



June 11, 2015

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, Inc.'s Earnings Surveillance Report for the twelve months ended April 30, 2015.

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 April 30, 2015. The separation factors used for the jurisdictional amounts were developed from the cost of service prepared in compliance with the Stipulation & Settlement Agreement, Order No. PSC-13-0598-FOF-EI.

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
April 2015**

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	\$ 643,303,964 (a)	\$ (25,080,664) (b)	\$ 618,223,301	\$ (6,758,079)	\$ 611,465,222
Average Rate Base	\$ 10,752,450,637	\$ (1,184,390,581)	\$ 9,568,060,056	\$ -	\$ 9,568,060,056
Average Rate of Return	5.98%		6.46%		6.39%
I. YEAR END RATE OF RETURN (Jurisdictional)					
Net Operating Income	\$ 640,750,083	\$ (22,526,782)	\$ 618,223,301		
Average Rate Base	\$ 10,984,112,916	\$ (1,243,985,354)	\$ 9,740,127,562		
Average Rate of Return	5.83%		6.35%		
(a) INCLUDES AFUDC EARNINGS					
(b) INCLUDES REVERSAL OF AFUDC EARNINGS					

III. REQUIRED RATES OF RETURN	Average Capital Structure	End of Period Capital Structure
FPSC Adjusted Basis		
Low Point	6.67%	6.49%
Mid Point	7.16%	6.96%
High Point	7.65%	7.44%
Pro Forma Adjusted Basis		
Low Point	6.67%	6.49%
Mid Point	7.16%	6.96%
High Point	7.65%	7.44%
IV. FINANCIAL INTEGRITY INDICATORS		
A. T.I.E. with AFUDC	4.44	(System Per Books Basis)
B. T.I.E. without AFUDC	4.42	(System Per Books Basis)
C. AFUDC to Net Income	0.44%	(System Per Books Basis)
D. Internally Generated Funds	108.23%	(System Per Books Basis)
E. STD/LTD to Total Investor Funds		
LT Debt-Fixed to Total Investor Funds	44.71%	(FPSC Adjusted Basis)
ST Debt to Total Investor Funds	-1.29%	(FPSC Adjusted Basis)
F. Return on Common Equity		
	9.07%	(FPSC Adjusted Basis)
	8.93%	(Pro Forma Adjusted Basis)
G. Current Allowed AFUDC Rate	7.44%	Docket 100134-EI Order PSC-10-0258-PCO-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
System Per Books	\$13,885,556,716	\$5,131,052,586	\$8,754,504,130	\$121,196,480	\$323,310,694	\$9,199,011,303	\$2,570,016,618	\$11,769,027,921
Regulatory Base - Retail	\$12,593,707,105	\$4,756,719,184	\$7,836,987,921	\$105,060,380	\$282,211,538	\$8,224,259,839	\$2,528,190,798	\$10,752,450,637
FPSC Adjustments								
ARO	(18,683,083)	(29,957,088)	11,274,005	-	-	11,274,005	(10,659,709)	614,296
ECCR	(39,528,191)	(5,422,901)	(34,105,290)	-	(8,043,877)	(42,149,168)	11,051,613	(31,097,554)
ECRC	(117,511,162)	(5,799,518)	(111,711,644)	-	(11,143,988)	(122,855,633)	(88,105)	(122,943,737)
FUEL	(28,969,382)	(28,101,813)	(867,569)	-	-	(867,569)	84,440,997	83,573,428
CCR	-	-	-	-	-	-	(40,762,936)	(40,762,936)
NUCLEAR	-	-	-	-	(14,629,209)	(14,629,209)	(338,001,697)	(352,630,906)
CR3 Removal	-	-	-	-	-	-	(1,301,958,591)	(1,301,958,591)
Derivatives	-	-	-	-	-	-	(14,666,146)	(14,666,146)
Employee Related	-	-	-	-	-	-	(466,325)	(466,325)
Investments Earning a Return	-	-	-	-	-	-	(147,083,504)	(147,083,504)
Jobbing Accounts	-	-	-	-	-	-	(1,147,157)	(1,147,157)
Non-Regulated and Miscellaneous	(31,022,442)	(46,801,629)	15,779,187	-	-	15,779,187	23,883,423	39,662,610
Retention Accounts	-	-	-	-	-	-	3,295,343	3,295,343
CWIP - AFUDC	-	-	-	-	(69,359,184)	(69,359,184)	-	(69,359,184)
Imputed Off Balance Sheet Obligations	-	-	-	-	-	-	771,931,735	771,931,735
Capital Lease	(159,851,543)	-	(159,851,543)	-	-	(159,851,543)	158,499,591	(1,351,953)
Total FPSC Adjustments	(395,565,804)	(116,082,948)	(279,482,856)	-	(103,176,259)	(382,659,115)	(801,731,466)	(1,184,390,581)
FPSC Adjusted	\$12,198,141,301	\$4,640,636,236	\$7,557,505,065	\$105,060,380	\$179,035,279	\$7,841,600,724	\$1,726,459,332	\$9,568,060,056

DUKE ENERGY FLORIDA
Average Rate of Return - Income Statement
April 2015

	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
System Per Books (a)	\$4,946,653,201	\$2,159,470,141	\$819,956,007	\$527,181,679	\$353,741,123	\$ (105,008,029)	\$ 447,262,992	\$ (920,000)		\$4,200,383,914	\$746,269,288
Regulatory Base - Retail (b)	\$4,643,233,919	\$2,096,442,015	\$782,695,544	\$495,813,821	\$340,636,675	\$ (88,279,628)	\$ 376,011,350	\$ (835,940)		\$4,002,483,837	\$640,750,083
FPSC Adjustments											
ECCR	(118,018,152)	-	(99,124,352)	(4,325,982)	-	(5,619,536)	-	-	-	(109,069,870)	(8,948,282)
ECRC	(75,769,546)	-	(51,140,097)	10,100,107	(1,086,148)	(12,977,945)	-	-	-	(55,104,083)	(20,665,463)
FUEL	(1,756,508,080)	(1,751,690,521)	(1,113,330)	-	-	(1,428,910)	-	-	-	(1,754,232,761)	(2,275,329)
CCR	(335,211,755)	(334,986,765)	(224,991)	-	-	1	-	-	-	(335,211,756)	1
NUCLEAR	(171,664,698)	-	(118,091)	(159,655,305)	-	(4,587,070)	-	-	-	(164,360,466)	(7,304,232)
NON-REGULATED AND MISCELLANEOUS	-	-	(3,985,105)	249,828	-	1,440,883	-	-	-	(2,294,394)	2,294,394
CORPORATE AIRCRAFT ALLOCATION	-	-	(2,651,726)	-	-	1,022,903	-	-	-	(1,628,823)	1,628,823
FRANCHISE FEE & GROSS RECEIPTS	-	-	-	-	-	(82,360,339)	-	-	-	(82,360,339)	(131,146,696)
FRANCHISE FEES & GROSS REC TAX - TOI	(213,507,035)	-	-	-	(208,932,410)	80,595,677	-	-	(407,324)	(250,199)	126,336,733
GAIN/LOSS ON DISPOSITION & OTHER	-	-	-	-	-	157,125	-	-	-	(250,199)	250,199
INST./PROMOTIONAL ADVERTISING	-	-	(1,805,288)	-	-	696,390	-	-	-	(1,108,898)	1,108,898
MISCELLANEOUS INTEREST EXPENSE	-	-	136,664	-	-	(52,718)	-	-	-	83,946	(83,946)
REMOVE ASSOC/ORGANIZATION DUES	-	-	(10,577)	-	-	4,080	-	-	-	(6,497)	6,497
REMOVE ECONOMIC DEVELOPMENT	-	-	(36,975)	-	-	14,263	-	-	-	(22,712)	22,712
PARENT DEBT ADJUSTMENT	-	-	-	-	-	(9,082,340)	-	-	-	(9,082,340)	9,082,340
DIRECTORS & OFFICERS PREMIUM	-	-	(1,919,191)	-	-	740,328	-	-	-	(1,178,863)	1,178,863
INTEREST SYNCHRONIZATION - FPSC	-	-	-	-	-	(3,987,708)	-	-	-	(3,987,708)	3,987,708
Total FPSC Adjustments	(2,670,679,276)	(2,086,677,286)	(161,993,060)	(153,631,352)	(210,018,558)	(35,424,914)	-	-	(407,324)	(2,648,152,495)	(22,526,782)
FPSC Adjusted	\$ 1,972,554,643	\$ 9,764,729	\$ 620,702,484	\$ 342,182,469	\$ 130,618,117	\$ (123,704,543)	\$ 376,011,350	\$ (835,940)	\$ (407,324)	\$ 1,354,331,342	\$618,223,301
Pro Forma Adjustments											
Weather Normalization	(11,002,164)	-	-	-	-	(4,244,085)	-	-	-	(4,244,085)	(6,758,079)
Total Pro Forma Adjustments	(11,002,164)	-	-	-	-	(4,244,085)	-	-	-	(4,244,085)	(6,758,079)
Pro Forma Adjusted	\$1,961,552,479	\$9,764,729	\$620,702,484	\$342,182,469	\$130,618,117	\$ (127,948,627)	\$ 376,011,350	\$ (835,940)	\$ (407,324)	\$1,350,087,257	\$611,465,222
Current Month											
System Per Books	\$386,380,683	\$164,390,042	\$68,519,493	\$45,228,088	\$27,064,345	\$28,734,657	\$ (2,772,608)	\$ (12,167)	\$ -	\$329,151,849	\$57,228,834
FPSC Adjusted	\$162,460,452	\$53,606,986	\$53,006,986	\$29,070,974	\$9,732,642	\$28,561,255	\$ (2,755,876)	\$ (11,055)	\$ (28,011)	\$116,385,114	\$44,075,338

(a) The addition of earnings from AFUDC charges would increase the System NOI by 2,925,810 pretax
(b) The addition of earnings from AFUDC charges would increase the Jurisdictional NOI by 2,553,882 pretax

Notes	Rate Base Adjustments	P=ProForma F=FPSC	System	Retail
	ARO	F	\$614,296	\$614,296
	ECCR	F	(31,097,554)	(31,097,554)
	ECRC	F	(159,401,121)	(122,943,737)
	FUEL	F	83,506,972	83,573,428
	CCR	F	(40,762,936)	(40,762,936)
	NUCLEAR	F	(353,693,244)	(352,630,906)
	CR3 Removal	F	(1,301,958,591)	(1,301,958,591)
	Derivatives	F	(14,666,146)	(14,666,146)
	Employee Related	F	(466,325)	(466,325)
	Investments Earning a Return	F	(154,135,294)	(147,083,504)
	Jobbing Accounts	F	(1,267,595)	(1,147,157)
	Non-Regulated and Miscellaneous	F	40,712,367	39,662,610
	Retention Accounts	F	3,698,768	3,295,343
(1)	CWIP - AFUDC	F	(75,122,282)	(69,359,184)
(3)	Imputed Off Balance Sheet Obligations	F	831,061,781	771,931,735
(2)	Capital Lease - EPTS	F	(171,475,894)	(159,851,543)
(2)	Capital Lease - Working Capital	F	170,025,628	158,499,591
	Total		\$(1,174,447,074)	\$(1,184,390,581)

Notes	Income Statement Adjustments (to NOI)	P=ProForma F=FPSC	System		Retail	
			Amount	Income Tax Effect	Amount	Income Tax Effect
	ECCR	F	(14,565,228)	5,619,537	(14,567,818)	5,619,536
	ECRC	F	(32,845,440)	12,670,126	(33,643,408)	12,977,945
	FUEL	F	(3,815,605)	1,471,870	(3,704,239)	1,428,910
	CCR	F	1	(1)	1	(1)
	NUCLEAR	F	(11,882,923)	4,583,838	(11,891,302)	4,587,070
	NON-REGULATED AND MISCELLANEOUS	F	4,025,073	(1,552,672)	3,735,277	(1,440,883)
(2)	CORPORATE AIRCRAFT ALLOCATION	F	2,844,559	(1,097,289)	2,651,726	(1,022,903)
(1)	FRANCHISE FEE & GROSS RECEIPTS	F	(213,507,035)	82,360,339	(213,507,035)	82,360,339
(1)	GAINLOSS ON DISPOSITION & OTHER	F	208,932,410	(80,595,677)	208,932,410	(80,595,677)
(1)	INST/PROMOTIONAL ADVERTISING	F	438,525	(169,161)	407,324	(157,125)
(1)	MISCELLANEOUS INTEREST EXPENSE	F	1,936,568	(747,031)	1,805,288	(696,390)
(1)	REMOVE ASSOCIATION DUES	F	(146,602)	56,552	(136,664)	52,718
(1)	PARENT DEBT ADJUSTMENT	F	11,346	(4,377)	10,577	(4,080)
(2)	DIRECTORS & OFFICERS PREMIUM	F	39,664	(15,300)	36,975	(14,263)
(1)	INTEREST SYNCHRONIZATION - FPSC	F	2,058,754	10,020,344	1,919,191	9,082,340
	Total		\$ (56,475,932)	\$ 35,793,643	\$(57,951,696)	\$35,424,914

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

	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
System Per Books	\$14,184,923,297	\$5,242,999,391	\$8,941,923,906	\$121,654,015	\$411,484,257	\$9,475,062,178	\$2,570,016,618	\$12,045,078,796
Regulatory Base - Retail	\$12,858,010,118	\$4,867,891,279	\$7,990,118,840	\$105,457,000	\$360,346,279	\$8,455,922,118	\$2,528,190,798	\$10,984,112,916
FPSC Adjustments								
ARO	(20,823,344)	(29,572,006)	8,748,662	-	-	8,748,662	(10,659,709)	(1,911,047)
ECCR	(40,039,955)	(7,417,006)	(32,622,949)	-	(8,116,463)	(40,739,412)	11,051,613	(29,687,799)
ECRC	(136,152,222)	(7,354,223)	(128,797,999)	-	(8,587,741)	(137,385,741)	(88,105)	(137,473,845)
FUEL	(28,969,382)	(28,103,369)	(866,013)	-	-	(866,013)	84,440,997	83,574,984
CCR	-	-	-	-	-	-	(40,762,936)	(40,762,936)
NUCLEAR	-	-	-	-	(94,118)	(94,118)	(338,001,697)	(338,095,814)
CR3 Removal	-	-	-	-	-	-	(1,301,958,591)	(1,301,958,591)
Derivatives	-	-	-	-	-	-	(14,666,146)	(14,666,146)
Employee Related	-	-	-	-	-	-	(466,325)	(466,325)
Investments Earning a Return	-	-	-	-	-	-	(147,083,504)	(147,083,504)
Jobbing Accounts	-	-	-	-	-	-	(1,147,157)	(1,147,157)
Non-Regulated and Miscellaneous	(40,202,144)	(47,788,524)	7,586,380	-	-	7,586,380	23,883,423	31,469,804
Retention Accounts	-	-	-	-	-	-	3,295,343	3,295,343
CWIP - AFUDC	-	-	-	-	(122,847,186)	(122,847,186)	-	(122,847,186)
Imputed Off Balance Sheet Obligations	-	-	-	-	-	-	771,931,735	771,931,735
Capital Lease	(156,656,461)	-	(156,656,461)	-	-	(156,656,461)	158,499,591	1,843,130
Total FPSC Adjustments	(422,843,509)	(120,235,128)	(302,608,361)	-	(139,645,508)	(442,253,888)	(801,731,466)	(1,243,985,354)
FPSC Adjusted	\$12,435,166,609	\$4,747,656,150	\$7,687,510,459	\$105,457,000	\$220,700,771	\$8,013,668,230	\$1,726,459,332	\$9,740,127,562

	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
System Per Books (a)	\$4,946,653,201	\$2,159,470,141	\$819,656,007	\$527,181,679	\$353,741,123	\$ (105,008,029)	\$ 447,282,992	\$ (920,000)	\$ -	\$4,200,383,914	\$746,269,288
Regulatory Base - Retail (b)	\$4,643,233,919	\$2,096,442,015	\$782,595,544	\$495,813,821	\$340,638,675	\$ (88,279,628)	\$ 376,011,350	\$ (835,940)	\$ -	\$4,002,463,637	\$840,750,063
FPSC Adjustments											
ECCR	(118,018,152)	-	(99,124,352)	(4,325,982)	-	(5,619,536)	-	-	-	(109,069,870)	(8,948,282)
ECRC	(75,769,546)	-	(51,140,097)	10,100,107	(1,086,148)	(12,977,945)	-	-	-	(55,104,083)	(20,665,463)
FUEL	(1,756,508,090)	(1,751,690,521)	(1,113,330)	-	-	(1,428,910)	-	-	-	(1,754,232,761)	(2,275,329)
CCR	(335,211,755)	(334,986,765)	(224,991)	-	-	1	-	-	-	(335,211,756)	1
NUCLEAR	(171,664,698)	-	(118,091)	(159,655,305)	-	(4,587,070)	-	-	-	(184,360,466)	(7,304,232)
NON-REGULATED AND MISCELLANEOUS	-	-	(3,985,105)	-	-	1,440,883	-	-	-	(2,294,394)	2,294,394
CORPORATE AIRCRAFT ALLOCATION	-	-	(2,651,726)	249,828	-	1,022,903	-	-	-	(1,628,823)	1,628,823
FRANCHISE FEE & GROSS RECEIPTS	-	-	-	-	-	(82,360,339)	-	-	-	(82,360,339)	(131,146,696)
FRANCHISE FEES & GROSS REC TAX - TOI	(213,507,035)	-	-	-	(208,932,410)	80,595,677	-	-	-	(128,336,733)	128,336,733
GAIN/LOSS ON DISPOSITION & OTHER	-	-	-	-	-	157,125	-	-	(407,324)	(250,199)	250,199
INST./PROMOTIONAL ADVERTISING	-	-	(1,805,288)	-	-	696,390	-	-	-	(1,108,898)	1,108,898
MISCELLANEOUS INTEREST EXPENSE	-	-	136,664	-	-	(52,718)	-	-	-	83,946	(83,946)
REMOVE ASSOC/ORGANIZATION DUES	-	-	(10,577)	-	-	4,080	-	-	-	(6,497)	6,497
REMOVE ECONOMIC DEVELOPMENT	-	-	(36,975)	-	-	14,263	-	-	-	(22,712)	22,712
PARENT DEBT ADJUSTMENT	-	-	-	-	-	(9,082,340)	-	-	-	(9,082,340)	9,082,340
DIRECTORS & OFFICERS PREMIUM	-	-	(1,919,191)	-	-	740,328	-	-	-	(1,178,863)	1,178,863
INTEREST SYNCHRONIZATION - FPSC	-	-	-	-	-	(3,987,708)	-	-	-	(3,987,708)	3,987,708
Total FPSC Adjustments	(2,670,679,276)	(2,086,677,286)	(161,993,060)	(153,631,352)	(210,016,558)	(35,424,914)	-	-	(407,324)	(2,646,152,495)	(22,526,762)
FPSC Adjusted	\$1,972,554,643	\$9,764,729	\$620,702,484	\$342,182,469	\$130,618,117	\$(123,704,543)	\$376,011,350	\$(835,940)	\$(407,324)	\$1,354,331,342	\$618,223,301

(a) The addition of earnings from AFUDC charges would increase the System NOI by 2,925,810 pretax
(b) The addition of earnings from AFUDC charges would increase the Jurisdictional NOI by 2,553,882 pretax

Notes	Rate Base Adjustments	P=Pro Forma F=FPSC	System	Retail
	ARO	F	(1,911,047)	(1,911,047)
	ECCR	F	(29,687,799)	(29,687,799)
	ECRC	F	(181,144,813)	(137,473,845)
	FUEL	F	83,508,647	83,574,984
	CCR	F	(40,762,936)	(40,762,936)
	NUCLEAR	F	(338,103,024)	(338,095,814)
	CR3 Removal	F	(1,301,958,591)	(1,301,958,591)
	Derivatives	F	(14,666,146)	(14,666,146)
	Employee Related	F	(466,228)	(466,325)
	Investments Earning a Return	F	(154,135,294)	(147,083,504)
	Jobbing Accounts	F	(1,287,595)	(1,147,157)
	Non-Regulated and Miscellaneous	F	32,582,061	31,469,804
	Retention Accounts	F	3,698,768	3,295,343
(1)	CWIP - AFUDC	F	(131,403,052)	(122,847,186)
(3)	Imputed Off Balance Sheet Obligations	F	831,061,781	771,931,735
(2)	Capital Lease - EPIS	F	(168,048,467)	(156,656,461)
(2)	Capital Lease - Working Capital	F	170,025,628	158,499,591
	Total		(1,242,718,105)	(1,243,985,354)

Notes	Income Statement Adjustments (to NOI)	System		Retail	
		Amount	Income Tax Effect	Amount	Income Tax Effect
	ECCR	(14,565,228)	5,618,537	(14,567,818)	5,619,536
	ECRC	(32,845,440)	12,670,128	(33,643,408)	12,977,945
	FUEL	(3,815,605)	1,471,870	(3,704,239)	1,428,910
	CCR	1	(1)	1	(1)
	NUCLEAR	(11,882,923)	4,583,838	(11,891,302)	4,587,070
	NON-REGULATED AND MISCELLANEOUS	4,025,073	(1,552,672)	3,735,277	(1,440,883)
(2)	CORPORATE AIRCRAFT ALLOCATION	2,844,559	(1,097,289)	2,651,726	(1,022,903)
(1)	FRANCHISE FEE & GROSS RECEIPTS	(213,507,035)	82,360,339	(213,507,035)	82,360,339
(1)	FRANCHISE FEES & GROSS REC TAX - TOI	208,932,410	(80,595,677)	208,932,410	(80,595,677)
(1)	GAINLOSS ON DISPOSITION & OTHER	438,525	(169,161)	407,324	(157,125)
(1)	INST./PROMOTIONAL ADVERTISING	1,936,568	(747,031)	1,805,288	(696,390)
(1)	MISCELLANEOUS INTEREST EXPENSE	(146,602)	56,552	(136,664)	52,718
(1)	REMOVE ASSOC/Organization DUES	11,346	(4,377)	10,577	(4,080)
(1)	REMOVE ECONOMIC DEVELOPMENT	39,664	(15,300)	36,975	(14,263)
(2)	PARENT DEBT ADJUSTMENT		10,020,344		9,082,340
(2)	DIRECTORS & OFFICERS PREMIUM	2,056,754	(794,164)	1,919,191	(740,328)
(1)	INTEREST SYNCHRONIZATION - FPSC		3,987,708		3,987,708
	Total	(58,475,932)	35,793,843	(57,951,696)	35,424,914

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

	System Par		Retail Per		Pro Rata		Specific		Adjusted		Cap		Low-Point		Mid-Point		High-Point		
	Books	Books	Books	Books	Adjustments	Adjustments	Adjustments	Adjustments	Retail	Retail	Ratio	Ratio	Cost Rate	Cost Rate	Weighted Cost	Weighted Cost	Cost Rate	Cost Rate	Weighted Cost
Common Equity	\$5,077,471,972	\$4,630,667,050	\$	(717,978,748)	\$756,012,609	\$4,668,700,912	48.79%	9.50%	4.64%	10.50%	5.12%	5.17%	5.17%	5.12%	5.17%	11.50%	5.61%		
Long Term Debt	4,787,842,274	4,366,524,047	(677,023,727)	8,271,304	-	3,689,500,320	38.56%	5.17%	1.99%	5.17%	1.99%	5.17%	5.17%	1.99%	1.99%	5.17%	1.99%		
Short Term Debt *	(58,493,815)	(53,346,504)	8,271,304		(61,404,954)	(106,480,154)	(1.11%)	0.20%	(0.00%)	0.20%	(0.00%)	0.20%	0.20%	(0.00%)	(0.00%)	0.20%	(0.00%)		
Customer Deposits																			
Active	215,130,444	215,130,444	(33,355,688)		-	181,774,756	1.90%	2.31%	0.04%	2.31%	0.04%	2.31%	2.31%	0.04%	0.04%	2.31%	0.04%		
Inactive	1,556,790	1,556,790	(241,378)		-	1,315,412	0.01%												
Investment Tax Credits **	718,705	655,461	(101,628)		-	553,832	0.01%												
Deferred Income Taxes	1,958,793,567	1,786,424,599	(276,982,751)		(211,845,111)	1,297,596,737	13.56%												
FAS 109 DIT - Net	(213,992,016)	(195,161,250)	30,259,491		-	(164,901,759)	(1.72%)												
Total	\$11,769,027,922	\$10,752,450,637	\$ (1,667,153,125)		\$482,762,544	\$9,568,060,056	100.00%							6.67%		7.16%		7.65%	

* Daily Weighted Average
** Cost Rates Calculated Per IRS Ruling

DUKE ENERGY FLORIDA
End of Period - Capital Structure
Pro Forma Adjusted Basis
April 2015

	System Per		Retail Per		Pro Rata		Specific		Adjusted		Cap		Low-Point		Mid-Point		High-Point	
	Books	Books	Books	Books	Adjustments	Adjustments	Adjustments	Adjustments	Retail	Ratio	Cost Rate	Weighted Cost	Cost Rate	Weighted Cost	Cost Rate	Weighted Cost	Cost Rate	Weighted Cost
Common Equity	\$5,026,468,743	\$4,580,401,425	\$	(737,786,381)	\$759,671,080	\$4,612,286,125	47.35%	9.50%	4.50%	10.50%	4.97%	11.50%	5.45%					
Long Term Debt	4,641,776,609	4,239,082,952	(681,321,170)	(25,517,895)	-	3,557,761,782	36.53%	5.33%	1.95%	5.33%	1.95%	5.33%	1.95%					
Short Term Debt *	173,951,000	158,768,694	(25,517,895)	(26,320,722)	(26,320,722)	106,930,078	1.10%	0.20%	0.00%	0.20%	0.00%	0.20%	0.00%					
Customer Deposits																		
Active	219,488,950	219,488,950	(35,277,080)	-	-	184,211,870	1.89%	2.26%	0.04%	2.26%	0.04%	2.26%	0.04%					
Inactive	1,768,233	1,768,233	(284,197)	-	-	1,484,036	0.02%											
Investment Tax Credits **	376,846	344,153	(55,313)	-	-	288,839	0.00%											
Deferred Income Taxes	2,154,068,916	1,967,194,371	(316,174,792)	(211,928,254)	(211,928,254)	1,439,091,325	14.77%											
FAS 109 DIT - Net	(211,263,894)	(192,935,862)	31,009,369	-	-	(161,926,493)	(1.66%)											
Total	\$12,006,535,402	\$10,984,112,916	\$ (1,765,407,458)	\$521,422,104	\$9,740,127,562	100.00%	6.49%	6.96%	7.44%									

* Daily Weighted Average
** Cost Rates Calculated Per IRS Ruling

	System Per		Retail Per		Pro Rata		Specific		Adjusted		Cap		Low-Point		Mid-Point		High-Point	
	Books	Books	Books	Books	Adjustments	Adjustments	Adjustments	Adjustments	Retail	Ratio	Ratio	Ratio	Cost Rate	Weighted Cost	Cost Rate	Weighted Cost	Cost Rate	Weighted Cost
Common Equity	\$5,077,471,972	\$4,630,667,050	\$	(717,978,748)	\$756,012,609	\$4,688,700,912	48.79%	9.50%	4.64%	10.50%	5.12%	11.50%	5.61%					
Long Term Debt	4,787,842,274	4,366,524,047	(677,023,727)	8,271,304	(61,404,954)	3,689,500,320	38.56%	5.17%	1.99%	5.17%	1.99%	5.17%	1.99%					
Short Term Debt *	(58,493,815)	(53,346,504)				(106,480,154)	(1.11%)	0.20%	(0.00%)	0.20%	(0.00%)	0.20%	(0.00%)					
Customer Deposits																		
Active	215,130,444	215,130,444	(33,355,688)		-	181,774,756	1.90%	2.31%	0.04%	2.31%	0.04%	2.31%	0.04%					
Inactive	1,556,790	1,556,790	(241,378)		-	1,315,412	0.01%											
Investment Tax Credits **	718,705	655,461	(101,628)		-	553,832	0.01%											
Deferred Income Taxes	1,958,793,567	1,786,424,599	(276,982,751)		(211,845,111)	1,297,596,737	13.56%											
FAS 109 DIT - Net	(213,992,016)	(195,161,250)	30,259,491		-	(164,901,759)	(1.72%)											
Total	\$11,769,027,922	\$10,752,450,637	\$(1,667,153,125)	\$482,762,544	100.00%	\$9,568,060,056	100.00%	6.67%	7.16%	7.65%								

* Daily Weighted Average

** Cost Rates Calculated Per IRS Ruling

DUKE ENERGY FLORIDA

End of Period - Capital Structure

FPSC Adjusted Basis

April 2015

	System Per		Retail Per		Pro Rate		Specific		Adjusted		Cap		Low-Point		Mid-Point		High-Point	
	Books	Books	Books	Books	Adjustments	Adjustments	Adjustments	Adjustments	Retail	Ratio	Cost Rate	Weighted Cost	Cost Rate	Weighted Cost	Cost Rate	Weighted Cost	Cost Rate	Weighted Cost
Common Equity	\$5,026,468,743	\$4,590,401,425	\$	(737,786,381)	\$759,671,080	\$4,612,286,125	47.35%	9.50%	4.50%	10.50%	4.97%	11.50%	5.45%					
Long Term Debt	4,641,776,609	4,239,082,952	(681,321,170)	(25,517,895)	-	3,557,761,782	36.53%	5.33%	1.95%	5.33%	1.95%	5.33%	1.95%					
Short Term Debt *	173,851,000	158,768,694	(25,517,895)	(26,320,722)	(26,320,722)	106,930,078	1.10%	0.20%	0.00%	0.20%	0.00%	0.20%	0.00%					
Customer Deposits						0	0	0	0	0	0	0	0					
Active	219,488,950	219,488,950	(35,277,080)	(35,277,080)	-	184,211,870	1.89%	2.26%	0.04%	2.26%	0.04%	2.26%	0.04%					
Inactive	1,768,233	1,768,233	(284,197)	(284,197)	-	1,484,036	0.02%	0.02%	0.00%	0.00%	0.00%	0.00%	0.00%					
Investment Tax Credits **	376,846	344,153	(55,313)	(55,313)	-	288,839	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%					
Deferred Income Taxes	2,154,068,916	1,967,194,371	(316,174,792)	(211,928,254)	(211,928,254)	1,439,091,325	14.77%	14.77%	14.77%	14.77%	14.77%	14.77%	14.77%					
FAS 109 DIT - Net	(211,263,894)	(192,935,862)	31,009,369	31,009,369	-	(161,926,493)	(1.66%)	(1.66%)	(1.66%)	(1.66%)	(1.66%)	(1.66%)	(1.66%)					
Total	\$12,006,535,402	\$10,984,112,916	\$(1,765,407,458)	\$521,422,104	\$521,422,104	\$9,740,127,562	100.00%	100.00%	6.49%	6.49%	6.96%	6.96%	7.44%					

* Daily Weighted Average

** Cost Rates Calculated Per IRS Ruling

A. TIMES INTEREST EARNED WITH AFUDC

EARNINGS BEFORE INTEREST	\$ 764,958,659
AFUDC - DEBT	\$ 1,124,078
INCOME TAXES	\$ 358,187,523
TOTAL	\$ 1,124,270,260
INTEREST CHARGES (before deducting AFUDC-Debt & CR3 reg asset carrying charge)	\$ 253,440,066
TIE WITH AFUDC	<u>4.44</u>

B. TIMES INTEREST EARNED WITHOUT AFUDC

EARNINGS BEFORE INTEREST	\$ 764,958,659
AFUDC - EQUITY	(1,801,732)
INCOME TAXES	358,187,523
TOTAL	\$ 1,121,344,450
INTEREST CHARGES (before deducting AFUDC-Debt & CR3 reg asset carrying charge)	\$ 253,440,066
TIE WITHOUT AFUDC	<u>4.42</u>

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

AFUDC DEBT	\$ 1,124,078
X (1 - INCOME TAX RATE)	0.61425
SUBTOTAL	\$ 690,465
AFUDC - EQUITY	\$ 1,801,732
TOTAL	\$ 2,492,197
NET INCOME AVAILABLE FOR COMMON STOCKHOLDERS	\$ 562,087,117
PERCENT AFUDC TO AVAILABLE NET INCOME	<u>0.44%</u>

D. PERCENT INTERNALLY GENERATED FUNDS*

NET INCOME	\$ 552,781,169
COMMON DIVIDENDS	\$ (350,000,000)
AFUDC (EQUITY)	\$ (2,149,490)
DEPRECIATION & AMORTIZATION	\$ 552,984,056
DEFERRED INCOME TAXES	\$ 380,719,685
INVESTMENT TAX CREDITS	\$ (1,016,750)
DEFERRED FUEL NET	\$ -
OTHER - INC NUCLEAR DECOMMISSIONING	\$ (74,276,499)
OTHER FUNDS - INCLUDING CHANGE IN WORKING CAPITAL	(249,688,859)
TOTAL FUNDS PROVIDED	<u>\$ 809,353,312</u>
CONSTRUCTION EXPENDITURES (EXCLUDING AFUDC EQUITY & DEBT)	<u>\$ 747,827,193</u>
PERCENTAGE INTERNALLY GENERATED FUNDS	108.23%

*Updated quarterly as of March 2015

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

Common Equity	\$ 4,668,700,912
Long Term Debt	\$ 3,689,500,320
Short Term Debt	\$ (106,480,154)
TOTAL	<u>\$ 8,251,721,078</u>
% LONG TERM DEBT TO TOTAL	44.71%
% SHORT TERM DEBT TO TOTAL	-1.29%

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

	Pro Forma	FPSC
FPSC AVERAGE		
EARNED RATE OF RETURN	<u>6.39%</u>	<u>6.46%</u>
LESS RETAIL WEIGHTED AVERAGE COST RATES FOR:		
LONG TERM DEBT	1.99%	1.99%
SHORT TERM DEBT	0.00%	0.00%
CUSTOMER DEPOSITS	0.04%	0.04%
DEFERRED INCOME TAXES		
INVESTMENT TAX CREDITS		
DEFERRED INCOME TAX (FAS 109)		
SUBTOTAL	<u>2.03%</u>	<u>2.03%</u>
TOTAL	<u>4.36%</u>	<u>4.43%</u>
DIVIDED BY COMMON EQUITY RATIO	<u>48.79%</u>	<u>48.79%</u>
JURISDICTIONAL RETURN ON COMMON EQUITY	<u>8.93%</u>	<u>9.07%</u>