERAGE JURISDICTIONAL WEIGHTED COST RATES FOR:	
25	LONG TERM DEBT	-2.09%
26	SHORT TERM DEBT	-0.15%
27	PREFERRED STOCK	0.00%
28	CUSTOMER DEPOSITS	-0.17%
29	TAX CREDITS-WEIGHTED COST(MIDPOINT)	0.00%
30	SUBTOTAL	-2.41%
31	TOTAL	<u>4.29%</u>
32	DIVIDED BY RECONCILED COMMON EQUITY RATIO	<u>37.77%</u>
33	JURISDICTIONAL RETURN ON COMMON EQUITY	<u>11.36%</u>