

Schedule of Requested Cost of Capital
13 Month Average Balance

Florida Public Service Commission

Company: Utilities, Inc. of Florida - Longwood

Schedule D-1

Docket No.: 160101 - WS

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Test Year Ended: December 31, 2015

Interim [] Final [x]

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Historical [x] Projected []

Explanation: Provide a schedule which calculates the requested cost of capital on a 13-month average basis. If a year-end basis is used, submit an additional schedule reflecting year-end calculations.

	(1)	(2)	(3)	(4)	(5)
		Reconciled to Requested Rate Base			
Line No.	Class of Capital	AYE 12/31/15	Ratio	Cost Rate	Weighted Cost
1	Long Term Debt	\$991,780	36.70%	6.70%	2.46%
2	Short Term Debt	94,190	3.49%	2.32%	0.08%
3	Preferred Stock	-	0.00%	0.00%	0.00%
4	Common Equity	1,054,716	39.03%	10.40%	4.06%
5	Customer Deposits	10,986	0.41%	2.00%	0.01%
6	Tax Credits - Zero Cost	-	0.00%	0.00%	0.00%
7	Tax Credits - Weighted Cost	-	0.00%	0.00%	0.00%
8	Accumulated Deferred Income Tax	550,420	20.37%	0.00%	0.00%
9	Other (Explain)	-	0.00%	0.00%	0.00%
10					
11	Total	<u>\$2,702,093</u>	<u>100.00%</u>		<u>6.61%</u>
12					
13	Notes:				
14	1. The cost of equity is based on the leverage formula in effect pursuant to Order No. PSC-16-0254-PAA-WS				
15					
16	2. Long term debt, short term debt, preferred stock, and common equity are actual for UIF's parent company, Utilities, Inc.				

Supporting Schedules: D-2

Recap Schedules: A-1, A-2