

FLORIDA PUBLIC SERVICE COMMISSION  
 COMPANY: FLORIDA POWER & LIGHT COMPANY  
 AND SUBSIDIARIES  
 DOCKET NO.: 160021-EI

EXPLANATION: 1.) If the test year is projected, provide a summary of financing plans and assumptions.  
 2.) Provide the company's capital structure objectives, the basis for assumptions (such as those for issue cost and interest rates), and any other significant assumptions. Provide a statement of the Company's policy on the timing of the entrance into capital markets.

Type of Data Shown:  
 Projected Test Year Ended 12/31/17  
 Prior Year Ended    /   /     
 Historical Test Year Ended    /   /     
 Witness: Moray P. Dewhurst

Financing Plans for the Year Ending 2017

Line No.	(1) Type of Issue	(2) Date of Issue/ Retirement	(3) Capitalization (Thousands)	(4) For Bonds		(5) Life in Years	(6) For Stock		(7) Market Price	(8) Issue Costs (Thousands)	(9) Principal Amount (Thousands)
				Interest Rate	No. of Shares						
1	First Mortgage Bond	Mar-17	\$500,000	6.16%	30						
2	First Mortgage Bond	Nov-17	\$800,000	6.16%	30						
3											
4											
5	<u>CAPITAL STRUCTURE OBJECTIVES</u>										
6											
7	FLORIDA POWER & LIGHT COMPANY'S ("FPL") OBJECTIVE IS TO MAINTAIN A BALANCED CAPITAL STRUCTURE THAT WILL PROVIDE THE UTILITY WITH THE FINANCIAL FLEXIBILITY AND STRENGTH										
8	TO ATTRACT THE CAPITAL INVESTMENT NECESSARY TO PROVIDE RELIABLE ELECTRIC SERVICE TO ITS CUSTOMERS TAKING INTO ACCOUNT THE INHERENT UNCERTAINTIES OF THE INDUSTRY										
9	AND THE RISK FACTORS AFFECTING THE INDUSTRY AND COMPANY TODAY.										
10											
11	FPL'S LONG-TERM FINANCING PLANS, WHICH INCLUDE EQUITY CONTRIBUTIONS FROM NEXTERA ENERGY, INC., ARE DESIGNED TO SUPPORT A STRONG CREDIT PROFILE TO MEET THE HEAVY CAPITAL										
12	REQUIREMENTS THAT ARE NEEDED IN THE UTILITY'S SERVICE TERRITORY.										
13											
14	WHILE FPL'S CAPITAL STRUCTURE MAY FLUCTUATE MONTH-TO-MONTH DUE TO SHORT-TERM OR SEASONAL CASH REQUIREMENTS, ON AVERAGE FPL IS MAINTAINING ITS CAPITAL STRUCTURE										
15	BASED ON INVESTOR SOURCES AT THE FOLLOWING APPROXIMATE PERCENTAGES: DEBT 40.4% EQUITY 59.6%. ASIDE FROM THESE APPROXIMATE PERCENTAGES, FPL DOES NOT MAINTAIN SPECIFIC										
16	OBJECTIVES WITH RESPECT TO THE PERCENTAGE OF SHORT TERM AND LONG TERM DEBT.										
17											
18	A PRUDENT CAPITAL STRUCTURE ALLOWS FPL TO MEET ITS CAPITAL REQUIREMENTS AND CONTINUE TO MAINTAIN THE FINANCIAL FLEXIBILITY AND SECURITY NECESSARY TO DEAL WITH										
19	UNFORESEEN EVENTS.										
20											
21	<u>BASIS FOR FMB INTEREST RATE ASSUMPTIONS ON SCHEDULE F-8</u>										
22											
23	FINANCING RATES ARE BASED ON THE FINANCE DEPARTMENT'S FORECAST USING VARIOUS OUTSIDE SOURCES OF INFORMATION.										
24											
25	THE INTEREST RATE ASSUMPTIONS FOR FIRST MORTGAGE BOND ISSUANCE, COMMERCIAL PAPER ISSUANCE AND VARIABLE RATE DEBT ARE DERIVED FROM THE DECEMBER 2014 ISSUE OF										
26	BLUE CHIP FINANCIAL FORECASTS.										
27											
28	<u>COMPANY'S POLICY ON THE TIMING OF ENTRANCE INTO CAPITAL MARKETS</u>										
29											
30	FPL'S POLICY IS TO TAKE THOSE ACTIONS WHICH AFFORD THE UTILITY THE GREATEST FLEXIBILITY IN TIMING ITS ENTRANCES INTO THE CAPITAL MARKETS. MAINTAINING A STRONG CREDIT PROFILE										
31	IS IMPORTANT IN PROVIDING FLEXIBILITY TO ADJUST THE TACTICAL TIMING OF MARKET ENTRY.										
32											
33											

Supporting Schedules:

Recap Schedules: