

FLORIDA PUBLIC UTILITIES COMPANY
 ELECTRIC DIVISION
 RATE OF RETURN REPORT SUMMARY
 Forecast December 31, 2026

SCHEDULE 1

	(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	\$ 13,110,501	(\$6,079,406)	\$7,031,095	\$ -	\$7,031,095
AVERAGE RATE BASE	\$199,221,560	(\$55,756,467)	\$143,465,093	-	\$143,465,093
AVERAGE RATE OF RETURN	6.58%		4.90%		4.90%
II. YEAR-END RATE OF RETURN (JURISDICTIONAL)					
NET OPERATING INCOME	\$13,110,501	(\$5,908,565)	\$7,201,936	-	\$7,201,936
YEAR-END RATE BASE	\$213,217,811	(\$21,368,446)	\$191,849,365	-	\$191,849,365
YEAR-END RATE OF RETURN	6.15%		3.75%		3.75%
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III. REQUIRED RATES OF RETURN AVERAGE CAPITAL STRUCTURE (FPSC ADJUSTED BASIS)			IV. EARNED RETURN ON EQUITY (FPSC ADJUSTED BASIS)		
LOW	6.16%		A.	INCLUDING ACQ. ADJ.	6.58%
MIDPOINT	6.64%				
HIGH	7.12%				

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.

Joanah Baugh
 Director, Regulatory Affairs

Joanah Baugh
 Signature

3/16/2026

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	246,398,138.21	(84,143,427.42)	\$162,254,711	\$0	30,662,245	\$192,916,956	\$ 6,304,604	\$199,221,560
FPSC ADJUSTMENTS:								
1) ELIM. NON UTILITY PLANT	(\$9,217)	\$2,016	(\$7,202)			(\$7,202)		(\$7,202)
2) ELIM SPP PLANT AND ACC. DEP.	(34,053,423)	911,038	(33,142,386)		(20,971,256)	(\$54,113,642)		(\$54,113,642)
3) ELIMINATE AFUDC			-			\$0		\$0
4) REMOVE STORM COST-INTEREST EARNING			-			\$0	-	\$0
5) MOVE A/D MICHAEL REG ASSET TO WC		-	-			\$0	-	\$0
6) ADJUST STORM 13-MONTH AVG TO ORDER			-			\$0	-	\$0
7) ELIMINATE NET UNDERRECOVERY			-			\$0	(498,061)	(\$498,061)
8) DEFERRED RATE CASE EXPENSE			-		\$0	\$0	(1,137,562)	(\$1,137,562)
TOTAL FPSC ADJUSTMENTS	(34,062,641)	913,053	(33,149,587)	-	(20,971,256)	(54,120,844)	(1,635,623)	(55,756,467)
FPSC ADJUSTED	\$212,335,497	(\$83,230,374)	\$129,105,123	\$0	\$9,690,989	\$138,796,113	\$4,668,981	\$143,465,093
COMP RATE ADJ REVENUES	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
ADJUSTED FOR COMP RATE ADJ REVENUE	\$212,335,497	(\$83,230,374)	\$129,105,123	\$0	\$9,690,989	\$138,796,113	\$4,668,981	\$143,465,093
PROFORMA ADJUSTMENTS								
TOTAL PRO FORMA ADJUSTMENTS	-	-	-	\$0	-	-	-	-
PRO FORMA ADJUSTED	\$212,335,497	(\$83,230,374)	\$129,105,123	\$0	\$9,690,989	\$138,796,113	\$4,668,981	\$143,465,093

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
	OPERATING REVENUES	O & M COST OF SALES 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	113,876,401	63,469,114	19,424,869	6,629,614	8,555,859	2,686,443				100,765,900	13,110,501
FPSC ADJUSTMENTS:											
1) INTEREST SYNCHRONIZATION						\$680,971				\$680,971	(\$680,971)
2) ELIMINATE FUEL AND CONSERVATION REVENUES AND EXPENSES	(63,522,936)	(63,469,114)			(53,822)	\$0				(\$63,522,936)	\$0
3)NON-UTILITY DEPRECIATION EXPENSE				(\$615)		\$156				(\$459)	\$459
4) ELIMINATE REVENUE RELATED TAXES (FRANCHISE & GROSS RECEIPTS)	(6,650,242.00)				(\$6,650,242)	\$0				(\$6,650,242)	\$0
5) ELIMINATE 5% OF ECONOMIC DEVELOPMENT			(\$672)			\$170				(\$502)	\$502
6) ELIMINATE SPP	(\$12,019,371)		(\$3,044,900)	(\$828,029)	(\$913,979)	(\$1,833,068)				(\$6,619,976)	(\$5,399,395)
7) REMOVE STORM SURCHARGE ADJUSTMENT										\$0	\$0
TOTAL FPSC ADJUSTMENTS	<u>(\$82,192,549)</u>	<u>(\$63,469,114)</u>	<u>(\$3,045,572)</u>	<u>(\$828,644)</u>	<u>(\$7,618,042)</u>	<u>(\$1,151,771)</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>(\$76,113,143)</u>	<u>(\$6,079,406)</u>
FPSC ADJUSTED	<u>\$31,683,852</u>	<u>\$0</u>	<u>\$16,379,297</u>	<u>\$5,800,971</u>	<u>\$937,817</u>	<u>\$1,534,672</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$24,652,757</u>	<u>\$7,031,095</u>
COMP RATE ADJ REVENUES - DEFICIT/(SURPLUS)	<u>\$0</u>					<u>\$0</u>				<u>\$0</u>	<u>\$0</u>
ADJUSTED FOR COMP RATE ADJ REVENUES	<u>\$31,683,852</u>	<u>\$0</u>	<u>\$16,379,297</u>	<u>\$5,800,971</u>	<u>\$937,817</u>	<u>\$1,534,672</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$24,652,757</u>	<u>7,031,095</u>
PROFORMA ADJUSTMENTS											
TOTAL PRO FORMA ADJUSTMENTS	<u>-</u>	<u>\$0</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>-</u>
PRO FORMA ADJUSTED	<u>\$31,683,852</u>	<u>\$0</u>	<u>\$16,379,297</u>	<u>\$5,800,971</u>	<u>\$937,817</u>	<u>\$1,534,672</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$24,652,757</u>	<u>\$7,031,095</u>

	(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	264,303,290	(85,423,815)	\$178,879,475	\$0	28,556,388	\$207,435,863	5,781,947	\$213,217,811
FPSC ADJUSTMENTS:								
1) ELIM. NON UTILITY PLANT	(\$7,684)	\$2,384	(\$5,300)			(\$5,300)		(\$5,300)
2) ELIMINATE AFUDC						\$0		\$0
3) ELIMINATION OF UNDER-RECOVERY							(\$1,666,389)	(\$1,666,389)
4) DEFERRED RATE CASE EXPENSE	\$0	\$0	\$0		\$0	\$0	(983,062.00)	(\$983,062)
5) ELIM SPP PLANT AND ACC. DEP.	(43,951,883.20)	1,358,874.12			(18,713,694.94)	(\$18,713,695)		(\$18,713,695)
5) AMORTIZE STORM COSTS			\$0			\$0	\$0	\$0
6) REMOVE STORM COST-INTEREST EARNING			\$0			\$0	-	\$0
8) DEFERRED RATE CASE EXPENSE								\$0
TOTAL FPSC ADJUSTMENTS	(43,959,567)	1,361,259	(5,300)	-	(18,713,695)	-	(2,649,451)	(21,368,446)
FPSC ADJUSTED	\$220,343,723	(\$84,062,557)	\$178,874,175	\$0	\$9,842,693	\$207,435,863	\$3,132,496	\$191,849,365
COMP RATE ADJ REVENUES	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
ADJUSTED FOR COMP RATE ADJ REVENUE	\$220,343,723	(\$84,062,557)	\$178,874,175	\$0	\$9,842,693	\$207,435,863	\$3,132,496	\$191,849,365
PROFORMA ADJUSTMENTS								
TOTAL PRO FORMA ADJUSTMENTS	-	-	-	\$0	-	-	-	-
PRO FORMA ADJUSTED	\$220,343,723	(\$84,062,557)	\$178,874,175	\$0	\$9,842,693	\$207,435,863	\$3,132,496	\$191,849,365

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
	OPERATING REVENUES	O & M COST OF SALES 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	\$ 113,876,401	\$ 63,469,114	\$ 19,424,869	\$ 6,629,614	\$ 8,555,859	\$ 2,686,443				\$ 100,765,900	\$ 13,110,501
FPSC ADJUSTMENTS:											
1) INTEREST SYNCHRONIZATION						\$ 510,130				\$ 510,130	\$ (510,130)
2) ELIMINATE FUEL AND CONSERVATION REVENUES AND EXPENSES	\$ (63,522,936)	\$ (63,469,114)	\$ -	\$ -	\$ (53,822)	\$ -				\$ (63,522,936)	\$ -
3)NON-UTILITY DEPRECIATION EXPENSE	\$ -	\$ -	\$ -	\$ (615)	\$ -	\$ 156				\$ (459)	\$ 459
4) ELIMINATE REVENUE RELATED TAXES (FRANCHISE & GROSS RECEIPTS)	\$ (6,650,242)	\$ -	\$ -	\$ -	\$ (6,650,242)	\$ -				\$ (6,650,242)	\$ -
5) ELIMINATE 5% OF ECONOMIC DEVELOPMENT	\$ -	\$ -	\$ (672)	\$ -	\$ -	\$ 170				\$ (502)	\$ 502
6) ELIMINATE SPP	\$ (12,019,371)	\$ -	\$ (3,044,900)	\$ (828,029)	\$ (913,979)	\$ (1,833,068)				\$ (6,619,976)	\$ (5,399,395)
7) REMOVE STORM SURCHARGE ADJUSTMENT						\$ -				\$ -	\$ -
TOTAL FPSC ADJUSTMENTS	\$ (82,192,549)	\$ (63,469,114)	\$ (3,045,572)	\$ (828,644)	\$ (7,618,042)	\$ (1,322,611)	\$ -	\$ -	\$ -	\$ (76,283,984)	\$ (5,908,565)
FPSC ADJUSTED	\$ 31,683,852	\$ -	\$ 16,379,297	\$ 5,800,971	\$ 937,817	\$ 1,363,832	\$ -	\$ -	\$ -	\$ 24,481,916	\$ 7,201,936
PRO FORMA ADJUSTMENTS										\$ -	\$ -
TOTAL PRO FORMA ADJUSTMENTS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
PRO FORMA ADJUSTED	\$ 31,683,852	\$ 0	\$ 16,379,297	\$ 5,800,971	\$ 937,817	\$ 1,363,832	\$ 0	\$ 0	\$ 0	\$ 24,481,916	\$ 7,201,936

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 (%)	WEIGHTED COST (%)
COMMON EQUITY	\$ 100,524,377	\$ 100,524,377	\$ (31,795,333)		\$ 68,729,044	47.91%	9.20%	4.41%	10.20%	4.89%	11.20%	5.37%
LONG TERM DEBT - CU	\$ 65,733,449	\$ 65,733,449	\$ (20,791,145)		\$ 44,942,304	31.33%	4.56%	1.43%	4.56%	1.43%	4.56%	1.43%
SHORT TERM DEBT	\$ 10,022,262	\$ 10,022,262	\$ (3,169,989)		\$ 6,852,273	4.78%	5.59%	0.27%	5.59%	0.27%	5.59%	0.27%
LONG TERM DEBT - FC	\$ -	\$ -	\$ -		\$ -	0.00%	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%	0.00%
CUSTOMER DEPOSITS	\$ 2,927,523	\$ 2,927,523			\$ 2,927,523	2.04%	2.48%	0.05%	2.48%	0.05%	2.48%	0.05%
DEFERRED INCOME TAXES	\$ 20,013,950	\$ 20,013,950			\$ 20,013,950	13.95%	0.00%	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%	0.00%
TOTAL AVERAGE	\$ 199,221,560	\$ -	\$ 199,221,560	\$ (55,756,467)	\$ -	100.00%		6.16%		6.64%		7.12%

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 (%)	WEIGHTED COST (%)
COMMON EQUITY	\$ 104,962,998	\$ 104,962,998	\$ (11,843,701)		\$ 93,119,297	48.54%	9.20%	4.47%	10.20%	4.95%	11.20%	5.44%
LONG TERM DEBT - CU	\$ 71,204,656	\$ 71,204,656	\$ (8,034,514)		\$ 63,170,142	32.93%	4.14%	1.36%	4.14%	1.36%	4.14%	1.36%
SHORT TERM DEBT	\$ 13,206,944	\$ 13,206,944	\$ (1,490,231)		\$ 11,716,713	6.11%	4.16%	0.25%	4.16%	0.25%	4.16%	0.25%
LONG TERM DEBT - FC	\$ -	\$ -	\$ -		\$ -	0.00%	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%	0.00%
CUSTOMER DEPOSITS	\$ 2,926,126	\$ 2,926,126			\$ 2,926,126	1.53%	3.04%	0.05%	3.04%	0.05%	3.04%	0.05%
DEFERRED INCOME TAXES	\$ 20,917,088	\$ 20,917,088			\$ 20,917,088	10.90%	0.00%	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%	0.00%
TOTAL YEAR-END	\$ 213,217,811	\$ -	\$ 213,217,811	\$ (21,368,446)	\$ -	100.00%		6.13%		6.61%		7.10%

FLORIDA PUBLIC UTILITIES COMPANY
 ELECTRIC DIVISION
 EARNED RETURN ON COMMON EQUITY
 FPSC ADJUSTED BASIS
 For the 12 Months Ending December 31, 2026

SCHEDULE 5

A. FPSC ADJUSTED AVERAGE JURISDICTIONAL RETURN ON COMMON EQUITY
 INCLUDING ACQUISITION ADJUSTMENTS

NET OPERATING INCOME INCLUDING ACQUISITION ADJUSTMENTS	\$7,031,095	(Schedule 2, p. 2 of 2)
RATE BASE INCLUDING ACQUISITION ADJUSTMENTS	<u>\$143,465,093</u>	(Schedule 2, p. 1 of 2)
FPSC ADJUSTED AVERAGE EARNED RATE OF RETURN LESS: RECONCILED AVERAGE JURISDICTIONAL	4.90%	(Schedule 1)
WEIGHTED COST RATES FOR:		
LONG TERM DEBT - CU	1.43%	
SHORT TERM DEBT	0.27%	
LONG TERM DEBT - FC	0.00%	
SHORT TERM DEBT REFINANCED	0.00%	
CUSTOMER DEPOSITS	0.05%	
TAX CREDITS-WEIGHTED COST (MIDPOINT)	0.00%	
SUBTOTAL	<u>1.75%</u>	
TOTAL	3.15%	
DIVIDED BY RECONCILED COMMON EQUITY RATIO	47.91%	
JURISDICTIONAL RETURN ON COMMON EQUITY	<u><u>6.58%</u></u>	

\$0

3/16/2026