

**INVESTOR-OWNED NATURAL GAS UTILITY
EARNINGS SURVEILLANCE REPORT**

SEBRING GAS SYSTEM, INC.
EARNINGS SURVEILLANCE REPORT SUMMARY
 June 2026

SCHEDULE 1

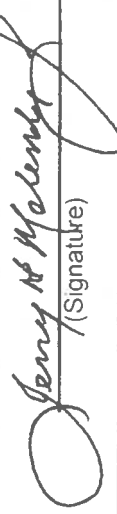
I. AVERAGE RATE OF RETURN (JURISDICTIONAL)	(1) ACTUAL PER BOOKS	(2) FPSC ADJUSTMENTS	(3) FPSC ADJUSTED	(4) PRO FORMA ADJUSTMENTS	(5) PRO FORMA ADJUSTED
NET OPERATING INCOME	\$ 249,383	\$ 705	\$ 250,088	\$	\$ 250,088
AVERAGE RATE BASE	\$ 4,806,912	\$ 0	\$ 4,806,912	\$	\$ 4,806,912
AVERAGE RATE OF RETURN	5.19%		5.20%		5.20%
II. YEAR END RATE BASE (JURISDICTIONAL)	\$ 4,822,376	\$ 0	\$ 4,822,376		

III. REQUIRED RATES OF RETURN AVERAGE CAPITAL STRUCTURE (FPSC ADJUSTED BASIS)	IV. EARNED RETURN ON EQUITY (FPSC ADJUSTED BASIS)
LOW	A. INCLUDING FLEX RATE REVENUES 5.25%
MIDPOINT	B. EXCLUDING FLEX RATE REVENUES 5.25%
HIGH	

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 or s. 775.083.

Jerry H. Melendy, Jr. - President
 (Name and Title of Chief
 Financial Officer)


 (Signature)

09/14/2026
 (Date)

PSC/AFA13

SEBRING GAS SYSTEM, INC.
AVERAGE RATE OF RETURN
RATE BASE
June 2026

SCHEDULE 2
PAGE 1 OF 2

	(1) PLANT IN SERVICE	(2) ACCUMULATED DEPRECIATION & AMORTIZATION	(3) NET PLANT IN SERVICE	(4) PROPERTY HELD FOR FUTURE USE	(5) CONSTRUCTION WORK IN PROGRESS	(7) NET UTILITY PLANT	(8) WORKING CAPITAL	(9) TOTAL RATE BASE
PER BOOKS	8,764,335	(4,368,640)	4,395,695	0	34,317	4,430,012	376,900	4,806,912

FPSC ADJUSTMENTS:

TOTAL FPSC ADJUSTMENTS	0	0	0	0	0	0	0	0
FPSC ADJUSTED	8,764,335	(4,368,640)	4,395,695	0	34,317	4,430,012	376,900	4,806,912
FLEX RATE REVENUES ADJUSTED FOR								
FLEX RATE REVENUES	8,764,335	(4,368,640)	4,395,695	0	34,317	4,430,012	376,900	4,806,912

PRO FORMA REVENUE INCREASE AND
ANNUALIZATION ADJUSTMENTS:

TOTAL PRO FORMA ADJUSTME	0	0	0	0	0	0	0	0
PRO FORMA ADJUSTED	8,764,335	(4,368,640)	4,395,695	0	34,317	4,430,012	376,900	4,806,912

SEBRING GAS SYSTEM, INC.
AVERAGE RATE OF RETURN
INCOME STATEMENT
June 2026

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
OPERATING REVENUES	O & M GAS EXPENSE	O & M OTHER	DEPRECIATION & TAXES AMORTIZATION	OTHER INCOME THAN INCOME	INCOME TAXES CURRENT	DEFERRED INCOME TAXES (NET)	INVESTMENT TAX CREDIT (NET)	GAIN/LOSS ON DISPOSITION	TOTAL OPERATING EXPENSES	NET OPERATING INCOME
1,280,260	0	620,216	310,984	41,694	56,032	1,951	0	0	1,030,877	249,383

PER BOOKS, as adjusted
July 2025 through June 2026

FPSC ADJUSTMENTS:

Disallowed lobbying expenses

(705)

(705)

705

TOTAL FPSC ADJUSTMENTS

FPSC ADJUSTED

FLEX RATE REVENUES
ADJUSTED FOR

FLEX RATE REVENUES

PRO FORMA REVENUE INCREASE
AND ANNUALIZATION
ADJUSTMENTS:

0	0	(705)	0	0	0	0	0	0	(705)	705
1,280,260	0	619,511	310,984	41,694	56,032	1,951	0	0	1,030,172	250,088
0	0	0	0	0	0	0	0	0	0	0
1,280,260	0	619,511	310,984	41,694	56,032	1,951	0	0	1,030,172	250,088

TOTAL PRO FORMA ADJUSTMENTS

PRO FORMA ADJUSTED

0	0	0	0	0	0	0	0	0	0	0
1,280,260	0	619,511	310,984	41,694	56,032	1,951	0	0	1,030,172	250,088

PER BOOKS
CURRENT MONTH AMOUNT

109,275	0	60,870	26,333	3,604	4,669	163	0	0	95,639	13,636
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Sebring Gas System, Inc.
Schedule 2 Worksheet - Average Rate of Return
June-26

13 Month Average	(1) Plant in Service	(2) Accumulated Depreciation Amortization	(3) Net Plant in Service	(4) Property Held for Future Use	(5) Construction Work in Progress	(6) Net Utility Plant	(7) Working Capital	(8) Total Rate Base
Jun-25	8,607,803	(4,216,306)	4,401,297	0	34,317	4,145,241	424,217	4,614,644
Jul-25	8,617,737	(4,241,599)	4,390,018	0	34,317	4,424,335	400,627	4,662,282
Aug-25	8,629,631	(4,266,919)	4,384,152	0	34,317	4,418,469	376,746	4,687,810
Sep-25	8,709,610	(4,292,496)	4,412,661	0	34,317	4,446,978	330,134	4,616,085
Oct-25	8,734,105	(4,318,347)	4,394,267	0	34,317	4,428,584	343,576	4,643,469
Nov-25	8,745,244	(4,344,244)	4,391,541	0	34,317	4,425,858	358,876	4,669,700
Dec-25	8,774,066	(4,366,699)	4,391,497	0	34,317	4,425,814	353,002	4,657,629
Jan-26	8,798,987	(4,392,722)	4,406,265	0	34,317	4,440,582	338,358	4,778,940
Feb-26	8,813,854	(4,418,798)	4,395,056	0	34,317	4,429,373	396,815	4,826,188
Mar-26	8,822,664	(4,444,164)	4,378,500	0	34,317	4,412,817	422,086	4,834,903
Apr-26	8,881,469	(4,470,368)	4,411,101	0	34,317	4,445,418	372,562	4,817,980
May-26	8,894,563	(4,496,663)	4,397,900	0	34,317	4,432,217	378,271	4,810,488
Jun-26	8,906,619	(4,522,996)	4,383,623	0	34,317	4,417,940	404,436	4,822,376
Thirteen month totals	113,936,352	(56,792,321)	57,137,878	0	446,121	57,293,626	4,899,705	61,442,492
Thirteen month averages	8,764,335	(4,368,640)	4,395,221	0	34,317	4,407,202	376,900	4,726,346

SEBRING GAS SYSTEM, INC.
YEAR END RATE BASE
June 2026

SCHEDULE 3

	(1) PLANT IN SERVICE	(2) ACCUMULATED DEPRECIATION & AMORTIZATION	(3) NET PLANT IN SERVICE	(4) PROPERTY HELD FOR FUTURE USE	(5) CONSTRUCTION WORK IN PROGRESS	(7) NET UTILITY PLANT	(8) WORKING CAPITAL	(9) TOTAL RATE BASE
PER BOOKS	8,906,619	(4,522,996)	4,383,623	0	34,317	4,417,940	404,436	4,822,376

FPSC ADJUSTMENTS

TOTAL FPSC ADJUSTMENTS	0	0	0	0	0	0	0	0
FPSC ADJUSTED	8,906,619	(4,522,996)	4,383,623	0	34,317	4,417,940	404,436	4,822,376

SEBRING GAS SYSTEM, INC.
CAPITAL STRUCTURE
FPSC ADJUSTED BASIS
June 2026

AVERAGE	PER BOOKS	ADJUSTMENTS		ADJUSTED	RATIO (%)	LOW POINT		MIDPOINT		HIGH POINT	
		SPECIFIC	PRO RATA			COST RATE (%)	WEIGHTED COST (%)	COST RATE (%)	WEIGHTED COST (%)	COST RATE (%)	WEIGHTED COST (%)
LONG TERM DEBT	347,538		6,499	354,038	7.3652%	7.8019%	0.5746%	7.8019%	0.5746%	7.8019%	0.5746%
SHORT TERM DEBT	504,140		9,428	513,567	10.6839%	7.9004%	0.8441%	7.9004%	0.8441%	7.9004%	0.8441%
PREFERRED STOCK	0	0	0	0	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
CUSTOMER DEPOSITS	192,687		3,603	196,291	4.0835%	2.8630%	0.1169%	2.8630%	0.1169%	2.8630%	0.1169%
COMMON EQUITY	3,295,943	0	61,636	3,357,579	69.8490%	10.5000%	7.3341%	11.5000%	8.0326%	12.5000%	8.7311%
DEFERRED INCOME TAXES	378,363		7,076	385,438	8.0184%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
TAX CREDITS - ZERO COST	0		0	0	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
TAX CREDITS - WEIGHTED COST	0		0	0	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
TOTAL	4,718,671	0	88,241	4,806,912	100.0000%	8.8697%	8.8697%	9.5882%	9.5882%	10.2667%	10.2667%

YEAR END	PER BOOKS	ADJUSTMENTS		ADJUSTED	RATIO (%)	LOW POINT		MIDPOINT		HIGH POINT	
		SPECIFIC	PRO RATA			COST RATE (%)	WEIGHTED COST (%)	COST RATE (%)	WEIGHTED COST (%)	COST RATE (%)	WEIGHTED COST (%)
LONG TERM DEBT	273,500		7,194	280,694	5.8207%	7.7860%	0.4532%	7.7860%	0.4532%	7.7860%	0.4532%
SHORT TERM DEBT	491,249		12,922	504,171	10.4548%	7.7860%	0.8140%	7.7860%	0.8140%	7.7860%	0.8140%
PREFERRED STOCK	0	0	0	0	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
CUSTOMER DEPOSITS	201,845		5,309	207,154	4.2957%	2.8630%	0.1230%	2.8630%	0.1230%	2.8630%	0.1230%
COMMON EQUITY	3,355,061	88,252	9,920	3,443,313	71.4028%	10.5000%	7.4973%	11.5000%	8.2113%	12.5000%	8.9254%
DEFERRED INCOME TAXES	377,123		9,920	387,043	8.0260%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
TAX CREDITS - ZERO COST	0		0	0	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
TAX CREDITS - WEIGHTED COST	0		0	0	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
TOTAL	4,698,778	0	123,598	4,822,376	100.0000%	8.8875%	8.8875%	9.6015%	9.6015%	10.3156%	10.3156%

Sebring Gas System, Inc.
Schedule 4 Worksheet - Capital Structure
06/30/26

13 Month Average	Jun-25	Jul-25	Aug-25	Sep-25	Oct-25	Nov-25	Dec-25	Jan-26	Feb-26	Mar-26	Apr-26	May-26	Jun-26	Average Per Books
Long-term Debt	423,500	411,000	398,500	386,000	361,000	361,000	348,500	336,000	323,500	311,000	298,500	286,000	273,500	347,538
Short-term Debt	507,567	507,567	488,737	488,704	511,249	511,249	511,249	511,249	511,249	511,249	511,249	491,249	491,249	504,140
Preferred Stock	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Customer Deposits	188,795	189,645	191,345	191,345	191,345	191,645	192,745	192,845	192,345	194,045	194,045	192,945	201,845	192,687
Common Stock:														
Paid-in Capital	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800
Current Year Profit (Loss)	562,519	562,519	562,519	562,519	562,519	562,519	562,519	562,519	562,519	562,519	562,519	562,519	562,519	562,519
Retained Earnings (Deficit)	139,220	145,850	129,011	145,840	157,098	154,470	196,448	11,678	68,243	84,784	85,666	63,771	64,623	111,285
Common Equity	2,529,671	2,529,671	2,529,671	2,529,671	2,529,671	2,529,671	2,529,671	2,726,119	2,726,119	2,726,119	2,726,119	2,726,119	2,726,119	2,620,339
	3,233,211	3,239,840	3,223,001	3,239,830	3,251,088	3,248,460	3,290,438	3,302,116	3,358,681	3,375,222	3,376,104	3,354,209	3,353,061	3,295,943
Deferred Income Taxes	376,280	376,280	376,280	376,280	376,280	376,280	376,280	381,526	381,526	381,526	381,526	381,526	377,123	378,363
Tax Crs=Zero Crs	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Tx Crs=Weighted Cst	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total	4,729,353	4,724,334	4,677,863	4,682,158	4,690,961	4,688,634	4,719,212	4,723,736	4,767,301	4,773,042	4,761,424	4,705,929	4,698,778	4,718,671

Sebring Gas System, Inc.
Schedule 4 Worksheet - Average Interest Rates
06/30/26

13 Month Average	Jun-25	Jul-25	Aug-25	Sep-25	Oct-25	Nov-25	Dec-25	Jan-26	Feb-26	Mar-26	Apr-26	May-26	Jun-26	Average Per Books
HNB Credit Line	357,567	357,567	338,737	338,704	361,249	361,249	361,249	361,249	361,249	361,249	361,249	341,249	341,249	354,140
Interest Rate	8.00%	8.00%	8.00%	7.75%	7.75%	6.820	7.25%	7.25%	7.25%	7.25%	7.25%	7.25%	7.25%	7.66%
Book Interest	7349		6170				958	2,257.81	2255	2037	2255	2,183	2187	27,123.11
Ford Credit 289 Balance														-
Ford Credit 289 Interest Rate														#DIV/0!
Book Interest														0
Heartland National Balance#224.13	573,500	561,000	548,500	536,000	511,000	511,000	498,500	486,000	473,500	461,000	448,500	436,000	423,500	497,538
Interest Rate	8.00%	8.00%	8.00%	7.75%	7.75%	7.50%	7.25%	7.25%	7.25%	7.25%	7.25%	7.25%	7.25%	8.00%
Book Interest	4,031	3,809	3,845	3,770	3,445	3,453	4,458	3,082	3,027	2,657	2,860	2,707	2,707	39,821
Note Payable Ally 69841 Balance														-
Ally 69841 Interest Rate	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%							#DIV/0!
Book Interest														0
Total Debt	931,067	918,567	887,237	874,704	872,249	872,249	859,749	847,249	834,749	822,249	809,749	777,249	764,749	851,678
	14.87%	4.88%	13.29%	5.24%	4.65%	14.33%	7.42%	7.42%	8.25%	6.72%	7.69%	7.41%	7.79%	7.86%
	11,380	3,809	10,015	3,770	3,445	10,273	5,416	5,340	5,282	4,694	5,115	4,890	4,894	66,944
Long-term Portion	423,500	411,000	398,500	386,000	361,000	361,000	348,500	336,000	323,500	311,000	298,500	286,000	273,500	347,538
	14.87%	4.88%	13.29%	5.24%	4.65%	14.33%	7.42%	7.42%	8.25%	6.72%	7.69%	7.41%	7.79%	7.80%
	5,176	1,704	4,498	1,664	1,426	4,252	2,195	2,118	2,047	1,775	1,886	1,799	1,750	27,115
Short-term Portion	507,567	507,567	488,737	488,704	511,249	511,249	511,249	511,249	511,249	511,249	511,249	491,249	491,249	504,140
	14.87%	4.88%	13.29%	5.24%	4.65%	14.33%	7.42%	7.42%	8.25%	6.72%	7.69%	7.41%	7.79%	7.90%
	6,204	2,105	5,517	2,106	2,019	6,021	3,221	3,222	3,235	2,919	3,229	3,091	3,144	39,829
Customer Deposits														
Residential	26,680	27,030	27,130	26,930	26,930	27,230	27,330	27,430	27,580	27,730	27,730	27,630	27,830	27,322
	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%
	37	45	45	45	45	45	46	46	46	46	46	46	46	548
Commercial	162,115	162,615	164,215	164,415	164,415	164,415	165,415	165,415	164,765	166,315	166,315	165,315	174,015	165,365
	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%
	385	407	411	411	411	411	414	414	412	416	416	413	435	4,969
Total	188,795	189,645	191,345	191,345	191,345	191,645	192,745	192,845	192,345	194,045	194,045	192,945	201,845	192,687
	2.86%	2.86%	2.86%	2.86%	2.86%	2.86%	2.86%	2.86%	2.86%	2.86%	2.86%	2.86%	2.86%	2.86%
	421	452	456	456	456	456	459	459	458	462	462	459	481	5,517

SEBRING GAS SYSTEM, INC.
EARNED RETURN ON COMMON EQUITY
FPSC ADJUSTED BASIS
June 2026

SCHEDULE 5

A. FPSC ADJUSTED AVERAGE JURISDICTIONAL RETURN ON COMMON EQUITY
INCLUDING FLEX RATE REVENUES

FPSC ADJUSTED AVERAGE EARNED RATE OF RETURN	5.20%	(Schedule 1)
LESS: RECONCILED AVERAGE JURISDICTIONAL		
WEIGHTED COST RATES FOR:		
LONG TERM DEBT	0.57%	
SHORT TERM DEBT	0.84%	
PREFERRED STOCK	0.00%	
CUSTOMER DEPOSITS	0.12%	
TAX CREDITS-WEIGHTED COST(MIDPOINT)	0.00%	
SUBTOTAL	<u>1.54%</u>	
TOTAL	3.67%	
DIVIDED BY RECONCILED COMMON EQUITY RATIO	<u>69.85%</u>	
JURISDICTIONAL RETURN ON COMMON EQUITY	<u><u>5.25%</u></u>	

B. FPSC ADJUSTED AVERAGE JURISDICTIONAL RETURN ON COMMON EQUITY
EXCLUDING FLEX RATE REVENUES

NET OPERATING REVENUE EXCLUDING FLEX RATE REVENUES	\$ 250,088	(Schedule 2, p. 2 of 2)
RATE BASE EXCLUDING FLEX RATE REVENUES	\$ 4,806,912	(Schedule 2, p. 1 of 2)
FPSC ADJUSTED AVERAGE EARNED RATE OF RETURN	<u>5.2027%</u>	
LESS: RECONCILED AVERAGE JURISDICTIONAL		
WEIGHTED COST RATES FOR:		
LONG TERM DEBT	0.57%	
SHORT TERM DEBT	0.84%	
PREFERRED STOCK	0.00%	
CUSTOMER DEPOSITS	0.12%	
TAX CREDITS-WEIGHTED COST(MIDPOINT)	0.00%	
SUBTOTAL	<u>1.54%</u>	
TOTAL	3.67%	
DIVIDED BY RECONCILED COMMON EQUITY RATIO	<u>69.85%</u>	
JURISDICTIONAL RETURN ON COMMON EQUITY	<u><u>5.25%</u></u>	