



April 2, 2026

VIA ELECTRONIC FILING

Mr. Adam J. Teitzman
Commission Clerk
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, FL 32399-0850

Re: Docket No. 20240019-PU, Proposed Amendment of Rule 25-14.004, Florida
Administrative Code (F.A.C.), Effect of Parent Debt on Federal Corporate
Income Tax

Dear Mr. Teitzman:

Attached for filing in the above docket is Tampa Electric Company's responses to
Staff's First Data Request (Nos. 1-6), propounded by electronic mail on March 19, 2026.

Thank you for your assistance in connection with this matter.

Sincerely,

A handwritten signature in blue ink that reads 'Malcolm N. Means'.

Malcolm N. Means

MNM/bml
Attachment
cc: Zachary Bloom
TEC Regulatory

**TAMPA ELECTRIC COMPANY
DOCKET NO. 20240019-PU
STAFF'S FIRST DATA REQUEST
REQUEST NO. 1
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1. How will the draft amendments to Rule 25-14.004, Florida Administrative Code (F.A.C.), shown in the attachment to this letter, impact the company's customer rates?

ANSWER:

The draft amendment would eliminate the parent debt adjustment, which has reduced customer rates by lowering the income tax expense component of the company's revenue requirement.

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2. If a parent debt adjustment was made in the company's last rate case, what impact did it have on an average bill?

ANSWER:

In the company's 2024 rate case, the company made a parent debt adjustment of approximately \$12.9 million, which reduced the monthly bill for a residential customer using 1,000 kWh per month by \$1.12 and the monthly bill for a small commercial non-demand customer using 1,250 kWh per month by \$1.41.

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3. Has the company now, or in the last 10 years, been a parent company that has invested in the equity of a subsidiary company with which the company filed a consolidated tax return?

ANSWER:

No.

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- 4.** Has the company now, or in the last 10 years, been a subsidiary company that files a consolidated tax return with a parent company?

ANSWER:

Yes.

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5. What are the petition dates of the last 5 general base rate cases the company has filed with the Florida Public Service Commission?
- a. In any of those 5 cases, was an adjustment for parent debt made to the company's income tax calculation? If so, what was the adjustment amount for each applicable case?
 - b. For any affirmative response in question 5(a), if a parent debt adjustment had not been made, how much longer does the company believe it could have waited to bring its next rate case?

ANSWER:

Docket No.	Petition Filed Date
20240026-EI	4/2/2024
20210034-EI	4/9/2021
20130040-EI	4/5/2013
20080317-EI	8/11/2008
19920324-EI	5/22/1992

- a. Yes, a parent debt adjustment was made to the company's income tax calculation in several of the last 5 general base rate cases. Please see the parent debt adjustment for each case in the table below.

Docket No.	Parent debt adjustment
20240026-EI	\$12.9 million
20210034-EI	\$9.7 million
20130040-EI	\$0
20080317-EI	\$9.6 million
19920324-EI	\$0.513 million

- b. It is difficult to look back and determine how much the parent debt adjustment accelerated the company's need for rate relief. In terms of the 2024 rate case, the parent debt adjustment had an earnings impact equivalent to reducing return on equity by 30 basis points in the test year.

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- 6.** Does the current parent debt adjustment in Rule 25-14.004, F.A.C., adversely affect the company? If so, how?

ANSWER:

Yes, in the test year used in the company's last rate case, the parent debt adjustment reduced the company's recoverable income tax expense by \$12.9 million.