STATE OF NORTH CAROLINA UTILITIES COMMISSION RALEIGH

DOCKET NO. E-2, SUB 1262

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

In the Matter of		
Duke Energy Progress, LLC, True-Up)	ORDER APPROVING STORM
Adjustment for Storm Cost Recovery)	COST RECOVERY CHARGES

BY THE COMMISSION: On May 31, 2022, Duke Energy Progress, LLC (DEP or Company), as Servicer of the Senior Secured Series A Storm Recovery Bonds (Storm Recovery Bonds), filed a request for an adjustment to the storm cost recovery charges pursuant to the Commission's May 10, 2021 Financing Order, as clarified by the July 13, 2021 Order Clarifying and Correcting Financing Order in Docket No. E-2, Sub 1262 (Financing Order). The Company stated that the adjustment is intended to satisfy the requirements of N.C. Gen. Stat. § 62-172(b)(3)d and the Financing Order by ensuring the storm cost recovery charges will recover amounts sufficient to timely provide for payments of debt service and other required amounts in connection with the Storm Recovery Bonds.

In its May 31, 2022, filing, DEP proposed to replace the existing storm cost recovery charges of 0.300 cents per kilowatt hour (kWh) for Residential customers, 0.321 cents per kWh for Small General Service customers, 0.050 cents per kWh for Medium Service customers, 0.017 cents per kWh for Large General Service customers, and 0.045 cents per kWh for Lighting customers, with a new storm recovery charges of 0.227 cents per kWh for Residential customers, 0.244 cents per kWh for Small General Services customers, 0.038 cents per kWh for Medium General Services customers, 0.012 cents per kWh for Large General Services customers, and 0.034 cents per kWh for Lighting customers, to be effective on and after July 1, 2022.

The Public Staff presented this matter to the Commission at its Regular Staff Conference on June 27, 2022. The Public Staff stated that it had reviewed the filings for mathematical and clerical errors and is satisfied there are no such errors contained in the filing. The Public Staff also reviewed the ongoing financing costs and servicing fees incurred for the review period and found them reasonable. Based on its review, the Public Staff concluded that the proposed rates are reasonable. Therefore, the Public Staff recommended that the Company's proposed storm cost recovery charges be approved, effective for the period July 1, 2022, through December 31, 2022.

Based on its review of the Company's filing and the recommendation of the Public Staff, the Commission concludes that the proposed storm cost recovery charges are reasonable and should be approved, effective July 1, 2022.

IT IS, THEREFORE, ORDERED that the storm cost recovery charges proposed by the Company are approved, effective July 1, 2022, through December 31, 2022.

ISSUED BY ORDER OF THE COMMISSION.

This the 28th day of June, 2022.

NORTH CAROLINA UTILITIES COMMISSION

A. Shonta Dunston, Chief Clerk

Commissioners Daniel G. Clodfelter, Floyd B. McKissick Jr., and Karen M. Kemerait did not participate in this decision.