



# Understanding your bill: small business customers

Below are explanations of the items related to your monthly electric bill.  
The Florida Public Service Commission (PSC) regulates FPL's electricity rates.

**Customer charge\***: A fixed monthly amount to cover the cost of the meter, billing and customer service. It is applicable whether or not electricity is used in a given month.

**Fuel charge\* includes:** The cost for fuel required to provide each kilowatt-hour (kWh) of electricity. Florida Power & Light Company makes no profit on fuel costs, which are adjusted at least once a year.

**Non-fuel charge\*:**

- » **Base energy charge:** The costs other than fuel to produce and deliver electricity, including the cost of operating power plants and maintaining the grid.
- » **Energy Conservation Cost Recovery (ECCR) Charge:** Cost of programs designed to reduce electric demand and consumption through efficiency measures.
- » **Capacity Cost Recovery Clause (CCRC):** Cost for purchasing electricity from non-FPL owned resources as well as certain nuclear-related expenses.
- » **Environmental Cost Recovery Clause (ECRC):** Cost to meet environmental laws and regulations.

**Gross receipts tax\*:** A tax of about 2.56 percent on a customer's electric bill that is paid to the state of Florida.

**Other taxes and fees:** Vary by area, as established by local governing bodies. FPL collects these costs for distribution to the appropriate entities.

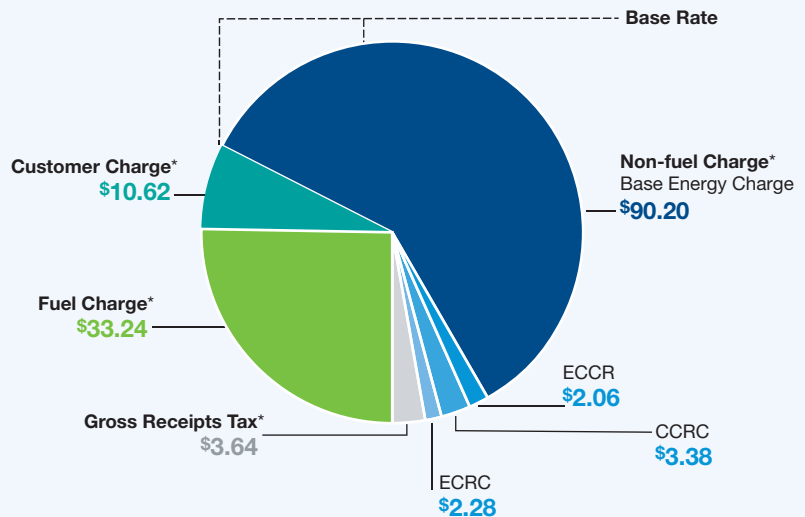
- » **Franchise charge\*:** FPL competes with municipalities and county governments for the right to serve electric customers. If a local government chooses, it can enter into a contract with FPL that enables the government to charge residents a contractual amount, the franchise fee, in exchange for its agreement to not form an electric utility for the term of the franchise.
- » **Utility/municipal tax\*:** A tax imposed by a municipality or county government on the sale of electricity.
- » **Florida sales tax\*:** A 6.95 percent tax levied by the State of Florida on the purchase of electricity.
- » **Discretionary sales surtax\*:** A surtax that is charged by many Florida counties.

**NOTE:** The term "base rate" refers to the total of the customer charge and base energy charge. It is not a separate item on the bill.

Typical 1,500-kWh  
Small Business  
Customer Monthly Bill  
June 2020:

**\$145.42**

(excludes municipal tax, franchise charge, and sales taxes where applicable)



\*Items listed on the bill