



November 15, 2019

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

Dear Mr. Fletcher:

Pursuant to Commission Rule 25-6.1352, enclosed please find Duke Energy Florida, LLC's Earnings Surveillance Report for the twelve months ended September 30, 2019.

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 September 30, 2019. The demand-related separation factors used for the jurisdictional amounts were from Order No. PSC-2017-0451-AS-EU.

If you have any questions, please feel free to contact me at (727) 820-5653.

Sincerely,

A handwritten signature in black ink that reads "Marcia Olivier".

Marcia Olivier  
Director Rates & Regulatory Planning

Attachment  
xc: Mr. J. R. Kelly, Office of the Public Counsel

**DUKE ENERGY FLORIDA**  
**RATE OF RETURN REPORT SUMMARY**  
**Sep-19**

**SCHEDULE 1**

	(1) Actual Per Books	(2) FPSC Adjustments	(3) FPSC Adjusted	(4) Pro Forma Adjustments	(5) Pro Forma Adjusted
<b>I. AVERAGE RATE OF RETURN (Jurisdictional)</b>					
Net Operating Income	\$848,821,897 (a)	(\$28,909,278) (b)	\$819,912,619	(\$10,701,297)	\$809,211,322
Average Rate Base	\$14,135,613,694	(\$1,310,015,604)	\$12,825,598,090	\$0	\$12,825,598,090
Average Rate of Return	6.00%		6.39%		6.31%
<b>I. YEAR END RATE OF RETURN (Jurisdictional)</b>					
Net Operating Income	\$835,007,270	(\$15,094,652)	\$819,912,619		
Average Rate Base	\$14,830,485,083	(\$1,306,337,580)	\$13,524,147,503		
Average Rate of Return	5.63%		6.06%		

(a) INCLUDES AFUDC EARNINGS

(b) INCLUDES REVERSAL OF AFUDC EARNINGS

III. REQUIRED RATES OF RETURN	Average Capital Structure	End of Period Capital Structure
<b>FPSC Adjusted Basis</b>		
Low Point	5.92%	5.90%
Mid Point	6.34%	6.32%
High Point	6.76%	6.74%
<b>Pro Forma Adjusted Basis</b>		
Low Point	5.92%	5.90%
Mid Point	6.34%	6.32%
High Point	6.76%	6.74%

**IV. FINANCIAL INTEGRITY INDICATORS**

A. T.I.E. with AFUDC	3.48	(System Per Books Basis)
B. T.I.E. without AFUDC	3.42	(System Per Books Basis)
C. AFUDC to Net Income	2.43%	(System Per Books Basis)
D. Internally Generated Funds	71.60%	(System Per Books Basis)
<b>E. STD/LTD to Total Investor Funds</b>		
LT Debt-Fixed to Total Investor Funds	47.69%	(FPSC Adjusted Basis)
ST Debt to Total Investor Funds	0.92%	(FPSC Adjusted Basis)
F. Return on Common Equity	10.63%	(FPSC Adjusted Basis)
	10.43%	(Pro Forma Adjusted Basis)
G. Current Allowed AFUDC Rate	6.46%	Docket 20190069-EI

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, 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
<b>System Per Books</b>	<b>\$18,466,722,062</b>	<b>\$5,578,641,317</b>	<b>\$12,888,080,745</b>	<b>\$132,888,307</b>	<b>\$1,031,386,599</b>	<b>\$14,052,355,650</b>	<b>\$1,549,290,065</b>	<b>\$15,601,645,715</b>
<b>Regulatory Base - Retail</b>	<b>\$16,793,057,096</b>	<b>\$5,156,945,101</b>	<b>\$11,636,111,995</b>	<b>\$116,716,098</b>	<b>\$860,645,320</b>	<b>\$12,613,473,413</b>	<b>\$1,522,140,280</b>	<b>\$14,135,613,694</b>
<b>FPSC Adjustments</b>								
ARO	(22,176,075)	(18,628,722)	(3,547,353)			(3,547,353)	(15,328,985)	(18,876,338)
ECCR	(24,317,078)	(17,173,653)	(7,143,424)			(7,143,424)	(20,473,019)	(27,616,444)
ECRC	(227,874,138)	(26,065,121)	(201,809,018)		(28,634,185)	(230,443,202)	(4,254,883)	(234,698,086)
FUEL	(9,142,963)	(8,851,184)	(291,779)			(291,779)	(104,157,381)	(104,449,160)
CCR							(115,300,652)	(115,300,652)
NUCLEAR							(31,720,854)	(31,720,854)
Over\Under Recovery-Clauses							(165,225,107)	(165,225,107)
Derivatives							3,712,642	3,712,642
Employee Related							30	30
Investments Earning a Return							(198,766,742)	(198,766,742)
Jobbing Accounts							(90,836)	(90,836)
Non-Regulated and Miscellaneous	(44,976,332)	(36,345,740)	(8,630,592)	(87,379,077)		(96,009,669)	45,738,159	(50,271,510)
CWIP - AFUDC					(182,161,521)	(182,161,521)		(182,161,521)
Imputed Off Balance Sheet Obligations							188,529,133	188,529,133
Capital Lease	(424,069,115)	(32,335,207)	(391,733,908)			(391,733,908)	384,940,676	(6,793,232)
Storm							(366,286,925)	(366,286,925)
<b>Total FPSC Adjustments</b>	<b>(752,555,701)</b>	<b>(139,399,626)</b>	<b>(613,156,074)</b>	<b>(87,379,077)</b>	<b>(210,795,706)</b>	<b>(911,330,857)</b>	<b>(398,684,747)</b>	<b>(1,310,015,604)</b>
<b>FPSC Adjusted</b>	<b>\$16,040,501,395</b>	<b>\$5,017,545,475</b>	<b>\$11,022,955,920</b>	<b>\$29,337,021</b>	<b>\$649,849,614</b>	<b>\$11,702,142,556</b>	<b>\$1,123,455,534</b>	<b>\$12,825,598,090</b>

DUKE ENERGY FLORIDA  
Average Rate of Return - Income Statement  
Sep-19

	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
<b>System Per Books</b>	<b>5,088,551,200</b>	<b>2,046,775,572</b>	<b>968,144,693</b>	<b>634,764,982</b>	<b>397,299,398</b>	<b>(20,424,699)</b>	<b>153,427,244</b>	<b>(18,721)</b>		<b>4,179,968,469</b>	<b>908,582,731</b>
Regulatory Base - Retail	4,804,117,727	1,948,634,495	925,392,979	592,005,737	382,834,334	(26,815,776)	147,075,650	(16,962)		3,969,110,456	835,007,270
<b>FPSC Adjustments</b>											
ECCR	(107,193,583)		(101,231,968)	(4,194,098)		(447,977)				(105,874,043)	(1,319,540)
ECRC	(57,196,083)		(25,655,517)	(9,388,535)	(1,422,592)	(5,253,876)				(41,720,521)	(15,475,562)
FUEL	(1,580,539,762)	(1,568,290,189)	(1,135,383)	(6,551,340)		(1,156,454)				(1,577,133,366)	(3,406,396)
CCR	(397,705,683)	(380,344,306)	(286,348)	(9,101,154)		(2,020,978)				(391,752,787)	(5,952,896)
NUCLEAR	(45,226,592)		(84,821)	(44,554,251)		(148,907)				(44,787,979)	(438,613)
Non-Regulated and Miscellaneous				(136,252)		34,533				(101,719)	101,719
CORPORATE AIRCRAFT ALLOCATION			(2,407,272)			610,123				(1,797,149)	1,797,149
FRANCHISE FEE & GROSS RECEIPTS	(231,859,168)					(58,764,706)				(58,764,706)	(173,094,462)
FRANCHISE FEES & GROSS REC TAX - TOI					(235,871,819)	59,781,712				(176,090,106)	176,090,106
GAIN/LOSS ON DISPOSITION & OTHER						67,091		(264,711)		(197,620)	197,620
INST./PROMOTIONAL ADVERTISING			(2,415,861)			612,300				(1,803,561)	1,803,561
MISCELLANEOUS INTEREST EXPENSE			95,094			(24,102)				70,992	(70,992)
REMOVE ASSOC/ORGANIZATION DUES			(92,054)			23,331				(68,723)	68,723
REMOVE ECONOMIC DEVELOPMENT			(56,775)			14,390				(42,386)	42,386
PARENT DEBT ADJUSTMENT						(11,210,782)				(11,210,782)	11,210,782
DIRECTORS & OFFICERS PREMIUM			(1,047,938)			265,600				(782,338)	782,338
INTEREST SYNCHRONIZATION - FPSC						7,430,575				7,430,575	(7,430,575)
<b>Total FPSC Adjustments</b>	<b>(2,419,720,871)</b>	<b>(1,948,634,495)</b>	<b>(134,318,843)</b>	<b>(73,925,630)</b>	<b>(237,294,411)</b>	<b>(10,188,128)</b>			<b>(264,711)</b>	<b>(2,404,626,219)</b>	<b>(15,094,652)</b>
<b>FPSC Adjusted</b>	<b>2,384,396,856</b>		<b>791,074,135</b>	<b>518,080,107</b>	<b>145,539,922</b>	<b>(37,003,904)</b>	<b>147,075,650</b>	<b>(16,962)</b>	<b>(264,711)</b>	<b>1,564,484,238</b>	<b>819,912,619</b>
<b>Pro Forma Adjustments</b>											
Weather Normalization	(14,334,334)					(3,633,037)				(3,633,037)	(10,701,297)
<b>Total Pro Forma Adjustments</b>	<b>(14,334,334)</b>					<b>(3,633,037)</b>				<b>(3,633,037)</b>	<b>(10,701,297)</b>
<b>Pro Forma Adjusted</b>	<b>2,370,062,522</b>		<b>791,074,135</b>	<b>518,080,107</b>	<b>145,539,922</b>	<b>(40,636,941)</b>	<b>147,075,650</b>	<b>(16,962)</b>	<b>(264,711)</b>	<b>1,560,851,201</b>	<b>809,211,322</b>
<b>Current Month</b>											
System Per Books	498,973,057	207,128,865	86,916,734	54,077,846	37,264,555	(86,372,047)	98,260,942			397,276,894	101,696,162
FPSC Adjusted	228,803,974		69,970,046	43,493,436	12,444,701	(2,304,562)	17,311,522	(21,262)		140,893,881	87,910,093

(a) The addition of earnings from AFUDC charges would increase the System NOI by 16,555,276 pretax  
(b) The addition of earnings from AFUDC charges would increase the Jurisdictional NOI by 13,814,627 pretax

DUKE ENERGY FLORIDA  
Average Rate of Return - Adjustment  
Sep-19

Schedule 2  
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Notes	Rate Base Adjustments	P=ProForma F=FPSC	System	Retail
	ARO	F	(18,876,338)	(18,876,338)
	ECCR	F	(27,616,444)	(27,616,444)
	ECRC	F	(249,221,532)	(234,698,086)
	FUEL	F	(104,471,510)	(104,449,160)
	CCR	F	(115,300,652)	(115,300,652)
	NUCLEAR	F	(31,720,854)	(31,720,854)
	Over/Under Recovery-Clauses	F	(165,225,107)	(165,225,107)
	Derivatives	F	3,712,642	3,712,642
	Employee Related	F	31	30
	Investments Earning a Return	F	(198,766,742)	(198,766,742)
	Jobbing Accounts	F	(95,482)	(90,836)
	Non-Regulated and Miscellaneous	F	(56,964,756)	(50,271,510)
(1)	CWIP - AFUDC	F	(212,198,068)	(182,161,521)
(3)	Imputed Off Balance Sheet Obligations	F	202,970,483	188,529,133
(2)	Capital Lease - EPIS	F	(422,572,073)	(391,733,908)
(2)	Capital Lease - Working Capital	F	412,933,433	384,940,676
	Storm	F	(366,286,925)	(366,286,925)
	<b>Total</b>		<b>(1,349,699,896)</b>	<b>(1,310,015,604)</b>

Notes	Income Statement Adjustments (to NOI)	P=ProForma F=FPSC	System		Retail	
			Amount	Income Tax Effect	Amount	Income Tax Effect
	ECCR	F	(1,767,517)	447,977	(1,767,517)	447,977
	ECRC	F	(18,402,378)	4,664,083	(20,729,438)	5,253,876
	FUEL	F	(4,792,654)	1,214,698	(4,562,850)	1,156,454
	CCR	F	(7,973,874)	2,020,978	(7,973,874)	2,020,978
	NUCLEAR	F	(587,520)	148,907	(587,520)	148,907
	Non-Regulated and Miscellaneous	F	136,252	(34,533)	136,252	(34,533)
(2)	CORPORATE AIRCRAFT ALLOCATION	F	2,582,328	(654,491)	2,407,272	(610,123)
(1)	FRANCHISE FEE & GROSS RECEIPTS	F	(231,859,168)	58,764,706	(231,859,168)	58,764,706
(1)	FRANCHISE FEES & GROSS REC TAX - TOI	F	235,871,819	(59,781,712)	235,871,819	(59,781,712)
(1)	GAIN/LOSS ON DISPOSITION & OTHER	F	284,988	(72,230)	264,711	(67,091)
(1)	INST./PROMOTIONAL ADVERTISING	F	2,591,542	(656,826)	2,415,861	(612,300)
(1)	MISCELLANEOUS INTEREST EXPENSE	F	(102,009)	25,854	(95,094)	24,102
(1)	REMOVE ASSOC/ORGANIZATION DUES	F	98,748	(25,028)	92,054	(23,331)
(4)	REMOVE ECONOMIC DEVELOPMENT	F	60,904	(15,436)	56,775	(14,390)
(2)	PARENT DEBT ADJUSTMENT	F		12,401,308		11,210,782
(2)	DIRECTORS & OFFICERS PREMIUM	F	1,124,144	(284,914)	1,047,938	(265,600)
(1)	INTEREST SYNCHRONIZATION - FPSC	F		(7,731,977)		(7,430,575)
	<b>Total</b>		<b>(22,734,396)</b>	<b>10,431,364</b>	<b>(25,282,780)</b>	<b>10,188,128</b>

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) Docket No. 130208-EI, Order No. PSC 13-0598-FOF-EI  
(4) Rule 25-6.0426 Recovery of Econ Dev Expenses

	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
<b>System Per Books</b>	<b>\$19,405,071,185</b>	<b>\$5,671,878,697</b>	<b>\$13,733,192,487</b>	<b>\$134,615,088</b>	<b>\$959,655,968</b>	<b>\$14,827,463,543</b>	<b>\$1,549,385,582</b>	<b>\$16,376,849,125</b>
Regulatory Base - Retail	\$17,648,372,592	\$5,252,429,114	\$12,395,943,478	\$118,320,091	\$794,081,234	\$13,308,344,803	\$1,522,140,280	\$14,830,485,083
<b>FPSC Adjustments</b>								
ARO	(19,579,855)	(22,614,149)	3,034,294			3,034,294	(15,328,985)	(12,294,691)
ECCR	(22,252,383)	(16,871,383)	(5,381,000)			(5,381,000)	(20,473,019)	(25,854,019)
ECRC	(258,238,856)	(28,892,694)	(229,346,162)		(4,348,376)	(233,694,538)	(4,254,883)	(237,949,422)
FUEL	(8,082,918)	(7,854,486)	(228,432)			(228,432)	(104,157,381)	(104,385,813)
CCR							(115,300,652)	(115,300,652)
NUCLEAR							(31,720,854)	(31,720,854)
Over\Under Recovery-Clauses							(165,225,107)	(165,225,107)
Derivatives							3,712,642	3,712,642
Employee Related							30	30
Investments Earning a Return							(198,766,742)	(198,766,742)
Jobbing Accounts							(90,836)	(90,836)
Non-Regulated and Miscellaneous	(43,512,241)	(36,350,636)	(7,161,605)	(87,379,077)		(94,540,682)	45,738,159	(48,802,523)
CWIP - AFUDC					(69,257,813)	(69,257,813)		(69,257,813)
Imputed Off Balance Sheet Obligations							188,529,133	188,529,133
Capital Lease	(650,553,066)	(142,968,404)	(507,584,662)			(507,584,662)	384,940,676	(122,643,986)
Storm							(366,286,925)	(366,286,925)
<b>Total FPSC Adjustments</b>	<b>(1,002,219,319)</b>	<b>(255,551,752)</b>	<b>(746,667,567)</b>	<b>(87,379,077)</b>	<b>(73,606,189)</b>	<b>(907,652,833)</b>	<b>(398,684,747)</b>	<b>(1,306,337,580)</b>
<b>FPSC Adjusted</b>	<b>16,646,153,273</b>	<b>4,996,877,362</b>	<b>11,649,275,911</b>	<b>30,941,014</b>	<b>720,475,045</b>	<b>12,400,691,970</b>	<b>1,123,455,534</b>	<b>13,524,147,503</b>

	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
<b>System Per Books</b>	<b>5,088,551,200</b>	<b>2,046,775,572</b>	<b>968,144,693</b>	<b>634,764,982</b>	<b>397,299,398</b>	<b>(20,424,699)</b>	<b>153,427,244</b>	<b>(18,721)</b>		<b>4,179,968,469</b>	<b>908,582,731</b>
<b>Regulatory Base - Retail</b>	<b>4,804,117,727</b>	<b>1,948,634,495</b>	<b>925,392,979</b>	<b>592,005,737</b>	<b>382,834,334</b>	<b>(26,815,776)</b>	<b>147,075,650</b>	<b>(16,962)</b>		<b>3,969,110,456</b>	<b>835,007,270</b>
<b>FPSC Adjustments</b>											
ECCR	(107,193,583)		(101,231,968)	(4,194,098)		(447,977)				(105,874,043)	(1,319,540)
ECRC	(57,196,083)		(25,655,517)	(9,388,535)	(1,422,592)	(5,253,876)				(41,720,521)	(15,475,562)
FUEL	(1,580,539,762)	(1,568,290,189)	(1,135,383)	(6,551,340)		(1,156,454)				(1,577,133,366)	(3,406,396)
CCR	(397,705,683)	(380,344,306)	(286,348)	(9,101,154)		(2,020,978)				(391,752,787)	(5,952,896)
NUCLEAR	(45,226,592)		(84,821)	(44,554,251)		(148,907)				(44,787,979)	(438,613)
Non-Regulated and Miscellaneous				(136,252)		34,533				(101,719)	101,719
CORPORATE AIRCRAFT ALLOCATION			(2,407,272)			610,123				(1,797,149)	1,797,149
FRANCHISE FEE & GROSS RECEIPTS	(231,859,168)					(58,764,706)				(58,764,706)	(173,094,462)
FRANCHISE FEES & GROSS REC TAX - TOI					(235,871,819)	59,781,712				(176,090,106)	176,090,106
GAIN/LOSS ON DISPOSITION & OTHER						67,091		(264,711)		(197,620)	197,620
INST./PROMOTIONAL ADVERTISING			(2,415,861)			612,300				(1,803,561)	1,803,561
MISCELLANEOUS INTEREST EXPENSE			95,094			(24,102)				70,992	(70,992)
REMOVE ASSOC/ORGANIZATION DUES			(92,054)			23,331				(68,723)	68,723
REMOVE ECONOMIC DEVELOPMENT			(56,775)			14,390				(42,386)	42,386
PARENT DEBT ADJUSTMENT						(11,210,782)				(11,210,782)	11,210,782
DIRECTORS & OFFICERS PREMIUM			(1,047,938)			265,600				(782,338)	782,338
INTEREST SYNCHRONIZATION - FPSC						7,430,575				7,430,575	(7,430,575)
<b>Total FPSC Adjustments</b>	<b>(2,419,720,871)</b>	<b>(1,948,634,495)</b>	<b>(134,318,843)</b>	<b>(73,925,630)</b>	<b>(237,294,411)</b>	<b>(10,188,128)</b>			<b>(264,711)</b>	<b>(2,404,626,219)</b>	<b>(15,094,652)</b>
<b>FPSC Adjusted</b>	<b>2,384,396,856</b>		<b>791,074,135</b>	<b>518,080,107</b>	<b>145,539,922</b>	<b>(37,003,904)</b>	<b>147,075,650</b>	<b>(16,962)</b>	<b>(264,711)</b>	<b>1,564,484,238</b>	<b>819,912,619</b>

(a) The addition of earnings from AFUDC charges would increase the System NOI by 16,555,276 pretax  
(b) The addition of earnings from AFUDC charges would increase the Jurisdictional NOI by 13,814,627 pretax

Notes	Rate Base Adjustments	P=ProForma F=FPSC	System	Retail
	ARO	F	(12,294,691)	(12,294,691)
	ECCR	F	(25,854,019)	(25,854,019)
	ECRC	F	(252,758,941)	(237,949,422)
	FUEL	F	(104,403,311)	(104,385,813)
	CCR	F	(115,300,652)	(115,300,652)
	NUCLEAR	F	(31,720,854)	(31,720,854)
	Over\Under Recovery-Clauses	F	(165,225,107)	(165,225,107)
	Derivatives	F	3,712,642	3,712,642
	Employee Related	F	31	30
	Investments Earning a Return	F	(198,766,742)	(198,766,742)
	Jobbing Accounts	F	(95,482)	(90,836)
	Non-Regulated and Miscellaneous	F	(55,495,769)	(48,802,523)
	CWIP - AFUDC	F	(97,525,929)	(69,257,813)
	Imputed Off Balance Sheet Obligations	F	202,970,483	188,529,133
(3)	Capital Lease - EPIS	F	(554,892,663)	(507,584,662)
(2)	Capital Lease - Working Capital	F	412,933,433	384,940,676
(2)	Storm	F	(366,286,925)	(366,286,925)
	<b>Total</b>		<b>(1,361,004,499)</b>	<b>(1,306,337,580)</b>

Notes	Income Statement Adjustments (to NOI)	P=ProForma F=FPSC	System		Retail	
			Amount	Income Tax Effect	Amount	Income Tax Effect
	ECCR	F	(1,767,517)	447,977	(1,767,517)	447,977
	ECRC	F	(18,402,378)	4,664,083	(20,729,438)	5,253,876
	FUEL	F	(4,792,654)	1,214,698	(4,562,850)	1,156,454
	CCR	F	(7,973,874)	2,020,978	(7,973,874)	2,020,978
	NUCLEAR	F	(587,520)	148,907	(587,520)	148,907
	Non-Regulated and Miscellaneous	F	136,252	(34,533)	136,252	(34,533)
(2)	CORPORATE AIRCRAFT ALLOCATION	F	2,582,328	(654,491)	2,407,272	(610,123)
(1)	FRANCHISE FEE & GROSS RECEIPTS	F	(231,859,168)	58,764,706	(231,859,168)	58,764,706
(1)	FRANCHISE FEES & GROSS REC TAX - TOI	F	235,871,819	(59,781,712)	235,871,819	(59,781,712)
(1)	GAIN/LOSS ON DISPOSITION & OTHER	F	284,988	(72,230)	264,711	(67,091)
(1)	INST./PROMOTIONAL ADVERTISING	F	2,591,542	(656,826)	2,415,861	(612,300)
(1)	MISCELLANEOUS INTEREST EXPENSE	F	(102,009)	25,854	(95,094)	24,102
(1)	REMOVE ASSOC/ORGANIZATION DUES	F	98,748	(25,028)	92,054	(23,331)
	REMOVE ECONOMIC DEVELOPMENT	F	60,904	(15,436)	56,775	(14,390)
(2)	PARENT DEBT ADJUSTMENT	F		12,401,308		11,210,782
(2)	DIRECTORS & OFFICERS PREMIUM	F	1,124,144	(284,914)	1,047,938	(265,600)
(1)	INTEREST SYNCHRONIZATION - FPSC	F		(7,731,977)		(7,430,575)
	<b>Total</b>		<b>(22,734,396)</b>	<b>10,431,364</b>	<b>(25,282,780)</b>	<b>10,188,128</b>

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) Docket No. 130208-EI, Order No. PSC 13-0598-FOF-EI

DUKE ENERGY FLORIDA  
Average - Capital Structure  
Pro Forma Adjusted Basis  
Sep-19

	System Per Books	Retail Per Books	Pro Rata Adjustments	Specific 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	6,271,727,767	5,674,706,280	(454,531,915)	169,525,608	5,389,699,973	42.02%	9.50%	3.99%	10.50%	4.41%	11.50%	4.83%
Long Term Debt	6,010,307,934	5,438,171,656	(435,585,994)		5,002,585,661	39.00%	4.72%	1.84%	4.72%	1.84%	4.72%	1.84%
Short Term Debt *	193,365,644	174,958,684	(14,013,819)	(64,235,638)	96,709,227	0.75%	4.27%	0.03%	4.27%	0.03%	4.27%	0.03%
Customer Deposits												
Active	198,882,419	198,882,419	(15,930,059)		182,952,360	1.43%	2.41%	0.03%	2.41%	0.03%	2.41%	0.03%
Inactive	2,055,062	2,055,062	(164,606)		1,890,456	0.01%						
Investment Tax Credits **	34,602,989	31,309,044	(2,507,788)		28,801,256	0.22%	7.20%	0.02%	7.72%	0.02%	8.24%	0.02%
Deferred Income Taxes	2,890,703,900	2,615,530,550	(209,498,439)	(283,072,953)	2,122,959,157	16.55%						
<b>Total</b>	<b>15,601,645,715</b>	<b>14,135,613,694</b>	<b>(1,132,232,621)</b>	<b>(177,782,983)</b>	<b>12,825,598,090</b>	<b>100.00%</b>		<b>5.92%</b>		<b>6.34%</b>		<b>6.76%</b>
* Daily Weighted Average												
** Cost Rates Calculated Per IRS Ruling												

DUKE ENERGY FLORIDA  
End of Period - Capital Structure  
Pro Forma Adjusted Basis  
Sep-19

	System Per Books	Retail Per Books	Pro Rata Adjustments	Specific 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	6,670,369,687	6,107,364,008	(383,458,575)	(13,350,028)	5,710,555,405	42.22%	9.50%	4.01%	10.50%	4.43%	11.50%	4.86%
Long Term Debt	5,909,827,240	5,411,014,362	(339,737,382)		5,071,276,980	37.50%	4.80%	1.80%	4.80%	1.80%	4.80%	1.80%
Short Term Debt *	355,530,000	325,521,857	(20,438,302)	(85,796,044)	219,287,511	1.62%	2.00%	0.03%	2.00%	0.03%	2.00%	0.03%
Customer Deposits												
Active	199,389,951	199,389,951	(12,518,950)		186,871,001	1.38%	2.41%	0.03%	2.41%	0.03%	2.41%	0.03%
Inactive	2,196,164	2,196,164	(137,889)		2,058,275	0.02%						
Investment Tax Credits **	41,693,776	38,174,655	(2,396,844)		35,777,811	0.26%	7.29%	0.02%	7.82%	0.02%	8.35%	0.02%
Deferred Income Taxes	3,000,039,312	2,746,824,086	(172,462,825)	(276,040,741)	2,298,320,519	16.99%						
<b>Total</b>	<b>16,179,046,129</b>	<b>14,830,485,083</b>	<b>(931,150,767)</b>	<b>(375,186,813)</b>	<b>13,524,147,503</b>	<b>100.00%</b>		<b>5.90%</b>		<b>6.32%</b>		<b>6.74%</b>
* Daily Weighted Average ** Cost Rates Calculated Per IRS Ruling												

	System Per Books	Retail Per Books	Pro Rata Adjustments	Specific 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	6,271,727,767	5,674,706,280	(454,531,915)	169,525,608	5,389,699,973	42.02%	9.50%	3.99%	10.50%	4.41%	11.50%	4.83%
Long Term Debt	6,010,307,934	5,438,171,656	(435,585,994)		5,002,585,661	39.00%	4.72%	1.84%	4.72%	1.84%	4.72%	1.84%
Short Term Debt *	193,365,644	174,958,684	(14,013,819)	(64,235,638)	96,709,227	0.75%	4.27%	0.03%	4.27%	0.03%	4.27%	0.03%
Customer Deposits												
Active	198,882,419	198,882,419	(15,930,059)		182,952,360	1.43%	2.41%	0.03%	2.41%	0.03%	2.41%	0.03%
Inactive	2,055,062	2,055,062	(164,606)		1,890,456	0.01%						
Investment Tax Credits **	34,602,989	31,309,044	(2,507,788)		28,801,256	0.22%	7.20%	0.02%	7.72%	0.02%	8.24%	0.02%
Deferred Income Taxes	2,890,703,900	2,615,530,550	(209,498,439)	(283,072,953)	2,122,959,157	16.55%						
<b>Total</b>	<b>15,601,645,715</b>	<b>14,135,613,694</b>	<b>(1,132,232,621)</b>	<b>(177,782,983)</b>	<b>12,825,598,090</b>	<b>100.00%</b>		<b>5.92%</b>		<b>6.34%</b>		<b>6.76%</b>
* Daily Weighted Average												
** Cost Rates Calculated Per IRS Ruling												

DUKE ENERGY FLORIDA  
End of Period - Capital Structure  
FPSC Adjusted Basis  
Sep-19

	System Per Books	Retail Per Books	Pro Rata Adjustments	Specific 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	6,670,369,687	6,107,364,008	(383,458,575)	(13,350,028)	5,710,555,405	42.22%	9.50%	4.01%	10.50%	4.43%	11.50%	4.86%
Long Term Debt	5,909,827,240	5,411,014,362	(339,737,382)		5,071,276,980	37.50%	4.80%	1.80%	4.80%	1.80%	4.80%	1.80%
Short Term Debt *	355,530,000	325,521,857	(20,438,302)	(85,796,044)	219,287,511	1.62%	2.00%	0.03%	2.00%	0.03%	2.00%	0.03%
Customer Deposits												
Active	199,389,951	199,389,951	(12,518,950)		186,871,001	1.38%	2.41%	0.03%	2.41%	0.03%	2.41%	0.03%
Inactive	2,196,164	2,196,164	(137,889)		2,058,275	0.02%						
Investment Tax Credits **	41,693,776	38,174,655	(2,396,844)		35,777,811	0.26%	7.29%	0.02%	7.82%	0.02%	8.35%	0.02%
Deferred Income Taxes	3,000,039,312	2,746,824,086	(172,462,825)	(276,040,741)	2,298,320,519	16.99%						
<b>Total</b>	<b>16,179,046,129</b>	<b>14,830,485,083</b>	<b>(931,150,767)</b>	<b>(375,186,813)</b>	<b>13,524,147,503</b>	<b>100.00%</b>		<b>5.90%</b>		<b>6.32%</b>		<b>6.74%</b>

\* Daily Weighted Average

\*\* Cost Rates Calculated Per IRS Ruling

**A. TIMES INTEREST EARNED WITH AFUDC**

EARNINGS BEFORE INTEREST	\$	923,281,380
AFUDC - DEBT	\$	5,492,115
INCOME TAXES		131,454,365
TOTAL	\$	1,060,227,860
INTEREST CHARGES (before deducting AFUDC-Debt)	\$	304,780,812
TIE WITH AFUDC		<b>3.48</b>

**B. TIMES INTEREST EARNED WITHOUT AFUDC**

EARNINGS BEFORE INTEREST	\$	923,281,380
AFUDC - EQUITY		(11,063,161)
INCOME TAXES		131,454,365
TOTAL	\$	1,043,672,584
INTEREST CHARGES (before deducting AFUDC-Debt & CR3 reg asset carrying charge)	\$	304,780,812
TIE WITHOUT AFUDC		<b>3.42</b>

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

AFUDC DEBT	\$	5,492,115
X (1- INCOME TAX RATE)		0.74655
SUBTOTAL	\$	4,100,138
AFUDC -EQUITY	\$	11,063,161
TOTAL	\$	15,163,300
NET INCOME AVAILABLE FOR COMMON STOCKHOLDERS	\$	623,908,203
PERCENT AFUDC TO AVAILABLE NET INCOME		<b>2.43%</b>

**D. PERCENT INTERNALLY GENERATED FUNDS\***

NET INCOME	\$	626,024,166
COMMON DIVIDENDS		-
AFUDC (EQUITY)		(11,063,161)
DEPRECIATION & AMORTIZATION		804,759,062
DEFERRED INCOME TAXES		154,106,676
INVESTMENT TAX CREDITS		-
OTHER - INC NUCLEAR DECOMMISSIONING		(6,565,270)
OTHER FUNDS - INCLUDING CHANGE IN WORKING CAPITAL		(317,820,205)
TOTAL FUNDS PROVIDED	\$	1,249,441,268

CONSTRUCTION EXPENDITURES (EXCLUDING AFUDC EQUITY & DEBT)	\$	1,745,104,787
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PERCENTAGE INTERNALLY GENERATED FUNDS **71.60%**

\*As of September 2019 (updated quarterly)

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

Common Equity	\$	5,389,699,973
Long Term Debt	\$	5,002,585,661
Short Term Debt	\$	96,709,227
TOTAL	\$	10,488,994,861

% LONG TERM DEBT TO TOTAL **47.69%**  
% SHORT TERM DEBT TO TOTAL **0.92%**

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

	Pro Forma	FPSC
FPSC AVERAGE		
EARNED RATE OF RETURN	6.31%	6.39%
LESS RETAIL WEIGHTED AVERAGE COST RATES FOR:		
LONG TERM DEBT	1.84%	1.84%
SHORT TERM DEBT	0.03%	0.03%
CUSTOMER DEPOSITS	0.03%	0.03%
DEFERRED INCOME TAXES		
INVESTMENT TAX CREDITS	0.02%	0.02%
DEFERRED INCOME TAX (FAS 109)		
SUBTOTAL	1.92%	1.92%
TOTAL	4.38%	4.47%
DIVIDED BY COMMON EQUITY RATIO	42.02%	42.02%
JURISDICTIONAL RETURN ON COMMON EQUITY	<b>10.43%</b>	<b>10.63%</b>