McGuireWoods LLP 501 Fayetteville St. Suite 500 PO Box 27507 (27611) Raleigh, NC 27601 Phone: 919.755.6600 Fax: 919.755.6699 www.mcguirewoods.com

Mary Lynne Grigg
Direct: 919.755.6573

McGUIREWOODS

November 9, 2020

Ms. Kimberley A. Campbell, Chief Clerk North Carolina Utilities Commission **Dobbs Building** 430 North Salisbury Street Raleigh, North Carolina 27603

> Re: Docket No. E-22, Sub 590

> > Rebuttal Testimony of Ronnie T. Campbell

Dear Ms. Campbell:

Enclosed for filing in the above-referenced proceedings on behalf of Virginia Electric and Power Company, d/b/a Dominion Energy North Carolina (the "Company"), is its Rebuttal Testimony of Ronnie T. Campbell.

Please do not hesitate to contact me if you have any questions regarding this filing. Thank you for your assistance with this matter.

Very truly yours,

/s/Mary Lynne Grigg

MLG:sig

**Enclosures** 

John Little cc:

William Creech

## REBUTTAL TESTIMONY

#### OF

### RONNIE T. CAMPBELL ON BEHALF OF

#### DOMINION ENERGY NORTH CAROLINA BEFORE THE

# NORTH CAROLINA UTILITIES COMMISSION DOCKET NO. E-22, SUB 590

1	Q.	Please state your name, business address and position with Virginia
2		Electric and Power Company.
3	A.	My name is Ronnie T. Campbell, and my business address is 120 Tredegar
4		Street, Richmond, Virginia 23219. I am a Supervisor of Accounting for the
5		Dominion Energy Virginia and Contracted Assets operating segments of
6		Dominion Energy, Inc., which includes responsibility for Virginia Electric &
7		Power Company, which operates in North Carolina as Dominion Energy
8		North Carolina ("Company"). My responsibilities include overseeing
9		personnel responsible for recording the Company's actual fuel and purchased
10		power expenses, as well as any under-/over-recovery of such expenses
11		through the fuel deferral mechanism, operation and maintenance accounting
12		activities, reserve analysis and joint owner billings.
13	Q.	Have you previously submitted testimony in this proceeding?
14	A.	Yes, I prepared direct testimony in this cases and have also participated in
15		responding to data requests in this proceeding.
16	Q.	What is the purpose of your rebuttal testimony?
17	A.	My rebuttal testimony addresses the testimony of Public Staff Witness Michael C
18		Maness, regarding the treatment of electricity sales in the wholesale market ("off-
19		system" or "intersystem" sales) in the component of the fuel and fuel-related cost

1 factor ("fuel factor").

A.

- Q. Please summarize Witness Maness's testimony.
- A. Witness Maness testified that Public Staff is currently in the process of reviewing
  the off-system sales in the Company's fuel factor. The Public Staff is not
  recommending an adjustment in this fuel factor proceeding, but Witness Maness
  stated that it may raise this issue in future fuel factor or other rate proceedings.
- 7 Q. What is the Company's position regarding its treatment of off-system sales?
  - The Company agrees with witness Maness that, since all or most of DENC's off-system sales are made to or through PJM Interconnection, LLC ("PJM"), and thus the PJM cost and billing system is intertwined with the determination of the fuel cost of these sales, the tracking and accounting of the components of these sales is somewhat more complicated. The Company's position is that it appropriately accounts for the components of off-system sales in the fuel factor and in its general rate cases, and the Company has received no previous indication that a change in its accounting practices is warranted. However, the Company will continue to work with the Public Staff to address its concerns and any additional inquiries. To the extent that the Public Staff or the Commission raises the issue of how the Company accounts for off-system sales in the future, this issue should be addressed in coordination with the Company's next general rate case, since components of off-system sales are included in base rates.
- 22 Q. Does this conclude your rebuttal testimony?
- 23 A. Yes.

#### **CERTIFICATE OF SERVICE**

I hereby certify that a copy of the foregoing <u>Rebuttal Testimony of Ronnie T.</u>

<u>Campbell</u>, as filed in Docket No. E-22, Sub 590, was served via electronic delivery or mailed, first-class, postage prepaid, upon all parties of record.

This, the 9<sup>th</sup> day of November, 2020.

/s/Mary Lynne Grigg

Mary Lynne Grigg McGuireWoods LLP 501 Fayetteville Street, Suite 500 PO Box 27507 (27611) Raleigh, North Carolina 27601 Telephone: (919) 755-6573 mgrigg@mcguirewoods.com

Attorney for Virginia Electric and Power Company, d/b/a Dominion Energy North Carolina