

FLORIDA CITY GAS
GAS DIVISION
RATE OF RETURN REPORT SUMMARY
For the Forecasted 12 Months Ending December 31, 2024

SCHEDULE 1
FORECAST

I. AVERAGE RATE OF RETURN (JURISDICTIONAL)	(1) ACTUAL PER BOOKS	(2) FPSC ADJUSTMENTS	(3) FPSC ADJUSTED	(4) PRO FORMA ADJUSTMENTS	(5) PRO FORMA ADJUSTED
NET OPERATING INCOME	\$ 44,313,012	(\$4,747,502)	\$39,565,510		\$39,565,510
AVERAGE RATE BASE	\$987,075,141	(\$488,649,638)	\$498,425,503		\$498,425,503
AVERAGE RATE OF RETURN	4.49%		7.94%		7.94%

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

LOW	7.25%
MIDPOINT	7.71%
HIGH	8.32%

IV. EARNED RETURN ON EQUITY
(FPSC ADJUSTED BASIS)

A. INCLUDING ACQ. ADJ.	10.00%
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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 D Napier
Director, Regulatory Affairs

Michelle D Napier
Signature

3/15/2024
Date

	(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	1,122,353,571.00	(198,239,208.41)	\$924,114,363	\$0	38,779,886	\$962,894,249	24,180,892	\$987,075,141
FPSC ADJUSTMENTS:								
1) ELIMINATIONS OF 1/2 OF D & O PREPAID			-			-	(5,207)	(5,207)
2) REMOVE SAFE CLAUSE PLANT	(21,402,715)	328,983	(21,073,732)		(1,033,877)	(22,107,608)		(22,107,608)
3) INTERCOMPANY ACCOUNTS RECEIVABLE			-			-		-
4) REMOVE LEASES	-	-	-			-		-
5) ELIMINATE UNDER-RECOVERIES			-			-	(2,810,510)	(2,810,510)
6) ACCUM. DEFERRED RETIREMENT BENEFITS			-			-	(36,615)	(36,615)
7) REMOVE UNRECOVERED AEP			-			-	(630,460)	(630,460)
8) REMOVE DEFERRED RATE CASE EXPENSE			-			-	(1,253,632)	(1,253,632)
9) OTHER RATE CASE ADJUSTMENTS (1)		(611,402)	(611,402)			(611,402)		(611,402)
10) TEMPORARY CASH INVESTMENTS			-			-		-
11) REMOVE GOODWILL	(461,194,203)		(461,194,203)			(461,194,203)		(461,194,203)
TOTAL FPSC ADJUSTMENTS	(482,596,918)	(282,419)	(482,879,337)	-	(1,033,877)	(483,913,213)	(4,736,424)	(488,649,638)
FPSC ADJUSTED	\$639,756,653	(\$198,521,627)	\$441,235,026	\$0	\$37,746,009	\$478,981,035	\$19,444,468	\$498,425,503
COMP RATE ADJ REVENUES		\$0	\$0	\$0	\$0	\$0	\$0	\$0
ADJUSTED FOR COMP RATE ADJ REVENUE	\$639,756,653	(\$198,521,627)	\$441,235,026	\$0	\$37,746,009	\$478,981,035	\$19,444,468	\$498,425,503
PROFORMA ADJUSTMENTS								
TOTAL PRO FORMA ADJUSTMENTS								
PRO FORMA ADJUSTED	\$639,756,653	(\$198,521,627)	\$441,235,026	\$0	\$37,746,009	\$478,981,035	\$19,444,468	\$498,425,503

FLORIDA CITY GAS
GAS DIVISION

AVERAGE RATE OF RETURN

For the Forecasted 12 Months Ending December 31, 2024
INCOME STATEMENT

SCHEDULE 2
PAGE 2 OF 2

FORECAST

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
	OPERATING REVENUES	O & M GAS 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	132,810,444	29,809,658	35,700,734	6,466,073	12,092,407	4,428,560				88,497,433	\$44,313,012
FPSC ADJUSTMENTS:											
1) INTEREST SYNC						3,655,174				3,655,174	(3,655,174)
2) ELIMINATE FUEL & SWING REVENUES AND EXP.	(23,455,566)	(23,338,175)			(117,391)	(0)				(23,455,566)	-
3) ELIMINATE CONSERVATION	(6,504,035)	(6,471,483)			(32,552)	0				(6,504,035)	-
4) ELIMINATE SAFE REVENUES AND COSTS	(2,682,570)		(12,287)	(441,201)	(380,138)	(468,615)				(1,302,240)	(1,380,330)
5) ELIMINATE AEP REVENUES AND EXPENSES	(847,388)		(3,488)	(622,625)	(4,241)	(55,007)				(685,361)	(162,027)
6) ELIMINATE REVENUE RELATED TAXES	(6,967,842)				(6,967,842)	-				(6,967,842)	-
7) 5% OF ECONOMIC DEVELOPMENT			(1,771)			449				(1,322)	1,322
8) INDUSTRY ASSOCIATION DUES						-				-	-
9) EXECUTIVE INCENTIVE COMPENSATION			(194,585)			49,318				(145,267)	145,267
10) OTHER RATE CASE ADJUSTMENTS (1)				(397,624)		100,778				(296,846)	296,846
11) REMOVE 1/2 D & O INSURANCE			(8,832)			2,238				(6,594)	6,594
TOTAL FPSC ADJUSTMENTS	<u>(\$40,457,401)</u>	<u>(\$29,809,658)</u>	<u>(\$220,963)</u>	<u>(\$1,461,450)</u>	<u>(\$7,502,163)</u>	<u>\$3,284,335</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>(\$35,709,899)</u>	<u>(\$4,747,502)</u>
FPSC ADJUSTED	<u>\$92,353,044</u>	<u>\$0</u>	<u>\$35,479,771</u>	<u>\$5,004,623</u>	<u>\$4,590,244</u>	<u>\$7,712,895</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$52,787,534</u>	<u>\$39,565,510</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>\$92,353,044</u>	<u>\$0</u>	<u>\$35,479,771</u>	<u>\$5,004,623</u>	<u>\$4,590,244</u>	<u>\$7,712,895</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$52,787,534</u>	<u>\$39,565,510</u>
PROFORMA ADJUSTMENTS											
TOTAL PRO FORMA ADJUSTMENTS											
PRO FORMA ADJUSTED	<u>\$92,353,044</u>	<u>\$0</u>	<u>\$35,479,771</u>	<u>\$5,004,623</u>	<u>\$4,590,244</u>	<u>\$7,712,895</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$52,787,534</u>	<u>\$39,565,510</u>

FLORIDA PUBLIC UTILITIES COMPANY
NATURAL GAS
CAPITAL STRUCTURE
For the Forecasted 12 Months Ending December 31, 2024
FPSC ADJUSTED BASIS

SCHEDULE 4
FORECAST

AVERAGE	ADJUSTMENTS						RATIO (%)	LOW POINT		MIDPOINT		HIGH POINT	
	PER BOOKS	NON-UTILITY	ADJUSTED BOOKS	PRO-RATA	SPECIFIC	BALANCE		COST RATE (%)	WEIGHTED COST (%)	COST RATE (%)	WEIGHTED COST (%)	COST RATE (%)	WEIGHTED COST (%)
COMMON EQUITY	\$ 450,960,548		\$ 450,960,548	\$ (223,247,146)		\$ 227,713,401	45.69%	8.50%	3.88%	9.50%	4.34%	10.50%	4.80%
LONG TERM DEBT - CU	\$ 1,924,572		\$ 1,924,572	\$ (952,756)		\$ 971,817	0.20%	4.25%	0.01%	4.25%	0.01%	4.25%	0.01%
SHORT TERM DEBT	\$ 66,922,604		\$ 66,922,604	\$ (33,129,906)		\$ 33,792,698	6.78%	6.45%	0.44%	6.45%	0.44%	6.45%	0.44%
LONG TERM DEBT - CITY GAS	\$ 430,277,649		\$ 430,277,649	\$ (213,008,117)		\$ 217,269,532	43.59%	6.67%	2.91%	6.67%	2.91%	6.67%	2.91%
CUSTOMER DEPOSITS	\$ 5,726,045		\$ 5,726,045	\$ (2,834,667)		\$ 2,891,378	0.58%	2.34%	0.01%	2.34%	0.01%	2.34%	0.01%
DEFERRED INCOME TAXES	\$ 13,377,470		\$ 13,377,470	\$ (6,622,491)		\$ 6,754,979	1.36%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
FAS 109 DEFERRED INCOME TAX	\$ 17,886,252		\$ 17,886,252	\$ (8,854,554)		\$ 9,031,698	1.81%	0.00%	0.00%	0.00%	0.00%	8.16%	0.15%
TOTAL AVERAGE	\$ 987,075,140	\$ -	\$ 987,075,140	\$ (488,649,638)	\$ -	\$ 498,425,502	100.00%		7.25%		7.71%		8.32%

FLORIDA CITY GAS

FORECAST

RESERVE AMOUNT BALANCE AS OF DECEMBER 31, 2024

	AMOUNT
Total Reserve Amount Available Under Current Settlement Agreement	\$ 25,000,000
Actual Amortization from 5/31/2023 - 12/31/2023 ⁽¹⁾ :	
January, 2024	\$ (9,872,584)
February, 2024	
March, 2024	\$ (2,041,071)
April, 2024	
May, 2024	
June, 2024	\$ (7,874,011)
July, 2024	
August, 2024	
September, 2024	\$ 487,153
October, 2024	
November, 2024	
December, 2024	\$ 1,180,051
Total Reserved Used at 12/31/2024:	\$ (18,120,462)
Remaining Reserve Amount - 12/31/2024	<u>\$ 6,879,538</u>