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COMMISSION
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May 20, 2010

VIA HAND DELIVERY

Ms. Ann Cole, Commission Clerk
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0850

Re: Review of Progress Energy Florida, Inc.'s current allowance for funds used during construction rate; Docket No. 100134-EI

Dear Ms. Cole:

Pursuant to Order No. PSC-10-0258-PCO-EI and consistent with Rule 25-6.0141(4), F.A.C., please find enclosed for approval Progress Energy Florida, Inc.'s revised AFUDC Schedules for the period ending March 31, 2010 with an effective date of April 1, 2010. The AFUDC Schedules include the appropriate rate case adjustments consistent with the determinations reflected in Order No. PSC-10-0131-FOF-EI.

Thank you for your assistance in this matter. Should have any questions, please feel free to contact me at (727) 820-5184.

Sincerely,

John T. Burnett
John T. Burnett

COM _____ JTB/lms
APA _____ Enclosures
ECR 6
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DOCUMENT NUMBER-DATE

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PROGRESS ENERGY FLORIDA, INC.
Capital Structure Used for AFUDC Calculation
As of March 2010

SCHEDULE A

	Jurisdictional Average Balance	Capital Ratio	Cost Rates	AFUDC Weighted Average Cost of Capital
Long Term Debt	\$ 2,691,144,883	45.2906%	5.42%	2.46%
Short Term Debt	(0)	0.0000%	0.65%	0.00%
Customer Deposits	153,511,173	2.5835%	6.25%	0.16%
Preferred Stock	21,753,923	0.3661%	4.51%	0.02%
Common Equity	2,718,118,210	45.7446%	10.5%	4.80%
Deferred Income Taxes	465,067,656	7.8269%	-	0.00%
Deferred Taxes - FAS 109	(112,980,911)	-1.9014%	-	0.00%
Tax Credits - Weighted Cost	5,332,545	0.0897%	-	0.00%
Total	\$ 5,941,947,478	100.00%		7.44%

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PROGRESS ENERGY FLORIDA, INC.
Capital Structure Adjustments
As of March 2010

SCHEDULE B

	<u>13 Month Average Unadjusted Balance</u>	+	<u>Specific Adjustments</u>	+	<u>Prorata FPSC Adjustments</u>	=	<u>System Adjusted Balance</u>	x	<u>Jurisdictional Allocation %</u>	=	<u>Adjusted Average Balance</u>
Long Term Debt	\$ 4,143,826,092		\$ -		\$ (863,729,496)		\$ 3,280,096,596		82.04%		\$ 2,691,144,883
Short Term Debt	325,300,013		(325,300,013)		-		(0)		82.04%		(0)
Customer Deposits	193,934,411		-		(40,423,239)		153,511,173		100.00%		153,511,173
Preferred Stock	33,496,700		-		(6,981,974)		26,514,726		82.04%		21,753,923
Common Equity	4,190,184,336		(4,824,703)		(872,386,651)		3,312,972,982		82.04%		2,718,118,210
Deferred Income Taxes	633,520,991		82,590,393		(149,264,595)		566,846,788		82.04%		465,067,656
Deferred Taxes - FAS 109	(173,968,056)		-		36,261,498		(137,706,558)		82.04%		(112,980,911)
Tax Credits - Weighted Cost	8,211,056		-		(1,711,493)		6,499,562		82.04%		5,332,545
Total	<u>\$ 9,354,505,543</u>		<u>\$ (247,534,323)</u>		<u>\$ (1,898,235,952)</u>		<u>\$ 7,208,735,268</u>		<u>82.43%</u>		<u>\$ 5,941,947,478</u>

PROGRESS ENERGY FLORIDA, INC.
Methodology for Compounding AFUDC Rate
As of March 2010

SCHEDULE C

Time Period	AFUDC Expenditures (\$)	AFUDC Base (\$)	Monthly AFUDC (\$)	Cumulative AFUDC (\$)
1	1.0	1.000000	0.005995	0.005995
2			0.006031	0.012026
3			0.006067	0.018093
4			0.006103	0.024196
5			0.006141	0.030337
6			0.006176	0.036513
7			0.006214	0.042727
8			0.006251	0.048978
9			0.006289	0.055267
10			0.006326	0.061593
11			0.006365	0.067958
12			0.006402	0.074360

Annual Rate (R) = 0.07436

Monthly Rate = $((1 + R)^{(1/12)}) - 1 = 0.005995$

Note: Monthly rate is rounded to six decimal places per rule 25-6.0141 F.A.C.