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June 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's Residential Service Energy  
Conservation Discount Rider  
Docket No. E-2, Sub 1174**

Dear Ms. Jarvis:

On December 19, 2018, Duke Energy Progress, LLC ("DEP" or the "Company") filed compliance tariffs pursuant to the Commission's December 17, 2018 *Order Approving Rate Adjustment and Notice to Customers*. I write to notify the Commission that the Company inadvertently failed to include in that filing the revised Residential Service Energy Conservation Discount Rider RECD ("Rider RECD") approved by the Commission. As a result, DEP has failed to bill the compliance rate for approximately 262,416 accounts under Rider RECD from January 1, 2019 to date and has therefore under-recovered approximately \$12,000 in residential revenue through May 2019. DEP does not plan to seek retroactive recovery from the Rider RECD customers affected by the omission, but plans to make the change effective immediately and bill customers for appropriate charges going forward.

DEP regrets any inconvenience to the Commission or our customers due to the Company's inadvertent error. Thank you for your attention to this matter. If you have any questions, please let me know.

Sincerely,

Lawrence B. Somers

Enclosure

cc: Parties of Record

OFFICIAL COPY

JUN 19 2019

RESIDENTIAL SERVICE  
ENERGY CONSERVATION DISCOUNT  
RIDER RECD-1Q

AVAILABILITY

This Rider is available in conjunction with all residential service schedules provided Customer notifies Company and Customer's dwelling complies with the ENERGY CONSERVATION STANDARDS as described within this Rider and Company notifies Customer of such compliance.

Customer's dwelling is subject to inspection by Company to confirm that the dwelling meets the ENERGY CONSERVATION STANDARDS before the discount becomes applicable.

The provisions of the residential service schedules with which this Rider is used are modified only as shown herein.

MONTHLY RATE

Where Customer has received Company's notification of compliance and Customer's dwelling complies with the ENERGY CONSERVATION STANDARDS described within this Rider, the Monthly Bill shall include an RECD Credit calculated as follows:

$$\text{RECD Credit} = (1) 5\% \text{ times the stated kilowatt and kilowatt-hour charges minus} \\ (2) \text{ the kilowatt-hour usage times the Incremental Adjustment Rate}$$

Where:

Incremental Adjustment Rate is 0.032 cents per kilowatt-hour. The Incremental Adjustment Rate is calculated as 5% times the DSM/EE Billing Adjustment (sum of the DSM/EE Rate and DSM/EE EMF) applicable to the residential rate class stated in Annual Billing Adjustment Rider BA.

ENERGY CONSERVATION STANDARDS

- I. All applicants first applying for service under this Rider on or after December 15, 2001, through July 1, 2002:
  - A. If the building permit for construction of the dwelling unit was issued on or after December 15, 2001, Customer must provide to Company a copy of the form certifying that the dwelling unit has met the Department of Energy/Environmental Protection Agency's Energy Star Labeled Home Certification.
  - B. If the construction of the dwelling unit was completed (or building permit issued) before December 15, 2001, Customer can qualify for this Rider if the dwelling unit would have otherwise met the Energy Conservation Standards contained in Residential Service Energy Conservation Discount Rider RECD-82.

- II. All applicants first applying for service under this Rider after July 1, 2002:
  - A. Customer must provide to Company a copy of the form certifying that the dwelling unit has met the Department of Energy/Environmental Protection Agency's Energy Star Labeled Home Certification.
- III. Existing Customers Who Began Receiving the Residential Service Energy Conservation Discount Pursuant to Earlier Versions of this Rider:

Existing customers who are currently receiving the Residential Service Energy Conservation Discount and subsequent customers in those dwellings will continue to receive the energy conservation discount stated in this Rider provided they continue to meet the requirements applicable at the time they first received the discount and any modifications to the structure meet such requirements.

Information regarding the Energy Star Labeled Home Certification criteria is available upon request or by visiting the Progress Energy website under Renewables and Energy Efficiency.

#### SALES TAX

To the above charges will be added any applicable North Carolina sales tax.

Supersedes Rider No. RECD-1P  
Effective for service rendered on and after January 1, 2019  
NCUC Docket No. E-2, Sub 1174

## CERTIFICATE OF SERVICE

I certify that a copy of Duke Energy Progress, LLC's Residential Service Energy Conservation Discount Rider, in Docket No. E-2, Sub 1174, 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:

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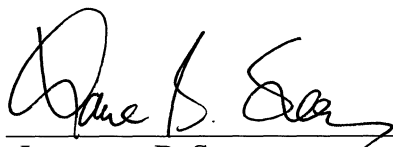
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This the 19<sup>th</sup> day of June, 2019.



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