



June 14, 2017

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 April 30, 2017.

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, 2017. 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 cursive script 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 2017**

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	\$ 694,237,029 (a)	\$ (39,530,847) (b)	\$ 654,706,182	\$ (12,011,339)	\$ 642,694,843
Average Rate Base	\$ 11,397,764,887	\$ (933,068,440)	\$ 10,464,696,447	\$ -	\$ 10,464,696,447
Average Rate of Return	6.09%		6.26%		6.14%
I. YEAR END RATE OF RETURN (Jurisdictional)					
Net Operating Income	\$ 645,591,614	\$ 9,114,568	\$ 654,706,182		
Average Rate Base	\$ 11,987,580,753	\$ (1,049,781,802)	\$ 10,937,798,951		
Average Rate of Return	5.39%		5.99%		
(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	6.26%	6.09%
Mid Point	6.71%	6.53%
High Point	7.16%	6.97%
Pro Forma Adjusted Basis		
Low Point	6.26%	6.09%
Mid Point	6.71%	6.53%
High Point	7.16%	6.97%
IV. FINANCIAL INTEGRITY INDICATORS		
A. T.I.E. with AFUDC	4.24	(System Per Books Basis)
B. T.I.E. without AFUDC	4.03	(System Per Books Basis)
C. AFUDC to Net Income	8.81%	(System Per Books Basis)
D. Internally Generated Funds	86.27%	(System Per Books Basis)
E. STD/LTD to Total Investor Funds		
LT Debt-Fixed to Total Investor Funds	43.87%	(FPSC Adjusted Basis)
ST Debt to Total Investor Funds	2.04%	(FPSC Adjusted Basis)
F. Return on Common Equity		
	9.50%	(FPSC Adjusted Basis)
	9.24%	(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

DUKE ENERGY FLORIDA
Average Rate of Return - Rate Base
April 2017

	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	\$15,002,341,966	\$5,374,702,123	\$9,627,639,843	\$126,107,859	\$1,249,950,901	\$11,003,698,603	\$1,567,927,876	\$12,571,626,479
Regulatory Base - Retail	\$13,629,159,576	\$4,989,244,919	\$8,639,914,657	\$109,317,858	\$1,122,095,681	\$9,871,328,196	\$1,526,436,691	\$11,397,764,887
FPSC Adjustments								
ARO	(23,088,832)	(22,247,762)	(841,070)			(841,070)	1,462,633	621,563
ECCR	(51,454,252)	(15,010,387)	(36,443,865)			(36,443,865)	(13,714,512)	(50,158,377)
ECRC	(175,464,964)	(14,745,453)	(160,719,511)		(317,413)	(161,036,924)	(10,470,172)	(171,507,096)
FUEL	(27,372,496)	(26,752,695)	(619,801)			(619,801)	(21,836,110)	(22,455,911)
CCR							(150,215,583)	(150,215,583)
NUCLEAR					(794,628)	(794,628)	(236,894,887)	(237,689,515)
CR3 Removal							(195,621,395)	(195,621,395)
Derivatives							(1,284,481)	(1,284,481)
Employee Related							93	93
Investments Earning a Return							(182,019,401)	(182,019,401)
Jobbing Accounts							(659,400)	(659,400)
Non-Regulated and Miscellaneous	(48,098,274)	(37,128,405)	(10,969,869)		(22,209)	(10,992,078)	104,128,147	93,136,069
Retention Accounts							1,469,100	1,469,100
CWIP - AFUDC					(754,600,923)	(754,600,923)		(754,600,923)
Imputed Off Balance Sheet Obligations							740,929,912	740,929,912
Capital Lease	(138,417,193)		(138,417,193)			(138,417,193)	135,404,098	(3,013,095)
Total FPSC Adjustments	(463,896,011)	(115,884,702)	(348,011,309)		(755,735,173)	(1,103,746,482)	170,678,042	(933,068,440)
FPSC Adjusted	\$13,165,263,565	\$4,873,360,217	\$8,291,903,348	\$109,317,858	\$366,360,508	\$8,767,581,714	\$1,697,114,733	\$10,464,696,447

DUKE ENERGY FLORIDA

Average Rate of Return - Income Statement

April 2017

	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	\$4,414,216,036	\$1,774,128,831	\$816,913,276	\$494,628,509	\$333,373,563	\$75,576,830	\$212,365,416	(\$126,031)		\$3,706,860,394	\$707,355,642
Regulatory Base - Retail	\$4,150,034,723	\$1,679,441,128	\$779,501,873	\$461,121,462	\$321,053,481	\$69,145,521	\$194,293,906	(\$114,262)		\$3,504,443,109	\$545,591,614
FPSC Adjustments											
ECCR	(108,683,815)		(97,973,339)	(6,477,923)		(1,632,707)				(106,083,969)	(2,589,846)
ECRC	(66,286,534)		(34,367,709)	(14,827,830)	(1,308,358)	(6,088,152)				(56,592,049)	(9,694,485)
FUEL	(1,271,967,371)	(1,270,278,928)	(876,094)			(313,364)				(1,271,468,386)	(498,985)
CCR	(418,390,719)	(409,162,200)	(301,241)	(6,341,370)		(997,514)				(416,802,325)	(1,588,394)
NUCLEAR	(54,905,989)		(40,393)	(50,682,784)		(1,613,520)				(52,336,697)	(2,569,292)
Non-Regulated and Miscellaneous			(1,899,916)			3,372,340				(5,369,953)	5,369,953
CORPORATE AIRCRAFT ALLOCATION						732,893				(1,167,023)	1,167,023
FRANCHISE FEE & GROSS RECEIPTS						(75,553,231)				(75,553,231)	(120,307,380)
FRANCHISE FEES & GROSS REC TAX - TOI					(195,698,107)	75,490,545				(120,207,562)	120,207,562
GAIN/LOSS ON DISPOSITION & OTHER						66,897			(172,901)	(106,204)	106,204
INST./PROMOTIONAL ADVERTISING			(3,688,490)			1,422,835				(2,265,655)	2,265,655
MISCELLANEOUS INTEREST EXPENSE			119,760			(46,197)				73,563	(73,563)
REMOVE ASSOC./ORGANIZATION DUES			(87,207)			33,640				(53,567)	53,567
PARENT DEBT ADJUSTMENT						(15,547,390)				(15,547,390)	15,547,390
DIRECTORS & OFFICERS PREMIUM						472,527				(752,430)	752,430
INTEREST SYNCHRONIZATION - FPSC			(1,224,957)			(976,728)				(976,728)	976,728
Total FPSC Adjustments	(2,116,095,039)	(1,679,441,128)	(140,339,586)	(87,072,200)	(197,006,465)	(21,177,327)	-	-	(172,901)	(2,125,209,607)	9,114,568
FPSC Adjusted	\$2,033,939,684	-	\$639,162,287	\$374,049,262	\$124,047,016	\$47,968,194	\$194,293,906	(\$114,262)	(\$172,901)	\$1,379,233,502	\$654,706,182
Pro Forma Adjustments											
Weather Normalization	(19,554,480)					(7,543,141)				(7,543,141)	(12,011,339)
Total Pro Forma Adjustments	(19,554,480)					(7,543,141)				(7,543,141)	(12,011,339)
Pro Forma Adjusted	\$2,014,385,204		\$639,162,287	\$374,049,262	\$124,047,016	\$40,425,053	\$194,293,906	(\$114,262)	(\$172,901)	\$1,371,690,361	\$642,694,843
Current Month											
System Per Books	\$344,839,552	\$133,074,201	\$65,365,021	\$41,844,937	\$27,185,776	21,862,793				\$289,332,727	\$55,506,824
FPSC Adjusted	\$165,526,376		\$51,586,847	\$32,521,533	\$11,076,573	5,638,119	15,842,707		(8,092)	\$116,657,686	\$48,868,690

(a) The addition of earnings from AFUDC charges would increase the System NOI by

54,186,231 pretax

(b) The addition of earnings from AFUDC charges would increase the Jurisdictional NOI by

48,645,415 pretax

Notes	Rate Base Adjustments	P=ProForma F=FPSC	System	Retail
	ARO	F	\$621,563	\$621,563
	ECCR	F	(50,158,377)	(50,158,377)
	ECRC	F	(182,742,556)	(171,507,096)
	FUEL	F	(22,503,389)	(22,455,911)
	CCR	F	(152,452,307)	(150,215,583)
	NUCLEAR	F	(233,996,061)	(237,689,515)
	CR3 Removal	F	(195,621,395)	(195,621,395)
	Derivatives	F	(1,284,481)	(1,284,481)
	Employee Related	F	97	93
	Investments Earning a Return	F	(186,536,022)	(182,019,401)
	Jobbing Accounts	F	(692,478)	(659,400)
	Non-Regulated and Miscellaneous	F	93,136,070	93,136,069
	Retention Accounts	F	1,543,358	1,469,100
(1)	CWIP - AFUDC	F	(818,152,406)	(754,600,923)
(3)	Imputed Off Balance Sheet Obligations	F	797,685,215	740,929,912
(2)	Capital Lease - EPIS	F	(148,482,845)	(138,417,193)
(2)	Capital Lease - Working Capital	F	145,250,639	135,404,098
	Total		(\$954,385,375)	(\$933,068,440)

Notes	Income Statement Adjustments (to NOI)	P=ProForma F=FPSC	System		Retail	
			Amount	Income Tax Effect	Amount	Income Tax Effect
	ECCR	F	(4,232,553)	1,632,707	(4,232,553)	1,632,707
	ECRC	F	(13,238,262)	5,106,660	(15,782,637)	6,088,152
	FUEL	F	(856,150)	331,031	(812,349)	313,364
	CCR	F	(2,585,908)	997,514	(2,585,908)	997,514
	NUCLEAR	F	(4,182,812)	1,613,520	(4,182,812)	1,613,520
	Non-Regulated and Miscellaneous	F	8,742,293	(3,372,340)	8,742,293	(3,372,340)
(2)	CORPORATE AIRCRAFT ALLOCATION	F	2,038,077	(786,188)	1,899,916	(732,893)
(1)	FRANCHISE FEE & GROSS RECEIPTS	F	(195,860,611)	75,553,231	(195,860,611)	75,553,231
(1)	FRANCHISE FEES & GROSS REC TAX - TOI	F	195,698,107	(75,490,545)	195,698,107	(75,490,545)
(1)	GAIN/LOSS ON DISPOSITION & OTHER	F	186,146	(71,806)	172,901	(66,697)
(1)	INST./PROMOTIONAL ADVERTISING	F	3,956,716	(1,526,303)	3,688,490	(1,422,835)
(1)	MISCELLANEOUS INTEREST EXPENSE	F	(128,469)	49,557	(119,760)	46,197
(1)	REMOVE ASSOC/Organization DUES	F	93,549	(36,087)	87,207	(33,640)
(2)	PARENT DEBT ADJUSTMENT	F		17,153,091		15,547,390
(2)	DIRECTORS & OFFICERS PREMIUM	F	1,314,036	(506,889)	1,224,957	(472,527)
(1)	INTEREST SYNCHRONIZATION - FPSC	F		1,652,905		976,728
	Total		(\$9,057,841)	\$22,300,058	(\$12,062,759)	\$21,177,327

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	\$15,590,318,348	\$5,535,891,806	\$10,054,426,542	\$130,656,733	\$1,488,020,408	\$11,673,103,663	\$1,567,927,876	\$13,241,031,559
Regulatory Base - Retail	\$14,171,517,574	\$5,147,027,770	\$9,024,489,804	\$113,261,096	\$1,323,393,162	\$10,461,144,062	\$1,526,436,691	\$11,987,580,753
FPSC Adjustments								
ARO	(18,605,135)	(16,318,891)	(2,286,244)			(2,286,244)	1,462,633	(823,611)
ECCR	(51,356,085)	(18,147,904)	(33,208,181)			(33,208,181)	(13,714,512)	(46,922,693)
ECRC	(170,956,075)	(17,111,918)	(153,844,157)		(212,216)	(154,056,373)	(10,470,172)	(164,526,545)
FUEL	(26,662,769)	(26,177,436)	(485,333)			(485,333)	(21,636,110)	(22,321,443)
CCR							(150,215,583)	(150,215,583)
NUCLEAR					(794,626)	(794,626)	(236,894,887)	(237,689,513)
CR3 Removal							(195,621,395)	(195,621,395)
Derivatives							(1,284,481)	(1,284,481)
Employee Related							93	93
Investments Earning a Return							(182,019,401)	(182,019,401)
Jobbing Accounts							(659,400)	(659,400)
Non-Regulated and Miscellaneous	(46,431,813)	(36,090,687)	(10,341,126)		(16,537)	(10,357,663)	104,128,147	93,770,484
Retention Accounts							1,469,100	1,469,100
CWIP - AFUDC					(886,743,849)	(886,743,849)		(886,743,849)
Imputed Off Balance Sheet Obligations							740,929,912	740,929,912
Capital Lease	(132,527,575)		(132,527,575)			(132,527,575)	135,404,098	2,876,523
Total FPSC Adjustments	(446,539,452)	(113,846,836)	(332,692,616)		(887,767,228)	(1,220,459,844)	170,678,042	(1,049,781,802)
FPSC Adjusted	\$13,724,978,122	\$5,033,180,934	\$8,691,797,188	\$113,261,096	\$435,625,934	\$9,240,684,218	\$1,697,114,733	\$10,937,798,951

	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	\$4,414,216,036	\$1,774,128,831	\$816,913,276	\$494,628,509	\$333,373,563	\$75,576,830	\$212,365,416	(\$126,031)		\$3,706,860,394	\$707,355,642
Regulatory Base - Retail	\$4,150,034,723	\$1,679,441,128	\$779,501,873	\$461,121,462	\$321,053,481	\$69,145,521	\$194,293,906	(\$114,262)		\$3,504,443,109	\$645,591,614
FPSC Adjustments											
ECCR	(108,683,815)		(97,973,339)	(6,477,923)		(1,632,707)				(106,083,969)	(2,599,846)
ECRC	(66,286,534)		(34,367,709)	(14,827,830)	(1,308,358)	(6,088,152)				(56,592,049)	(9,694,485)
FUEL	(1,271,967,371)	(1,270,278,926)	(876,094)			(313,364)				(1,271,468,386)	(498,985)
CCR	(418,390,719)	(409,162,200)	(301,241)	(6,341,370)		(997,514)				(416,802,325)	(1,586,394)
NUCLEAR	(54,905,989)		(40,393)	(50,682,784)		(1,613,520)				(52,338,697)	(2,569,292)
Non-Regulated and Miscellaneous				(8,742,293)		3,372,340				(5,369,953)	5,369,953
CORPORATE AIRCRAFT ALLOCATION			(1,899,916)			732,893				(1,167,023)	1,167,023
FRANCHISE FEE & GROSS RECEIPTS					(195,698,107)	(75,553,231)				(75,553,231)	(120,307,980)
FRANCHISE FEES & GROSS REC TAX - TOI						75,490,545				(120,207,562)	120,207,562
GAIN/LOSS ON DISPOSITION & OTHER						66,697			(172,901)	(106,204)	106,204
INST./PROMOTIONAL ADVERTISING			(3,688,490)			1,422,835				(2,265,655)	2,265,655
MISCELLANEOUS INTEREST EXPENSE			119,760			(46,197)				73,563	(73,563)
REMOVE ASSOC/ORGANIZATION DUES			(87,207)			33,640				(53,567)	53,567
PARENT DEBT ADJUSTMENT						(15,547,390)				(15,547,390)	15,547,390
DIRECTORS & OFFICERS PREMIUM						472,527				(752,430)	752,430
INTEREST SYNCHRONIZATION - FPSC			(1,224,957)			(976,728)				(976,728)	976,728
Total FPSC Adjustments	(2,116,095,039)	(1,679,441,128)	(140,339,566)	(87,072,200)	(197,006,465)	(21,177,327)	-	-	(172,901)	(2,125,209,607)	9,114,568
FPSC Adjusted	\$2,033,939,684	\$639,162,287	\$639,162,287	\$374,049,262	\$124,047,016	\$47,968,194	\$194,293,906	(\$114,262)	(\$172,901)	\$1,379,233,502	\$654,706,182

(a) The addition of earnings from AFUDC charges would increase the System NOI by 54,188,231 pretax
(b) The addition of earnings from AFUDC charges would increase the Jurisdictional NOI by 48,645,415 pretax

Notes	Rate Base Adjustments	P=ProForma F=FPSC	System	Retail
	ARO	F	(\$823,611)	(\$823,611)
	ECCR	F	(46,922,693)	(46,922,693)
	ECRC	F	(178,916,773)	(164,526,545)
	FUEL	F	(22,358,620)	(22,321,443)
	CCR	F	(152,452,307)	(150,215,583)
	NUCLEAR	F	(233,996,058)	(237,689,513)
	CR3 Removal	F	(195,621,395)	(195,621,395)
	Derivatives	F	(1,284,481)	(1,284,481)
	Employee Related	F	97	93
	Investments Earning a Return	F	(186,536,022)	(182,019,401)
	Jobbing Accounts	F	(692,478)	(659,400)
	Non-Regulated and Miscellaneous	F	93,770,484	93,770,484
	Retention Accounts	F	1,543,358	1,469,100
(1)	CWIP - AFUDC	F	(964,166,571)	(886,743,849)
(3)	Imputed Off Balance Sheet Obligations	F	797,685,215	740,929,912
(2)	Capital Lease - EPIS	F	(142,164,936)	(132,527,575)
(2)	Capital Lease - Working Capital	F	145,250,639	135,404,098
	Total		(\$1,087,666,152)	(\$1,049,781,802)

Notes	Income Statement Adjustments (to NOI)	P=ProForma F=FPSC	System		Retail	
			Amount	Income Tax Effect	Amount	Income Tax Effect
	ECCR	F	(4,232,553)	1,632,707	(4,232,553)	1,632,707
	ECRC	F	(13,238,262)	5,108,660	(15,782,637)	6,088,152
	FUEL	F	(658,150)	331,031	(812,349)	313,364
	CCR	F	(2,585,908)	997,514	(2,585,908)	997,514
	NUCLEAR	F	(4,182,812)	1,613,520	(4,182,812)	1,613,520
	Non-Regulated and Miscellaneous	F	8,742,293	(3,372,340)	8,742,293	(3,372,340)
(2)	CORPORATE AIRCRAFT ALLOCATION	F	2,038,077	(786,188)	1,899,916	(732,893)
(1)	FRANCHISE FEE & GROSS RECEIPTS	F	(195,860,611)	75,563,231	(195,860,611)	75,563,231
(1)	FRANCHISE FEES & GROSS REC TAX - TOI	F	195,698,107	(75,490,545)	195,698,107	(75,490,545)
(1)	GAINLOSS ON DISPOSITION & OTHER	F	186,146	(71,806)	172,901	(66,697)
(1)	INST./PROMOTIONAL ADVERTISING	F	3,956,716	(1,526,303)	3,688,490	(1,422,835)
(1)	MISCELLANEOUS INTEREST EXPENSE	F	(128,469)	49,557	(119,760)	46,197
(1)	REMOVE ASSOC/ORGANIZATION DUES	F	93,549	(36,087)	87,207	(33,640)
(2)	PARENT DEBT ADJUSTMENT	F		17,153,091		15,547,390
(2)	DIRECTORS & OFFICERS PREMIUM	F	1,314,036	(506,889)	1,224,957	(472,527)
(1)	INTEREST SYNCHRONIZATION - FPSC	F		1,652,905		976,728
	Total		(\$9,057,841)	\$22,300,058	(\$12,062,758)	\$21,177,327

Notes: (1) Docket No. 910890-EI, Order No. PSC 92-0208-FOF-E
 (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
April 2017

	System Per		Retail Per		Pro Rata		Specific		Adjusted		Cap		Low-Point		Mid-Point		High-Point	
	Books		Books		Adjustments		Adjustments		Retail		Ratio		Cost Rate	Weighted Cost	Cost Rate	Weighted Cost	Cost Rate	Weighted Cost
Common Equity	\$4,960,404,122		\$4,489,151,777		(\$494,732,345)		\$707,357,522		\$4,701,776,954		44.93%		9.50%	4.27%	10.50%	4.72%	11.50%	5.17%
Long Term Debt	4,735,305,957		4,285,438,571		(472,281,888)				3,813,156,683		36.44%		5.33%	1.94%	5.33%	1.94%	5.33%	1.94%
Short Term Debt	219,964,101		199,066,893		(21,938,405)		592,722		177,721,209		1.70%		0.37%	0.01%	0.37%	0.01%	0.37%	0.01%
Customer Deposits																		
Active	213,948,836		213,948,836		(23,578,488)				190,370,348		1.82%		2.26%	0.04%	2.26%	0.04%	2.26%	0.04%
Inactive	1,605,694		1,605,694		(176,957)				1,428,737		0.01%							
Investment Tax Credits	2,248,924		2,035,270		(224,299)				1,810,971		0.02%							
Deferred Income Taxes	2,659,085,994		2,406,465,345		(265,207,394)		(384,914,361)		1,756,343,590		16.78%							
FAS 109 DIT - Net	(220,937,149)		(199,947,498)		22,035,453				(177,912,045)		-1.70%							
Total	\$12,571,626,479		\$11,397,764,887		(\$1,256,104,323)		\$323,035,883		\$10,464,696,447		100.00%		6.26%		6.71%		7.16%	

* 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	Retail	Ratio	Ratio	Cost Rate	Cost Rate	Weighted Cost	Weighted Cost	Cost Rate	Cost Rate	Weighted Cost
Common Equity	\$5,026,238,772	\$4,571,772,714			(\$441,425,189)	\$668,493,845			\$4,798,841,370		43.87%	9.50%	10.50%	11.50%					
Long Term Debt	5,566,537,860	5,063,218,652			(488,876,501)				4,574,342,150		41.82%	4.53%	4.53%	4.53%					
Short Term Debt	(218,735,764)	(198,957,957)			19,210,284	(56,542,340)			(236,290,013)		(2.16%)	0.37%	0.37%	0.37%					
Customer Deposits																			
Active	206,913,512	206,913,512			(19,978,429)				186,935,083		1.71%	2.34%	2.34%	2.34%					
Inactive	1,919,776	1,919,776			(185,363)				1,734,413		0.02%								
Investment Tax Credits	2,571,986	2,339,430			(225,883)				2,113,548		0.02%								
Deferred Income Taxes	2,803,368,376	2,549,891,406			(246,203,468)	(504,278,545)			1,799,409,393		16.45%								
FAS 109 DIT - Net	(230,344,207)	(209,516,779)			20,229,786				(189,286,993)		-1.73%								
Total	\$13,159,470,311	\$11,987,580,753			(\$1,157,454,762)	\$107,672,960			\$10,937,798,951		100.00%	6.09%	6.53%	6.97%					

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

	System Per		Retail Per		Pro Rate		Specific		Adjusted		Cap		Low-Point		Mid-Point		High-Point			
	Books		Books		Adjustments		Adjustments		Retail		Ratio		Cost Rate	Weighted Cost	Cost Rate	Weighted Cost	Cost Rate	Weighted Cost		
Common Equity	\$4,960,404,122	\$4,489,151,777			(\$494,732,345)	\$707,357,522	\$4,701,776,954	44.93%	9.50%	4.27%	10.50%	4.72%	11.50%	5.17%						
Long Term Debt	4,735,305,957	4,285,438,571			(472,281,888)	3,813,156,683	36.44%	5.33%	1.94%	5.33%	1.94%	5.33%	5.33%	1.94%						
Short Term Debt	219,964,101	199,066,893			(21,938,405)	592,722	177,721,209	1.70%	0.37%	0.01%	0.37%	0.01%	0.37%	0.01%						
Customer Deposits																				
Active	213,948,836	213,948,836			(23,578,488)	190,370,348	1.82%	2.26%	0.04%	2.26%	0.04%	2.26%	0.04%							
Inactive	1,605,694	1,605,694			(176,957)	1,428,737	0.01%													
Investment Tax Credits	2,248,924	2,035,270			(224,299)	1,810,971	0.02%													
Deferred Income Taxes	2,659,085,994	2,406,465,345			(265,207,394)	1,756,343,590	16.78%													
FAS 109 DIT - Net	(220,937,149)	(199,947,498)			22,035,453	(177,912,045)	-1.70%													
Total	\$12,571,626,479	\$11,397,764,887			(\$1,256,104,323)	\$323,035,883	100.00%							6.26%				6.71%		7.16%

* Daily Weighted Average

** Cost Rates Calculated Per IRS Ruling

DUKE ENERGY FLORIDA
End of Period - Capital Structure
FPSC Adjusted Basis
April 2017

	System Per		Retail Per		Pro Rata Adjustments	Specific Adjustments	Adjusted Retail	Cap Ratio	Low-Point		Mid-Point		High-Point	
	Books		Books						Cost Rate	Weighted Cost	Cost Rate	Weighted Cost	Cost Rate	Weighted Cost
Common Equity	\$5,026,238,772		\$4,571,772,714		(\$441,425,189)	\$668,493,845	\$4,798,841,370	43.87%	9.50%	4.17%	10.50%	11.50%	5.05%	
Long Term Debt	5,566,537,860		5,063,218,652		(488,676,501)		4,574,342,150	41.82%	4.53%	1.89%	4.53%	4.53%	1.89%	
Short Term Debt	(218,735,764)		(198,957,957)		19,210,284	(56,542,340)	(236,290,013)	(2.16%)	0.37%	(0.01%)	0.37%	0.37%	(0.01%)	
Customer Deposits														
Active	206,913,512		206,913,512		(19,978,429)		186,935,083	1.71%	2.34%	0.04%	2.34%	2.34%	0.04%	
Inactive	1,919,776		1,919,776		(185,363)		1,734,413	0.02%						
Investment Tax Credits	2,571,986		2,339,430		(225,863)		2,113,548	0.02%						
Deferred Income Taxes	2,803,368,376		2,549,891,406		(246,203,468)	(504,278,545)	1,799,409,393	16.45%						
FAS 109 DIT - Net	(230,344,207)		(209,516,779)		20,229,786		(189,286,993)	-1.73%						
Total	\$13,158,470,311		\$11,987,580,753		(\$1,157,454,762)	\$107,672,960	\$10,937,798,951	100.00%	6.09%	6.53%	6.97%			

* Daily Weighted Average

** Cost Rates Calculated Per IRS Ruling

A. TIMES INTEREST EARNED WITH AFUDC

EARNINGS BEFORE INTEREST	\$ 736,682,693
AFUDC - DEBT	\$ 19,063,266
INCOME TAXES	\$ 306,287,416
TOTAL	\$ 1,062,033,376
INTEREST CHARGES (before deducting AFUDC-Debt & CR3 reg asset carrying charge)	\$ 250,260,247
TIE WITH AFUDC	4.24

B. TIMES INTEREST EARNED WITHOUT AFUDC

EARNINGS BEFORE INTEREST	\$ 736,682,693
AFUDC - EQUITY (35,124,965)	(35,124,965)
INCOME TAXES	306,287,416
TOTAL	\$ 1,007,845,145
INTEREST CHARGES (before deducting AFUDC-Debt & CR3 reg asset carrying charge)	\$ 250,260,247
TIE WITHOUT AFUDC	4.03

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

AFUDC DEBT	\$ 19,063,266
X (1- INCOME TAX RATE)	0.61425
SUBTOTAL	\$ 11,709,611
AFUDC - EQUITY	\$ 35,124,965
TOTAL	\$ 46,834,576
NET INCOME AVAILABLE FOR COMMON STOCKHOLDERS	\$ 531,704,569
PERCENT AFUDC TO AVAILABLE NET INCOME	8.81%

D. PERCENT INTERNALLY GENERATED FUNDS*

NET INCOME	\$ 531,041,649
COMMON DIVIDENDS	\$ (775,000,000)
AFUDC (EQUITY)	\$ (33,286,200)
DEPRECIATION & AMORTIZATION	\$ 490,119,369
DEFERRED INCOME TAXES	\$ 241,221,797
INVESTMENT TAX CREDITS	\$ (138,198)
OTHER - INC NUCLEAR DECOMMISSIONING	\$ 36,683,592
OTHER FUNDS - INCLUDING CHANGE IN WORKING CAPITAL	993,400,596
TOTAL FUNDS PROVIDED	\$ 1,484,042,605

CONSTRUCTION EXPENDITURES (EXCLUDING AFUDC EQUITY & DEBT)	\$ 1,720,191,889
PERCENTAGE INTERNALLY GENERATED FUNDS	86.27%
*Updated quarterly as of March 2017	

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

Common Equity	\$ 4,701,776,954
Long Term Debt	\$ 3,813,156,683
Short Term Debt	\$ 177,721,209
TOTAL	\$ 8,692,654,847
% LONG TERM DEBT TO TOTAL	43.87%
% SHORT TERM DEBT TO TOTAL	2.04%

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

	Pro Forma	FPSC
FPSC AVERAGE		
EARNED RATE OF RETURN	6.14%	6.26%
LESS RETAIL WEIGHTED AVERAGE COST RATES FOR:		
LONG TERM DEBT	1.94%	1.94%
SHORT TERM DEBT	0.01%	0.01%
CUSTOMER DEPOSITS	0.04%	0.04%
DEFERRED INCOME TAXES		
INVESTMENT TAX CREDITS		
DEFERRED INCOME TAX (FAS 109)		
SUBTOTAL	1.99%	1.99%
TOTAL	4.15%	4.27%
DIVIDED BY COMMON EQUITY RATIO	44.93%	44.93%
JURISDICTIONAL RETURN ON COMMON EQUITY	9.24%	9.50%