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March 5, 2019

VIA ELECTRONIC FILING

Ms. M. Lynn Jarvis Chief Clerk North Carolina Utilities Commission 4325 Mail Service Center Raleigh, North Carolina 27699-4300

RE: Duke Energy Progress, LLC's Compliance Tariffs - Residential

Smart \$aver Energy Efficiency Program and Residential Energy

Efficient Appliances and Devices Program

NCUC Docket Nos. E-2, Sub 936 and E-2, Sub 1174

Dear Ms. Jarvis:

Pursuant to Commission Rule R8-25(a) and the Commission's order dated February 27, 2019 in the above referenced dockets, enclosed for filing are Duke Energy Progress, LLC's compliance tariffs for its Residential Smart \$aver Energy Efficiency Program and the Residential Energy Efficient Appliances and Devices Program. Pursuant to ordering paragraph 5, the tariffs have been revised to reflect an effective date of February 27, 2019.

Please do not hesitate to contact me if you have any questions or need additional information.

Sincerely,

Kendrick C. Fentress

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Enclosure

cc: Parties of Record

RP-2

Duke Energy Progress, LLC (North Carolina Only)

RESIDENTIAL SERVICE – SMART \$AVER® ENERGY EFFICIENCY PROGRAM - RSSEE-3

PURPOSE

The purpose of this program is to encourage the purchase and installation of energy conservation measures designed to increase energy efficiency in new or existing residential dwellings.

PROGRAM

The program is available to owners of individually metered residences including single family detached, duplexes, townhomes, condominiums, and mobile homes, who are served on a residential service schedule.

- The types of equipment, products, and services eligible for incentives may include, but are not limited to, the following:
 - Heating Ventilation and Air Conditioning (HVAC) equipment, service, and controls, including smart thermostats
 - o Thermal boundary improvements
 - HVAC duct improvements
 - Water conditioning and/or pumps
 - Other high efficiency equipment, products, and services as determined by the Company on a case by case basis.
- New HVAC equipment must (1) achieve or exceed the minimum Seasonal Energy Efficiency Ratio (SEER), Energy Efficiency Ratio (EER), and/or Heating Seasonal Performance Factor (HSPF) allowed by law and (2) meet all other Duke Energy requirements to achieve designated energy savings.
- The new HVAC system must include a properly matched outdoor unit and inside coil, which must be listed as such by the Air Conditioning, Heating and Refrigeration Institute (AHRI) or any additional certification directory as approved by Duke Energy.
- Qualifying Smart Thermostats (Wi-Fi enabled) must be installed at the time of a qualifying HVAC installation and may be subject to Duke Energy requirements regarding installation, installer, programming, functionality, and square footage of conditioned space.
- Duke Energy will establish performance requirements deemed necessary to ensure achievement of minimum energy savings for other equipment, products, and services offered for incentives. Parameters related to these performance requirements may include, but are not limited to, diagnostic testing, size of conditioned area, building/structure type, energy reduction achievement, installer/installation, and product selection.
- All improvements eligible for payment under this program must be installed based on manufacturer's
 recommendations and the Company's specifications, including installation by a Company-approved
 contractor, unless otherwise noted in program requirements. Detailed requirements are available on the
 Company's website at www.duke-energy.com.
- The Company may vary the incentive by type of equipment and differences in efficiency to induce customers to purchase greater levels of efficiency at the minimum necessary incentive amount. The Company may offer multiple levels of incentives corresponding to varied efficiency levels of equipment or service.

PROGRAM RSSEE-3 Sheet 1 of 2

- The Company reserves the right to adjust the incentive on a periodic basis, as appropriate, to reflect changes to efficiency standards and market conditions.
- The Company reserves the right to limit the availability of incentives by the type of residential structure required to ensure achievement of energy savings.
- The current amount of the incentive payment for eligible equipment, products, and services will be posted to the Company's website at www.duke-energy.com.
- Incentives may be limited to one of any product, per residence, under all Company Energy Efficiency Programs.
- With Company approval, the owner or customer may designate that incentive be provided to a third-party.
- To qualify for payment under this program, qualifying improvements must be made on or after January 1, 2019 and the application for payment must be made as noted on the Company's website.
- All energy conservation measures installed shall be subject to inspection by Company for the purposes of program evaluation, measurement, and verification.

PAYMENT

The Company's incentives for individual equipment, products, and services may be offered in a variety of ways, including, but not limited to, point-of-sale discounts, checks, and prepaid credit card options.

COMPANY RETENTION OF PROGRAM BENEFITS

Incentives and other considerations offered under the terms of this Program are understood to be an essential element in the recipient's decision to participate in the Program. Upon payment of these considerations, Company will be entitled to any and all environmental, energy efficiency, and demand reduction benefits and attributes, including all reporting and compliance rights, associated with participation in the Program.

Supersedes Programs RSSEE-1 Effective for service rendered on and after February 27, 2019 NCUC Docket No. E-2, Subs 936 and 1174

PROGRAM RSSEE-3 Sheet 2 of 2

RP-15

Duke Energy Progress, LLC (North Carolina Only)

RESIDENTIAL ENERGY EFFICIENT APPLIANCES AND DEVICES PROGRAM REEAD-1

PURPOSE

The purpose of this program is to encourage the installation new energy efficiency appliances and equipment in new or existing residences.

PROGRAM

- Incentives are available to builders of new residences or to owners of, or customers occupying, new or existing residences served on a residential rate schedule from Company's retail distribution system provided; however, that incentives for energy efficient products considered to be fixtures are available only to builders or owners of residences served on the Company's retail distribution system.
- The types of equipment eligible for incentives may include, but are not limited to, the following:
 - High efficiency lighting and equipment
 - o High efficiency electric water heating low flow devices
 - Other high efficiency equipment as determined by the Company on a case by case basis.
- Incentives may be offered in a variety of ways including, but not limited to, discount coupons, instore promotions, or on-line discounted purchases.
- Incentives under this program are only available for ENERGY STAR or other energy efficiency products for which incentives pass the Company's Utility Cost Test (UCT).
- The Company may vary the incentive by type of equipment and differences in efficiency in order to provide the minimum incentive needed to drive customers to purchase higher efficiency equipment.
- The Company reserves the right to adjust the incentive for specific equipment, on a periodic basis, as equipment efficiency standards change and as customers naturally move to purchase higher efficiency equipment.
- The amount of the incentive payment for various standard types of equipment will be filed with the Commission, for information, and posted to the Company's website at www.duke-energy.com.
- Incentives may be limited to one of any product, per residence, under all Company Energy Efficiency Programs.
- With Company approval, the builder, owner or customer may designate that the incentive be provided to the vendor or other third-party.
- Incentives for certain products will be provided only in conjunction with incentives provided by manufacturers, distributors, or retailers during promotional periods.

PAYMENT

- The Company's incentive are as follows:
 - High efficiency lighting equipment and electric water heating low flow devices will be an incentive of up to 100% of the installed cost difference between standard equipment and higher efficiency equipment.

PROGRAM REEAD-1 Sheet 1 of 2

 For all other appliances and devices provided under this program the incentive will be an amount up to 50% of the installed cost difference between standard equipment and higher efficiency equipment.

COMPANY RETENTION OF PROGRAM BENEFITS

Incentives and other considerations offered under the terms of this Program are understood to be an essential element in the recipient's decision to participate in the Program. Upon payment of these considerations, Company will be entitled to any and all environmental, energy efficiency, and demand reduction benefits and attributes, including all reporting and compliance rights, associated with participation in the program.

Effective for service rendered on and after February 27, 2019 NCUC Docket No. E-2, Subs 936 and 1174

PROGRAM REEAD-1 Sheet 2 of 2

CERTIFICATE OF SERVICE

I certify that a copy of Duke Energy Progress, LLC's Compliance Tariffs in Docket Nos. E-2, Sub 936 and E-2, Sub 1174, has been served by electronic mail, hand delivery, or by depositing a copy in the United States Mail, 1st Class Postage Prepaid, properly addressed to parties of record.

This the 5th day of March, 2019.

Kendrick C. Fentress

Associate General Counsel

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