## **McGuireWoods**

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November 21, 2023

## VIA Electronic Filing

Ms. A. Shonta Dunston, Chief Clerk North Carolina Utilities Commission Dobbs Building 430 North Salisbury Street Raleigh, North Carolina 27603

Re: Dominion Energy North Carolina's 2023 Fuel Charge Adjustment

Docket No. E-22, Sub 675

Dear Ms. Dunston:

This letter is to inform the Commission that Virginia Electric and Power Company, d/b/a Dominion Energy North Carolina (the "Company" or "DENC") recently discovered an error in its calculation of its fuel-related costs in the above-referenced proceeding. Due to a change in Company personnel and inadvertent oversight, DENC failed to include certain capacity costs from solar facilities for the months of March through September 2023 that would otherwise be properly included in the Rider A costs.

Upon discovery of this error, the Company promptly notified the Public Staff. The Company and the Public Staff understand that the review of the matter is not complete, but the preliminary indication is that correction of the error would ultimately net out to result in an approximately \$1 million increase in fuel rates sought to be recovered from customers. Given the various fuel deadlines in this proceeding and the time available before the hearing, the Company and Public Staff have agreed to hold over consideration and potential recovery of these costs to DENC's 2024 fuel filing. Therefore, any under-recovery will be sought in the Company's August 2024 fuel filing. The Company further agrees to waive recovery of any interest associated with delaying the recovery of these costs, and the Company agrees that the Public Staff will audit, investigate, and make recommendations (including with regard to any recommended disallowance) related to the costs at issue. In light of the understanding reached regarding this issue, the parties' agreement on fuel remains intact.

Thank you for your assistance with this matter. Feel free to contact me with any questions about this filing.

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Sincerely,	
/s/Marv Lynne Grigg	

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## **CERTIFICATE OF SERVICE**

I hereby certify that copies of the foregoing <u>Letter Regarding Fuel-Related Cost</u>

<u>Calculation</u>, as filed in Docket No. E-22, Sub 675, were served electronically or via U.S. mail, first-class, postage prepaid, upon all parties of record.

This, the 21st day of November, 2023.

/s/Mary Lynne Grigg

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