Lawrence B. Somers Deputy General Counsel

Mailing Address: NCRH 20 / P.O. Box 1551 Raleigh, NC 27602

> o: 919.546.6722 f: 919.546.2694

bo.somers@duke-energy.com

March 19, 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 Request for Waiver of Annual Cost of Service Studies Filing Requirement Docket No. E-2, Sub 1142

Dear Ms. Jarvis:

Pursuant to the Commission's February 23, 2018 Order Accepting Stipulation, Deciding Contested Issues and Granting Partial Rate Increase, Duke Energy Progress, LLC ("DEP") is required to file per-book cost of service studies based on the Single Summer Coincident Peak and Summer-Winter Peak and Average Energy methodologies annually. To comply with this requirement, DEP must file these cost of service studies by April 30, 2019. However, DEP is in the process of preparing an application for general rate case which will be filed sometime before the end of the year. As part of this application, DEP will submit then-current cost of service studies.

Rather than file cost of service studies in April and again at some point before the end of this calendar year, DEP requests a waiver of the requirement to file the annual cost of service studies this April. The studies that will be submitted with the general rate case application will serve as the cost of service studies required by the February 23, 2018 Order. Granting this waiver will avoid the unnecessary costs and expense of preparing and filing two studies within a short period of time. DEP has had discussions with the Public Staff regarding this matter, and the Public Staff does not object to this requested waiver. As such, DEP believes good cause exists for granting the relief requested herein.

Thank you for your attention to this matter. If you have any questions, please let me know.

Sincerely,

Lawrence B. Somers

cc: Parties of Record

CERTIFICATE OF SERVICE

I certify that a copy of Duke Energy Progress, LLC's Request for Waiver of Annual Cost of Service Studies Filing Requirement, in Docket No. E-2, Sub 1142, has been served by hand delivery, depositing a copy in the United States Mail, first class postage prepaid, or by electronic mail, properly addressed to the following parties of record:

David Drooz, Chief Counsel Dianna Downey, Counsel Lucy Edmondson, Counsel Public Staff North Carolina Utilities Commission 4326 Mail Service Center Raleigh, NC 27699-4326 <u>david.drooz@psncuc.nc.gov</u> <u>dianna.downey@psncuc.nc.gov</u> <u>lucy.edmondson@psncuc.nc.gov</u>

Ralph McDonald Warren Hicks Bailey & Dixon, LLP Counsel for CIGFUR PO Box 1351 Raleigh, NC 27602 <u>rmcdonald@bdixon.com</u> whicks@bdixon.com

Jennifer T. Harrod, Spec. Dep. Atty. General Margaret Force, Asst. Atty. General Teresa L. Townsend, Asst. Atty. General NC Department of Justice P O Box 629 Raleigh, NC 27602-0629 <u>pforce@ncdoj.gov</u> <u>ttownsend@ncdoj.gov</u> Peter H. Ledford NC Sustainable Energy Association 4800 Six Forks Road, Suite 300 Raleigh, NC 27609 <u>peter@energync.org</u> Sharon Miller Carolina Utility Customers Assoc. 1708 Trawick Road Suite 210 Raleigh, NC 27604 smiller@cucainc.org

Robert Page Counsel for CUCA Crisp, Page & Currin, LLP 4010 Barrett Drive, Ste. 205 Raleigh, NC 27609-6622 rpage@cpclaw.com

John Runkle, Attorney Counsel for NC WARN 2121 Damascus Church Rd. Chapel Hill, NC 27516 jrunkle@pricecreek.com

J. Mark Wilson Moore & Van Allen PLLC 100 North Tryon Street, Suite 4700 Charlotte, NC 28202-4003 <u>markwilson@mvalaw.com</u>

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James P. West, West Law Offices PC 434 Fayetteville Street Suite 2325 Raleigh, NC 27601 jpwest@westlawpc.com

Glen C. Raynor Young, Moore & Henderson, PA P.O. Box 31627 Raleigh, NC 27627 gcr@youngmoorelaw.com

Dayton Cole Appalachian State Univ. P.O. Box 32126 Boone, NC 28608 <u>coledt@appstate.edu</u>

Karen M. Kemerait Deborah Ross Smith, Moore, Leatherwood, LLP 434 Fayetteville St., Ste. 2800 Raleigh, NC 27601 <u>Karen.kemerait@smithmoorelaw.com</u> <u>Deborah.ross@smithmoorelaw.com</u>

Mona Lisa Wallace John Hughes Wallace & Graham, PA 525 . Main St. Salisbury, NC 28144 <u>mwallace@wallacegraham.com</u>

Nickey Hendricks, Jr. The City of Kings Mountain PO Box 429 Kings Mountain, NC 28086 <u>nickh@cityofkm.com</u> Alan R. Jenkins Jenkins At Law, LLC 2950 Yellowtail Ave. Marathon, Fl 33050 aj@jenkinsatlaw.com

John J. Finnigan, Jr. Daniel Whittle Environmental Defense Fund 4000 Westchase Blvd., Ste. 510 Raleigh, NC 27607 jfinnigan@edf.org dwhittle@edf.org

Bridget Lee Dorothy Jaffe Sierra Club 50 F St. NW, 8th floor Washington, DC 20001 <u>Bridget.lee@sierraclub.org</u> <u>Dori.jaffe@sierraclub.org</u>

H. Julian Philpott, Jr. NC Farm Bureau Federation Inc. PO Box 27766 Raleigh, NC 27611 Julian.philpott@ncfb.org

Catherine Cralle Jones Law Offices of Bryan Brice, Jr. 127 W. Hargett St., STe. 600 Raleigh, NC 27601 cathy@attybryanbrice.com

Stephen B. Hamlin Piedmont EMC PO Drawer 1179 Hillsborough, NC 27278-1179 <u>Steve.hamlin@pemc.coop</u>

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Gudrun Thompson David Neal SELC 601 W. Rosemary St., Ste. 220 Chapel Hill, NC 27516 gthompson@selcnc.org dneal@selcnc.org

Brandon F. Marzo Kiran Mehta Troutman & Sanders, LLP 600 Peacetree St. NE, Ste. 5200 Atlanta, GA 30308 Brandon.marzo@troutmansanders.com Kiran.mehta@troutmansanders.com

Mary Lynne Grigg Brett Breitschwerdt McGuireWood LLP 434 Fayetteville St., Ste. 2600 Raleigh, NC 27611 mgrigg@mcguirewoods.com bbreitschwerdt@mcguirewoods.com

Timothy Barwick 209 Mullins Lane Roxboro, NC 27573

Michael S. Colo Poyner Spruill, LLP PO Box 353 Rocky Mount, NC 27802 <u>mscolo@poynerspruill.com</u>

The Kroger Company Attn: Corp. Energy Manager 1014 Vine St. Cincinnati, OH 45202 Michael D. Youth Richard Feathers NCEMC PO Box 27306 Raleigh, NC 27611 <u>Michael.youth@ncemcs.com</u> <u>Rick.feathers@ncemcs.com</u>

Thomas H. Batchelor, Jr. Haywood Electric Membership Corp. 376 Grindstone Rd. Waynesville, NC 28785 <u>Tom.batchelor@haywoodemc.com</u>

Kurt J. Boehm Jody Kyler Cohn, Esq. Boehm, Kurtz & Lowry 36 E. Seventh St., Ste. 1510 Cincinnati, OH 45202 <u>kboehm@bkllawfirm.com</u> jkylercohn@bkllawfirm.com

Kyle J. Smith, General Atty. US Army Legal Svcs. Agency 9275 Gunston Road Fort Belvoir, VA 22060-5546 Kyle.j.smith124@civ@mail.mil

J. Brian Pridgen Gabriel Du Sablon Cauley Pridgen, P.A. 2500 Nash St., Ste C Wilson, NC 27896-1394 <u>bpridgen@cauleypridgen.com</u> <u>gdusablon@cauleypridgen.com</u>

Ben M. Royster Royster & Royster PLLC 851 Marshall St. Mt. Airy, NC 27030 benroyster@roysterlaw.com Electric Systems Director City of Concord 35 Cabarrus Avenue W. Concord, NC 28026 pateb@concordnc.gov

Paul Raaf Office of the Forscom SJA 4700 Knox St. Ft. Bragg, NC 28310-0001 Paul.a.raa.civ@mail.mil

This the 19th day of March, 2019.

Kevin Higgins Energy Strategies LLC 215 S. State St., Ste. 200 Salt Lake City, UT 84111 khiggins@energystrat.com

Sarah W. Collins NC League of Municipalities PO Box 3069 Raleigh, NC 27602 scollins@nclm.org

Lawrence B. Somers / Deputy General Counsel Duke Energy Corporation P.O. Box 1551/ NCRH 20 Raleigh, North Carolina 27602 Tel: 919.546.6722 bo.somers@duke-energy.com