

LAW OFFICE OF
ROBERT W. KAYLOR, P.A.
353 EAST SIX FORKS ROAD, SUITE 260
RALEIGH, NORTH CAROLINA 27609
(919) 828-5250
FACSIMILE (919) 828-5240

August 27, 2020

VIA ELECTRONIC FILING

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

**RE: Duke Energy Carolinas, LLC's Proposed Notice to Customers
Docket Nos. E-7, Subs 1228, 1229 and 1231**

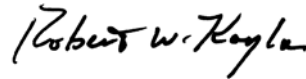
Dear Ms. Campbell:

Pursuant to the North Carolina Utilities Commission's ("Commission") August 19, 2020 *Order Approving Fuel Charge Adjustment* in Docket No. E-7, Sub 1228; its August 20, 2020 *Order Approving Proposed REPS and REPS EMF Riders and 2019 REPS Compliance Report* in Docket No. E-7, Sub 1229; and its August 19, 2020 *Order Approving CPRE Rider and CPRE Program Compliance Report* in Docket No. E-7, Sub 1231, enclosed is the proposed Notice to Customers of Change in Rates developed by Duke Energy Carolinas, LLC ("DEC") and the Public Staff.

DEC respectfully requests that the Commission review the Customer Notice as soon as possible to allow DEC sufficient time for the design, printing and programming of the notice to be included in customer bills during September 2020.

Please do not hesitate to contact me if you have any questions or need additional information.

Sincerely,



Robert W. Kaylor, P.A.

Enclosure

cc: Parties of Record

OFFICIAL COPY

Aug 27 2020

**STATE OF NORTH CAROLINA
UTILITIES COMMISSION
RALEIGH**

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

DOCKET NO. E-7, SUB 1228)

In the Matter of)
Application by Duke Energy Carolinas, LLC)
Pursuant to N.C.G.S. § 62-133.2 and NCUC R8-)
55 Relating to Fuel and Fuel-Related Cost)
Adjustment for Electric Utilities)

DOCKET NO. E-7, SUB 1229)

In the Matter of)
Application by Duke Energy Carolinas, LLC for)
Approval of Renewable Energy and Energy)
Efficiency Portfolio Standard (REPS))
Compliance Report and Cost Recovery Rider)
Pursuant to N.C.G.S. § 62-133.8 and NCUC R8-)
67)

DOCKET NO. E-7, SUB 1231)

In the Matter of)
Application by Duke Energy Carolinas, LLC for)
Approval of CPRE CPRE Cost Recovery Rider)
Pursuant to N.C.G.S. § 62-110.8 and Commission)
Rule R8-71)

**NOTICE TO
CUSTOMERS OF
CHANGE IN RATES**

NOTICE IS HEREBY GIVEN that the North Carolina Utilities Commission entered an Order in Docket No. E-7, Sub 1228, on August 19, 2020, after public hearing, approving fuel and fuel related charge rate decreases(including regulatory fee) of (0.3114) ¢/kilowatt-hour (kWh), (0.2242) ¢/kWh and (0.1715) ¢/kWh for the Residential, General Service/Lighting and Industrial customer classes, respectively. The decrease equates to approximately \$143.8 million on an annual basis in the rates and charges paid by the retail customers of Duke Energy Carolinas, LLC (Duke Energy Carolinas or the Company) in North Carolina.

These changes are effective for service rendered on and after September 1, 2020. The rate decrease was ordered by the Commission after a review of Duke Energy Carolinas' fuel and fuel-related expenses during the 12-month period ended December 31, 2019, and represents actual changes experienced by the Company with respect to its reasonable cost of fuel and fuel-related costs during the test period. The net fuel and fuel-related cost factors for the Residential, General Service/Lighting and Industrial customer

classes are 1.6391 ¢/kWh, 1.8249 ¢/kWh and 1.9310 ¢/kWh respectively (excluding regulatory fee).

The changes in the approved fuel and fuel-related rates described above will result in monthly net rate decreases of approximately \$3.11 for each 1,000 kWh of usage per month for the Residential customer class, \$2.24 for each 1,000 kWh of usage per month for the General Service/Lighting customer class and \$1.71 for each 1,000 kWh of usage per month for the Industrial customer class.

NOTICE IS ALSO HEREBY GIVEN that the North Carolina Utilities Commission entered an Order in Docket No. E-7, Sub 1229 on August 20, 2020, approving changes in the Company's Renewable Energy and Energy Portfolio Standard (REPS) riders by customer class. These charges are designed to collect approximately \$29 million of incremental costs incurred to comply with the REPS requirements, pursuant to N.C.G.S. § 62-133.8.

Effective for service on and after September 1, 2020, the monthly REPS riders, by customer class, are as follows: Residential, \$0.78 per month; General Service, \$3.81 per month; and Industrial Service \$17.57 per month, including regulatory fee. These monthly charges reflect decreases by customer class of \$0.09 per month for Residential, \$0.84 per month for General Service/Lighting, and \$3.70 per month for Industrial.

NOTICE IS HEREBY GIVEN that the North Carolina Utilities Commission entered an Order in Docket No. E-7, Sub 1231, on August 19, 2020, after public hearing, approving CPRE rate increases (including regulatory fee) of 0.0067 ¢/kWh, 0.0064 ¢/kWh and 0.0061 ¢/kWh for the Residential, General Service/Lighting and Industrial customer classes, respectively. The increase equates to approximately \$4 million on an annual basis in the rates and charges paid by the retail customers of Duke Energy Carolinas, LLC (Duke Energy Carolinas or the Company) in North Carolina.

These changes are effective for service rendered on and after September 1, 2020. The rate increase was ordered by the Commission after a review of Duke Energy Carolinas' CPRE program expenses during the 29-month period ended December 31, 2019, and represents actual changes experienced by the Company with respect to its reasonable CPRE costs during the test period. The net CPRE cost factors for the Residential, General Service/Lighting and Industrial customer classes are 0.0067 ¢/kWh, 0.0064 ¢/kWh and 0.0061 ¢/kWh respectively (excluding regulatory fee).

The changes in the approved CPRE rates described above will result in monthly net rate increases of approximately \$0.07 for each 1,000 kWh of usage per month for the Residential customer class, \$0.06 for each 1,000 kWh of usage per month for the General Service/Lighting customer class and \$0.06 for each 1,000 kWh of usage per month for the Industrial customer class.

THE OVERALL IMPACT of change in all riders on a residential customer using 1,000 kWh per month, reflecting the combined effect of the changes in the fuel and fuel-

related rate, the monthly REPS rate, and the monthly CPRE rate, as described above, will be a decrease of \$3.13 per month.

ISSUED BY ORDER OF THE COMMISSION.

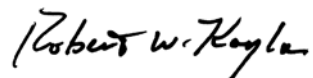
This the ___nd day of August, 2020.

NORTH CAROLINA UTILITIES COMMISSION
Kimberley A. Campbell, Chief Clerk

CERTIFICATE OF SERVICE

I certify that a copy of Duke Energy Carolinas, LLC's Proposed Notice to Customers of Change in Rates in Docket Nos. E-7, Subs 1228, 1229 and 1231 has been served by electronic mail, hand delivery or by depositing a copy in the United States mail, postage prepaid properly addressed to parties of record.

This the 27th day of August, 2020.



Robert W. Kaylor
352 E. Six Forks Rd., Ste. 260
Raleigh, North Carolina 27609
Tel 919-828-5250
bkaylor@rwkaylorlaw.com