

Duke Energy Florida
 Capital Structure and Cost Rates Applied to Capital Projects
 Estimated for the Period of : January through June 2016

	Adjusted Retail \$000's	Ratio	Cost Rate	Weighted Cost
Common Equity	\$4,681,853	48.76%	10.50%	5.12%
Preferred Stock	0	0.00%	0.00%	0.00%
Long Term Debt	3,672,596	38.25%	5.19%	1.98%
Short Term Debt	(90,568)	-0.94%	0.17%	0.00%
Customer Deposits - Active	182,163	1.90%	2.31%	0.04%
Customer Deposits - Inactive	1,306	0.01%	0.00%	0.00%
Deferred Tax	1,318,615	13.73%	0.00%	0.00%
Deferred Tax (FAS 109)	(164,391)	-1.71%	0.00%	0.00%
ITC	498	0.01%	0.00%	0.00%
	<u>\$9,602,073</u>	<u>100.00%</u>		<u>7.15%</u>

Total Debt 2.03%
 Total Equity 5.12%

* May 2015 DEF Surveillance Report capital structure and cost rates.

* Reference: Docket Nos. 120001-EG, 120002-EI, 120007-EI, PSC Order No. 12-0425-PAA-EU, page 8.

* Included for informational purposes only. DEF 2016 Actual True-up Filing does not currently have a capital return component.

Duke Energy Florida
 Capital Structure and Cost Rates Applied to Capital Projects
 Estimated for the Period of : July through December 2016

	Adjusted Retail \$000's	Ratio	Cost Rate	Weighted Cost
Common Equity	\$4,664,905	46.35%	10.50%	4.87%
Preferred Stock	0	0.00%	0.00%	0.00%
Long Term Debt	3,327,189	33.06%	5.47%	1.81%
Short Term Debt	373,704	3.71%	0.58%	0.02%
Customer Deposits - Active	182,948	1.82%	2.30%	0.04%
Customer Deposits - Inactive	1,367	0.01%	0.00%	0.00%
Deferred Tax	1,674,675	16.64%	0.00%	0.00%
Deferred Tax (FAS 109)	(161,369)	-1.60%	0.00%	0.00%
ITC	223	0.00%	0.00%	0.00%
	\$10,063,642	100.00%		6.74%

Total Debt 1.87%
 Total Equity 4.87%

* May 2016 DEF Surveillance Report capital structure and cost rates.

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