

**SEBRING GAS SYSTEM, INC.  
FLORIDA PUBLIC SERVICE COMMISSION  
INVESTOR-OWNED NATURAL GAS UTILITY  
EARNINGS SURVEILLANCE REPORT  
JUNE 30, 2024**

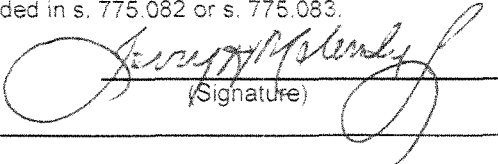
**SEBRING GAS SYSTEM, INC.**  
**EARNINGS SURVEILLANCE REPORT SUMMARY**  
 June 2024

SCHEDULE 1

|                                  | (1)              | (2)                | (3)             | (4)                | (5)              |
|----------------------------------|------------------|--------------------|-----------------|--------------------|------------------|
|                                  | <u>ACTUAL</u>    | <u>FPSC</u>        | <u>FPSC</u>     | <u>PRO FORMA</u>   | <u>PRO FORMA</u> |
|                                  | <u>PER BOOKS</u> | <u>ADJUSTMENTS</u> | <u>ADJUSTED</u> | <u>ADJUSTMENTS</u> | <u>ADJUSTED</u>  |
| <b>I. AVERAGE RATE OF RETURN</b> |                  |                    |                 |                    |                  |
| (JURISDICTIONAL)                 |                  |                    |                 |                    |                  |
| NET OPERATING INCOME             | \$ 314,314       | \$ 540             | \$ 314,854      | \$                 | \$ 314,854       |
| AVERAGE RATE BASE                | \$ 4,464,446     | \$ 0               | \$ 4,464,446    | \$                 | \$ 4,464,446     |
| AVERAGE RATE OF RETURN           | 7.04%            |                    | 7.05%           |                    | 7.05%            |
| <b>II. YEAR END RATE BASE</b>    |                  |                    |                 |                    |                  |
| (JURISDICTIONAL)                 |                  |                    |                 |                    |                  |
|                                  | \$ 4,785,593     | \$ 0               | \$ 4,785,593    |                    |                  |

| <b>III. REQUIRED RATES OF RETURN</b> |        |
|--------------------------------------|--------|
| AVERAGE CAPITAL STRUCTURE            |        |
| (FPSC ADJUSTED BASIS)                |        |
| LOW                                  | 8.80%  |
| MIDPOINT                             | 9.42%  |
| HIGH                                 | 10.04% |

| <b>IV. EARNED RETURN ON EQUITY</b> |       |
|------------------------------------|-------|
| (FPSC ADJUSTED BASIS)              |       |
| A. INCLUDING                       |       |
| FLEX RATE REVENUES                 | 7.70% |
| B. EXCLUDING                       |       |
| FLEX RATE REVENUES                 | 7.70% |

|  |  |
|--|--|
| 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<br>(Name and Title of Chief Financial Officer)   | <div style="text-align: center;"> <br/>                     (Signature)                 </div> <div style="text-align: center; margin-top: 10px;">                     09/13/2024<br/>                     (Date)                 </div> |

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**SEBRING GAS SYSTEM, INC.**  
**AVERAGE RATE OF RETURN**  
**RATE BASE**  
**June 2024**

SCHEDULE 2  
PAGE 1 OF 2

|                                       | (1)                 | (2)   | (3)                        | (4)                                | (5)                                 | (7)                     | (8)                | (9)                |
|---------------------------------------|---------------------|---|----------------------------|------------------------------------|-------------------------------------|-------------------------|--------------------|--------------------|
|                                       | PLANT IN<br>SERVICE | ACCUMULATED<br>DEPRECIATION &<br>AMORTIZATION | NET<br>PLANT IN<br>SERVICE | PROPERTY<br>HELD FOR<br>FUTURE USE | CONSTRUCTION<br>WORK IN<br>PROGRESS | NET<br>UTILITY<br>PLANT | WORKING<br>CAPITAL | TOTAL<br>RATE BASE |
| PER BOOKS                             | <u>7,787,917</u>    | <u>(3,785,339)</u>                            | <u>4,002,578</u>           | <u>0</u>                           | <u>34,317</u>                       | <u>4,036,895</u>        | <u>427,552</u>     | <u>4,464,446</u>   |
| <u>FPSC ADJUSTMENTS:</u>              |                     |   |                            |                                    |                                     |                         |                    |                    |
| TOTAL FPSC ADJUSTMENTS                | <u>0</u>            | <u>0</u>                                      | <u>0</u>                   | <u>0</u>                           | <u>0</u>                            | <u>0</u>                | <u>0</u>           | <u>0</u>           |
| FPSC ADJUSTED                         | <u>7,787,917</u>    | <u>(3,785,339)</u>                            | <u>4,002,578</u>           | <u>0</u>                           | <u>34,317</u>                       | <u>4,036,895</u>        | <u>427,552</u>     | <u>4,464,446</u>   |
| <u>FLEX RATE REVENUES</u>             |                     |   |                            |                                    |                                     |                         |                    |                    |
| ADJUSTED FOR                          |                     |   |                            |                                    |                                     |                         |                    |                    |
| FLEX RATE REVENUES                    | <u>7,787,917</u>    | <u>(3,785,339)</u>                            | <u>4,002,578</u>           | <u>0</u>                           | <u>34,317</u>                       | <u>4,036,895</u>        | <u>427,552</u>     | <u>4,464,446</u>   |
| <u>PRO FORMA REVENUE INCREASE AND</u> |                     |   |                            |                                    |                                     |                         |                    |                    |
| <u>ANNUALIZATION ADJUSTMENTS:</u>     |                     |   |                            |                                    |                                     |                         |                    |                    |
| TOTAL PRO FORMA ADJUSTME              | <u>0</u>            | <u>0</u>                                      | <u>0</u>                   | <u>0</u>                           | <u>0</u>                            | <u>0</u>                | <u>0</u>           | <u>0</u>           |
| PRO FORMA ADJUSTED                    | <u>7,787,917</u>    | <u>(3,785,339)</u>                            | <u>4,002,578</u>           | <u>0</u>                           | <u>34,317</u>                       | <u>4,036,895</u>        | <u>427,552</u>     | <u>4,464,446</u>   |

**SEBRING GAS SYSTEM, INC.**  
**AVERAGE RATE OF RETURN**  
**INCOME STATEMENT**  
**June 2024**

|  | (1)                | (2)               | (3)         | (4)                         | (5)                     | (6)                  | (7)                         | (8)                         | (9)                      | (10)                     | (11)                 |
|--|--------------------|-------------------|-------------|-----------------------------|-------------------------|----------------------|-----------------------------|-----------------------------|--------------------------|--------------------------|----------------------|
|  | OPERATING REVENUES | O & M GAS EXPENSE | O & M OTHER | DEPRECIATION & AMORTIZATION | TAXES OTHER THAN INCOME | INCOME TAXES CURRENT | DEFERRED INCOME TAXES (NET) | INVESTMENT TAX CREDIT (NET) | GAIN/LOSS ON DISPOSITION | TOTAL OPERATING EXPENSES | NET OPERATING INCOME |
| PER BOOKS, as adjusted<br>July through June 2024                         | 1,267,497          | 0                 | 575,022     | 274,099                     | 38,280                  | 39,545               | 26,237                      | 0                           | 0                        | 953,183                  | 314,314              |
| <u>FPSC ADJUSTMENTS:</u>   |                    |                   |             |                             |                         |                      |                             |                             |                          |                          |                      |
| Disallowed lobbying expenses   |                    |                   | (540)       |                             |                         |                      |                             |                             |                          | (540)                    | 540                  |
| TOTAL FPSC ADJUSTMENTS   | 0                  | 0                 | (540)       | 0                           | 0                       | 0                    | 0                           | 0                           | 0                        | (540)                    | 540                  |
| FPSC ADJUSTED  | 1,267,497          | 0                 | 574,482     | 274,099                     | 38,280                  | 39,545               | 26,237                      | 0                           | 0                        | 952,643                  | 314,854              |
| FLEX RATE REVENUES<br>ADJUSTED FOR<br>FLEX RATE REVENUES                 | 0                  | 0                 | 0           | 0                           | 0                       | 0                    | 0                           | 0                           | 0                        | 0                        | 0                    |
|  | 1,267,497          | 0                 | 574,482     | 274,099                     | 38,280                  | 39,545               | 26,237                      | 0                           | 0                        | 952,643                  | 314,854              |
| <u>PRO FORMA REVENUE INCREASE<br/>AND ANNUALIZATION<br/>ADJUSTMENTS:</u> |                    |                   |             |                             |                         |                      |                             |                             |                          |                          |                      |
| TOTAL PRO FORMA ADJUSTMENTS  | 0                  | 0                 | 0           | 0                           | 0                       | 0                    | 0                           | 0                           | 0                        | 0                        | 0                    |
| PRO FORMA ADJUSTED   | 1,267,497          | 0                 | 574,482     | 274,099                     | 38,280                  | 39,545               | 26,237                      | 0                           | 0                        | 952,643                  | 314,854              |
| PER BOOKS<br>CURRENT MONTH AMOUNT  | 91,734             | 0                 | 45,955      | 24,426                      | 2,842                   | 3,295                | 2,186                       | 0                           | 0                        | 78,705                   | 13,029               |

Sebring Gas System, Inc.  
Schedule 2 Worksheet - Average Rate of Return  
June-24

|                         | (1)                | (2)                 | (3)               | (4)               | (5)             | (6)               | (7)              | (8)               |
|-------------------------|--------------------|---------------------|-------------------|-------------------|-----------------|-------------------|------------------|-------------------|
|                         | Plant in           | Accumulated         | Net               | Property          | Construction    | Net               | Working          | Total             |
|                         | Service            | Depreciation        | Plant in          | Held for          | Work in         | Utility           | Capital          | Rate Base         |
| <u>13 Month Average</u> | <u>Service</u>     | <u>Amortization</u> | <u>Service</u>    | <u>Future Use</u> | <u>Progress</u> | <u>Plant</u>      |                  |                   |
| Jun-23                  | 7,768,105          | (3,657,181)         | 4,036,711         | 0                 | 34,317          | 4,071,028         | 512,387          | 4,614,644         |
| Jul-23                  | 7,816,601          | (3,678,661)         | 4,063,322         | 0                 | 34,317          | 4,097,639         | 486,849          | 4,662,282         |
| Aug-23                  | 7,837,430          | (3,699,385)         | 4,056,481         | 0                 | 34,317          | 4,090,798         | 460,988          | 4,687,810         |
| Sep-23                  | 7,856,148          | (3,721,006)         | 4,063,030         | 0                 | 34,317          | 4,097,347         | 493,308          | 4,616,085         |
| Oct-23                  | 8,003,579          | (3,742,837)         | 4,073,340         | 0                 | 34,317          | 4,107,657         | 416,292          | 4,643,469         |
| Nov-23                  | 8,025,957          | (3,764,877)         | 4,102,548         | 0                 | 34,317          | 4,136,865         | 508,253          | 4,669,700         |
| Dec-23                  | 8,055,389          | (3,777,887)         | 4,110,924         | 0                 | 34,317          | 4,145,241         | 459,170          | 4,657,629         |
| Jan-24                  | 8,082,650          | (3,800,445)         | 4,282,205         | 0                 | 34,317          | 4,316,522         | 374,440          | 4,690,962         |
| Feb-24                  | 8,115,855          | (3,824,746)         | 4,291,109         | 0                 | 34,317          | 4,325,426         | 346,733          | 4,672,159         |
| Mar-24                  | 8,095,338          | (3,849,066)         | 4,246,272         | 0                 | 34,317          | 4,280,589         | 419,441          | 4,700,030         |
| Apr-24                  | 8,104,138          | (3,873,374)         | 4,230,764         | 0                 | 34,317          | 4,265,081         | 453,193          | 4,718,274         |
| May-24                  | 5,151,508          | (3,897,755)         | 1,253,753         | 0                 | 34,317          | 1,288,070         | 289,916          | 1,577,986         |
| Jun-24                  | 8,330,221          | (3,922,181)         | 4,408,040         | 0                 | 34,317          | 4,442,357         | 343,236          | 4,785,593         |
| Thirteen month totals   | <u>101,242,919</u> | <u>(49,209,401)</u> | <u>51,218,499</u> | <u>0</u>          | <u>446,121</u>  | <u>51,664,620</u> | <u>5,564,207</u> | <u>57,696,622</u> |
| Thirteen month averages | <u>7,787,917</u>   | <u>(3,785,339)</u>  | <u>3,939,885</u>  | <u>0</u>          | <u>34,317</u>   | <u>3,974,202</u>  | <u>428,016</u>   | <u>4,438,202</u>  |

**SEBRING GAS SYSTEM, INC.**  
**YEAR END RATE BASE**  
**June 2024**

SCHEDULE 3

|                          | (1)                     | (2)   | (3)                        | (4)                             | (5)                                 | (7)                     | (8)                   | (9)                     |
|--------------------------|-------------------------|---|----------------------------|---------------------------------|-------------------------------------|-------------------------|-----------------------|-------------------------|
|                          | PLANT IN<br>SERVICE     | ACCUMULATED<br>DEPRECIATION &<br>AMORTIZATION | NET<br>PLANT IN<br>SERVICE | PROPERTY HELD<br>FOR FUTURE USE | CONSTRUCTION<br>WORK IN<br>PROGRESS | NET<br>UTILITY PLANT    | WORKING<br>CAPITAL    | TOTAL<br>RATE BASE      |
| PER BOOKS                | <u>8,330,221</u>        | <u>(3,922,181)</u>                            | <u>4,408,040</u>           | <u>0</u>                        | <u>34,317</u>                       | <u>4,442,357</u>        | <u>343,236</u>        | <u>4,785,593</u>        |
| <u>FPSC ADJUSTMENTS:</u> |                         |   |                            |                                 |                                     |                         |                       |                         |
| TOTAL FPSC ADJUSTMENTS   | <u>0</u>                | <u>0</u>                                      | <u>0</u>                   | <u>0</u>                        | <u>0</u>                            | <u>0</u>                | <u>0</u>              | <u>0</u>                |
| FPSC ADJUSTED            | <u><u>8,330,221</u></u> | <u><u>(3,922,181)</u></u>                     | <u><u>4,408,040</u></u>    | <u><u>0</u></u>                 | <u><u>34,317</u></u>                | <u><u>4,442,357</u></u> | <u><u>343,236</u></u> | <u><u>4,785,593</u></u> |

**SEBRING GAS SYSTEM, INC.**  
**CAPITAL STRUCTURE**  
**FPSC ADJUSTED BASIS**  
**June 2024**

| 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              | 647,538          |             | (38,427)         | 609,112          | 13.6436%         | 8.3075%        | 1.1334%           | 8.3075%        | 1.1334%           | 8.3075%         | 1.1334%           |
| SHORT TERM DEBT             | 572,438          |             | (33,970)         | 538,468          | 12.0613%         | 8.4458%        | 1.0187%           | 8.4458%        | 1.0187%           | 8.4458%         | 1.0187%           |
| PREFERRED STOCK             | 0                | 0           | 0                | 0                | 0.0000%          | 0.0000%        | 0.0000%           | 0.0000%        | 0.0000%           | 0.0000%         | 0.0000%           |
| CUSTOMER DEPOSITS           | 202,863          |             | (12,038)         | 190,824          | 4.2743%          | 2.8762%        | 0.1229%           | 2.8762%        | 0.1229%           | 2.8762%         | 0.1229%           |
| COMMON EQUITY               | 2,944,892        | 0           | (174,759)        | 2,770,133        | 62.0487%         | 10.5000%       | 6.5151%           | 11.5000%       | 7.1356%           | 12.5000%        | 7.7561%           |
| DEFERRED INCOME TAXES       | 378,363          |             | (22,453)         | 355,909          | 7.9721%          | 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%           |
| <b>TOTAL</b>                | <b>4,746,094</b> | <b>0</b>    | <b>(281,648)</b> | <b>4,464,446</b> | <b>100.0000%</b> | <b>8.7902%</b> | <b>9.4107%</b>    | <b>9.4107%</b> | <b>9.4107%</b>    | <b>10.0311%</b> | <b>10.0311%</b>   |

| 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              | 573,500          |             | 8,651         | 582,151          | 12.1647%         | 7.2685%        | 0.8842%           | 7.2685%        | 0.8842%           | 7.2685%        | 0.8842%           |
| SHORT TERM DEBT             | 552,865          |             | 8,340         | 561,205          | 11.7270%         | 7.2685%        | 0.8524%           | 7.2685%        | 0.8524%           | 7.2685%        | 0.8524%           |
| PREFERRED STOCK             | 0                |             | 0             | 0                | 0.0000%          | 0.0000%        | 0.0000%           | 0.0000%        | 0.0000%           | 0.0000%        | 0.0000%           |
| CUSTOMER DEPOSITS           | 205,209          |             | 3,096         | 208,305          | 4.3527%          | 2.8762%        | 0.1252%           | 2.8762%        | 0.1252%           | 2.8762%        | 0.1252%           |
| COMMON EQUITY               | 3,005,778        |             | 45,342        | 3,051,121        | 63.7564%         | 10.5000%       | 6.6944%           | 11.5000%       | 7.3320%           | 12.5000%       | 7.9695%           |
| DEFERRED INCOME TAXES       | 377,123          |             | 5,689         | 382,812          | 7.9993%          | 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%           |
| <b>TOTAL</b>                | <b>4,714,475</b> | <b>0</b>    | <b>71,118</b> | <b>4,785,593</b> | <b>100.0000%</b> | <b>8.5562%</b> | <b>9.1937%</b>    | <b>9.1937%</b> | <b>9.1937%</b>    | <b>9.8313%</b> | <b>9.8313%</b>    |

**Sebring Gas System, Inc.**  
**Schedule 4 Worksheet - Capital Structure**  
**06/30/24**

| <b>13 Month Average</b>     | <b>Jun-23</b>           | <b>Jul-23</b>           | <b>Aug-23</b>           | <b>Sep-23</b>           | <b>Oct-23</b>           | <b>Nov-23</b>           | <b>Dec-23</b>           | <b>Jan-24</b>           | <b>Feb-24</b>           | <b>Mar-24</b>           | <b>Apr-24</b>           | <b>May-24</b>           | <b>Jun-24</b>           | <b>Average<br/>Per Books</b> |
|-----------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|------------------------------|
| Long-term Debt              | 723,500                 | 711,000                 | 698,500                 | 686,000                 | 673,500                 | 661,000                 | 648,500                 | 636,000                 | 623,500                 | 611,000                 | 598,500                 | 573,500                 | 573,500                 | 647,538                      |
| Short-term Debt             | 516,233                 | 501,584                 | 499,387                 | 529,387                 | 549,387                 | 639,387                 | 639,387                 | 639,387                 | 610,610                 | 610,610                 | 610,610                 | 542,865                 | 552,865                 | 572,438                      |
| Preferred Stock             | 0                       | 0                       | 0                       | 0                       | 0                       | 0                       | 0                       | 0                       | 0                       | 0                       | 0                       | 0                       | 0                       | 0                            |
| Customer Deposits           | 200,719                 | 201,319                 | 200,969                 | 197,769                 | 202,119                 | 202,059                 | 202,409                 | 203,909                 | 205,059                 | 204,209                 | 205,059                 | 206,409                 | 205,209                 | 202,863                      |
| Common Stock                | 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                        |
| Paid-in Capital             | 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                      |
| Current Year Profit (Loss)  | 166,491                 | 199,246                 | 200,969                 | 214,315                 | 250,147                 | 282,949                 | 248,950                 | 69,554                  | 98,067                  | 129,146                 | 157,577                 | 106,244                 | 119,066                 | 172,517                      |
| Retained Earnings (Deficit) | 2,110,053               | 2,110,053               | 2,110,053               | 2,110,053               | 2,110,053               | 2,110,053               | 2,110,053               | 2,322,393               | 2,322,393               | 2,322,393               | 2,322,393               | 2,322,393               | 2,322,393               | 2,208,056                    |
| Common Equity               | <u>2,840,863</u>        | <u>2,873,618</u>        | <u>2,875,341</u>        | <u>2,888,687</u>        | <u>2,924,519</u>        | <u>2,957,321</u>        | <u>2,923,322</u>        | <u>2,956,266</u>        | <u>2,984,779</u>        | <u>3,015,858</u>        | <u>3,044,289</u>        | <u>2,992,956</u>        | <u>3,005,778</u>        | <u>2,944,892</u>             |
| 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                            |
|                             |                         |                         |                         | 8                       |                         |                         |                         |                         |                         | 8                       |                         |                         |                         |                              |
| <b>Total</b>                | <u><u>4,657,595</u></u> | <u><u>4,663,803</u></u> | <u><u>4,650,476</u></u> | <u><u>4,678,123</u></u> | <u><u>4,725,805</u></u> | <u><u>4,836,047</u></u> | <u><u>4,789,897</u></u> | <u><u>4,817,088</u></u> | <u><u>4,805,474</u></u> | <u><u>4,823,203</u></u> | <u><u>4,839,984</u></u> | <u><u>4,697,256</u></u> | <u><u>4,714,475</u></u> | <u><u>4,746,094</u></u>      |



Sebring Gas System, Inc.  
Schedule 4 Worksheet - Average Interest Rates  
06/30/24

| 13 Month Average                     | Jun-23    | Jul-23    | Aug-23    | Sep-23    | Oct-23    | Nov-23    | Dec-23    | Jan-24    | Feb-24    | Mar-24    | Apr-24    | May-24    | Jun-24    | Average Per Books |
|--------------------------------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-------------------|
| HNB Credit Line                      | 366,233   | 351,584   | 349,387   | 379,387   | 399,387   | 489,387   | 489,387   | 489,387   | 460,610   | 460,610   | 460,610   | 392,865   | 402,865   | 422,438           |
| Interest Rate                        | 7.50%     | 7.50%     | 7.75%     | 7.75%     | 8.00%     | 8.00%     | 8.00%     | 8.00%     | 8.00%     | 8.00%     | 8.00%     | 9.00%     | 9.00%     | 8.70%             |
| Book Interest                        |           | 5,351     | 2,197     |           |           | 7,929     |           |           | 12,329    |           |           | 7,255     | 1,670     | 36,731.40         |
| Ford Credit 289 Balance              |           |           |           |           |           |           |           |           |           |           |           |           |           | -                 |
| Ford Credit 289 Interest Rate        |           |           |           |           |           |           |           |           |           |           |           |           |           | #DIV/0!           |
| Book Interest                        |           |           |           |           |           |           |           |           |           |           |           |           |           | 0                 |
| Heartland National Balance#224.13    | 873,500   | 861,000   | 848,500   | 836,000   | 823,500   | 811,000   | 798,500   | 786,000   | 773,500   | 761,000   | 748,500   | 723,500   | 723,500   | 797,538           |
| Hartland National #224.13 Interest R | 7.50%     | 7.50%     | 7.75%     | 7.75%     | 8.00%     | 8.00%     | 8.00%     | 8.00%     | 8.00%     | 8.00%     | 8.00%     | 8.00%     | 8.00%     | 8.20%             |
| Book Interest                        | 6,087     | 5,818     | 5,973     | 5,845     | 5,559     | 5,659     | 5,412     | 5,492     | 5,415     | 4,971     | 5,234     | 4,973     | 5,059     | 65,410            |
| 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                           | 1,239,733 | 1,212,584 | 1,197,887 | 1,215,387 | 1,222,887 | 1,300,387 | 1,287,887 | 1,275,387 | 1,234,110 | 1,221,610 | 1,209,110 | 1,116,365 | 1,126,365 | 1,219,977         |
| Interest Rate                        | 5.97%     | 10.85%    | 8.03%     | 5.85%     | 5.35%     | 12.71%    | 4.95%     | 5.07%     | 18.10%    | 4.79%     | 5.27%     | 12.90%    | 7.27%     | 8.37%             |
| Book Interest                        | 6,087     | 11,169    | 8,170     | 5,845     | 5,559     | 13,588    | 5,412     | 5,492     | 17,744    | 4,971     | 5,234     | 12,228    | 6,729     | 102,141           |
| Long-term Portion                    | 723,500   | 711,000   | 698,500   | 686,000   | 673,500   | 661,000   | 648,500   | 636,000   | 623,500   | 611,000   | 598,500   | 573,500   | 573,500   | 647,538           |
| Interest Rate                        | 5.97%     | 10.85%    | 8.03%     | 5.85%     | 5.35%     | 12.71%    | 4.95%     | 5.07%     | 18.10%    | 4.79%     | 5.27%     | 12.90%    | 7.27%     | 8.31%             |
| Book Interest                        | 3,552     | 6,549     | 4,764     | 3,299     | 3,062     | 6,907     | 2,725     | 2,739     | 8,965     | 2,486     | 2,591     | 6,282     | 3,426     | 53,794            |
| Short-term Portion                   | 516,233   | 501,584   | 499,387   | 529,387   | 549,387   | 639,387   | 639,387   | 639,387   | 610,610   | 610,610   | 610,610   | 542,865   | 552,865   | 572,438           |
| Interest Rate                        | 5.97%     | 10.85%    | 8.03%     | 5.85%     | 5.35%     | 12.71%    | 4.95%     | 5.07%     | 18.10%    | 4.79%     | 5.27%     | 12.90%    | 7.27%     | 8.45%             |
| Book Interest                        | 2,535     | 4,620     | 3,406     | 2,546     | 2,497     | 6,681     | 2,687     | 2,753     | 8,780     | 2,485     | 2,643     | 5,946     | 3,303     | 48,347            |
| <u>Customer Deposits</u>             |           |           |           |           |           |           |           |           |           |           |           |           |           |                   |
| Residential                          | 25,480    | 25,780    | 25,430    | 25,430    | 25,580    | 25,380    | 25,530    | 25,430    | 25,580    | 26,030    | 25,880    | 25,880    | 25,830    | 25,634            |
| Interest Rate                        | 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%             |
| Book Interest                        | 37        | 43        | 42        | 42        | 43        | 42        | 43        | 42        | 43        | 43        | 43        | 43        | 43        | 513               |
| Commercial                           | 175,239   | 175,539   | 175,539   | 172,339   | 176,539   | 176,679   | 176,879   | 178,479   | 179,479   | 178,179   | 179,179   | 180,529   | 179,379   | 177,229           |
| Interest Rate                        | 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%             |
| Book Interest                        | 385       | 439       | 439       | 431       | 441       | 442       | 442       | 446       | 449       | 445       | 448       | 451       | 448       | 5,322             |
| Total                                | 200,719   | 201,319   | 200,969   | 197,769   | 202,119   | 202,059   | 202,409   | 203,909   | 205,059   | 204,209   | 205,059   | 206,409   | 205,209   | 202,863           |
| Interest Rate                        | 2.52%     | 2.87%     | 2.87%     | 2.87%     | 2.87%     | 2.87%     | 2.87%     | 2.88%     | 2.88%     | 2.87%     | 2.87%     | 2.87%     | 2.87%     | 2.88%             |
| Book Interest                        | 421       | 482       | 481       | 473       | 484       | 484       | 485       | 489       | 491       | 489       | 491       | 494       | 491       | 5,835             |

**SEBRING GAS SYSTEM, INC.**  
**EARNED RETURN ON COMMON EQUITY**  
**FPSC ADJUSTED BASIS**  
**June 2024**

SCHEDULE 5

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

|   |                         |              |
|---|-------------------------|--------------|
| FPSC ADJUSTED AVERAGE EARNED RATE OF RETURN                         | <u>7.05%</u>            | (Schedule 1) |
| LESS: RECONCILED AVERAGE JURISDICTIONAL<br>WEIGHTED COST RATES FOR: |                         |              |
| LONG TERM DEBT  | 1.13%                   |              |
| SHORT TERM DEBT   | 1.02%                   |              |
| PREFERRED STOCK   | 0.00%                   |              |
| CUSTOMER DEPOSITS   | 0.12%                   |              |
| TAX CREDITS-WEIGHTED COST(MIDPOINT)                                 | <u>0.00%</u>            |              |
| SUBTOTAL  | <u>2.28%</u>            |              |
| <br>TOTAL   | <br>4.78%               |              |
| <br>DIVIDED BY RECONCILED COMMON EQUITY RATIO                       | <br><u>62.05%</u>       |              |
| <br>JURISDICTIONAL RETURN ON COMMON EQUITY                          | <br><u><u>7.70%</u></u> |              |

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

|   |                         |                         |
|---|-------------------------|-------------------------|
| NET OPERATING REVENUE EXCLUDING FLEX RATE REVENUES                  | \$ 314,854              | (Schedule 2, p. 2 of 2) |
| RATE BASE EXCLUDING FLEX RATE REVENUES                              | \$ <u>4,464,446</u>     | (Schedule 2, p. 1 of 2) |
| <br>FPSC ADJUSTED AVERAGE EARNED RATE OF RETURN                     | <br><u>7.0525%</u>      |                         |
| LESS: RECONCILED AVERAGE JURISDICTIONAL<br>WEIGHTED COST RATES FOR: |                         |                         |
| LONG TERM DEBT  | 1.13%                   |                         |
| SHORT TERM DEBT   | 1.02%                   |                         |
| PREFERRED STOCK   | 0.00%                   |                         |
| CUSTOMER DEPOSITS   | 0.12%                   |                         |
| TAX CREDITS-WEIGHTED COST(MIDPOINT)                                 | <u>0.00%</u>            |                         |
| SUBTOTAL  | <u>2.28%</u>            |                         |
| <br>TOTAL   | <br>4.78%               |                         |
| <br>DIVIDED BY RECONCILED COMMON EQUITY RATIO                       | <br><u>62.05%</u>       |                         |
| <br>JURISDICTIONAL RETURN ON COMMON EQUITY                          | <br><u><u>7.70%</u></u> |                         |