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VIA Electronic Filing

Ms. A. Shonta Dunston, Chief Clerk North Carolina Utilities Commission 4325 Mail Service Center Raleigh, North Carolina 27699-4300

Re: Duke Energy Carolinas, LLC's and Duke Energy Progress, LLC's Compliance Tariffs

Docket No. E-100, Sub 175

Dear Ms. Dunston:

Pursuant to Commission Rule R8-25(a) and the Commission's *Order Establishing Standard Rates and Contract Terms for Qualifying Facilities* (the "*Order*"), issued on November 22, 2022 in the above-referenced docket, enclosed for filing are Duke Energy Carolinas, LLC's ("DEC") and Duke Energy Progress, LLC's ("DEP" and together with DEC, the "Companies") rate schedules and standard contracts effective November 1, 2021.

The Companies' compliance filings include redlined versions of DEC's and DEP's respective Purchased Power Schedule PP tariffs, which incorporated updated avoided cost rate options for certain hydroelectric qualifying facilities ("QFs") as directed by the *Order*. Specifically, per Ordering Paragraph 8 of the *Order*, the Companies have incorporated avoided capacity cost rates calculated using a 2.0 performance adjustment factor for run-of-river hydroelectric QFs that are subject to the standard offer. The Commission's *Order* did not require any changes to the Companies' Terms and Conditions for the Purchase of Electric Power and standard offer purchased power agreement, but the Companies are including these contracts with this compliance filing for clarity and completeness and as directed by the *Order*.

The *Order* also approved revisions to the Companies' Notice of Commitment Forms for both small and large QFs intending to establish a legally enforceable obligation to sell power to the Companies. The approved Notice of Commitment Forms are now available to QFs for use and have been posted to the Companies' website at https://www.duke-energy.com/business/products/renewables/generate-your-own?jur=NC02 under the "Purchased Power: Sell energy generated" sub-link.

Very truly yours,

/s/ Tracy S. DeMarco

CERTIFICATE OF SERVICE

I hereby certify that a copy of <u>Duke Energy Carolinas, LLC's and Duke Energy</u>

<u>Progress, LLC's Compliance Tariffs and Standard Contracts</u> as filed in Docket No. E-100, Sub

175, was served via electronic delivery or mailed, first-class, postage prepaid, upon all parties of record.

This the 22nd day of December, 2022.

/s/ Tracy S. DeMarco

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