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March 1, 2017

VIA ELECTRONIC FILING

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

**RE: Duke Energy Progress, LLC's Notification of Projected Total Resource
Cost Test Result for its Home Energy Improvement Program
Docket No. E-2, Sub 936**

Dear Ms. Jarvis:

Pursuant to the Commission's February 9, 2016 Order in Docket No. E-2, Sub 936 in the matter of Duke Energy Progress, LLC's ("Company") request for the approval of modifications to its Residential Home Energy Improvement Program ("Program"), the Company is providing the Commission with notification of the Program's projected Total Resource Cost ("TRC") test result. In the February 9, 2016 Order, the Commission stated that:

[I]f the Residential Home Energy Improvement Program does not have a projected TRC result greater than 1.0 by March 1, 2017, the Program shall be terminated effective March 31, 2017, and DEP shall refund any vintage year 2016 and 2017 portfolio performance incentive and net lost revenues that are associated with the Program and that DEP has collected in rates.

The Company has projected a 1.05 TRC value for 2017 Program year. This projected TRC score along with the Program's other cost effectiveness results will be provided in the Company's 2017 DSM/EE Cost Recovery Request. As a result of this score, the Company does not intend to terminate the Program on March 31, 2017.

Please contact me if you have any questions.

OFFICIAL COPY

Mar 01 2017

Respectfully Submitted,

A handwritten signature in blue ink, appearing to read "Brian L. Franklin".

Brian L. Franklin

Enclosure

cc: Parties of Record

CERTIFICATE OF SERVICE

I certify that a copy of Duke Energy Progress, LLC's Modifications to Residential Home Energy Improvement Program has been served by electronic mail (e-mail), hand delivery or by depositing a copy in the United States Mail, first class postage prepaid, properly addressed to parties of record.

This, the 1st day of March 2017.



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