



**NORTH CAROLINA
PUBLIC STAFF
UTILITIES COMMISSION**

October 15, 2021

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

Re: Docket No. G-5, Sub 632 – Application of Public Service Company of North Carolina, Inc., for a General Increase in Rates and Charges; and G-5, Sub 634 - Application for Approval to Modify Existing Conservation Programs and Implement New Conservation Programs

Dear Ms. Dunston:

Attached for filing in the above-referenced dockets is the settlement testimony of Julie G. Perry, Manager, Natural Gas & Transportation Section, Accounting Division.

By copy of this letter, I am forwarding a copy to all parties of record by electronic delivery.

Sincerely,

Electronically submitted
s/ Gina C. Holt
Staff Attorney
gina.holt@psncuc.nc.gov

Attachment

Executive Director
(919) 733-2435

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Economic Research
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Energy
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Water/Telephone
(919) 733-5610

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

DOCKET NO. G-5, SUB 632
DOCKET NO. G-5, SUB 634

DOCKET NO. G-5, SUB 632)
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 In the Matter of)
 Application of Public Service Company)
 of North Carolina, Inc., for an) SETTLEMENT
 Adjustment of Natural Gas Rates and) TESTIMONY OF
 Charges in North Carolina) JULIE G. PERRY
) PUBLIC STAFF – NORTH
) CAROLINA UTILITIES
 DOCKET NO. G-5, SUB 634) COMMISSION
)
)
 In the Matter of)
 Application for Approval to Modify)
 Existing Conservation Programs and)
 Implement New Conservation)
 Programs)
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)

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

**DOCKET NO. G-5, SUB 632
DOCKET NO. G-5, SUB 634**

**SETTLEMENT TESTIMONY OF
JULIE G. PERRY SUPPORTING STIPULATION**

**ON BEHALF OF THE PUBLIC STAFF –
NORTH CAROLINA UTILITIES COMMISSION**

OCTOBER 15, 2021

1 **Q. MS. PERRY, WHAT IS THE PURPOSE OF YOUR SETTLEMENT**
2 **TESTIMONY IN THIS PROCEEDING?**

3 A. The purpose of my settlement testimony is to support the Stipulation
4 of Settlement (Stipulation) between Public Service Company of
5 North Carolina, Inc. (PSNC or the Company), the Public Staff,
6 Carolina Utility Customers Association, Inc., and Evergreen
7 Packaging, LLC (collectively, the Stipulating Parties) dated October
8 15, 2021, and provide testimony regarding PSNC's Energy Efficiency
9 Program and GreenTherm™ mechanisms.

10 **Q. PLEASE BRIEFLY DESCRIBE THE TERMS OF THE**
11 **STIPULATION.**

12 A. The Stipulation sets forth agreement between the Stipulating Parties
13 regarding the following revenue requirement and rate issues that I
14 am responsible for:

- 1 (1) Return the unprotected federal excess deferred income taxes
2 (EDIT) due to the Tax Cuts and Jobs Act to customers.
- 3 (2) Return the remaining North Carolina state EDIT due to
4 reductions in state tax rates and make corrections to prior
5 State EDIT refunds.
- 6 (3) Return the deferred revenues associated with the over
7 collection of federal taxes.
- 8 (4) Durham Incident Legal Fees.
- 9 (5) Deferral Request - AFUDC Equity.
- 10 (6) Gas Extension Feasibility Model.
- 11 (7) Continuation of the Integrity Management Tracker.
- 12 (8) Energy Efficiency Rider.
- 13 (9) GreenTherm™ Mechanism.
- 14 (10) In addition to the settled issues having a revenue requirement
15 impact in the present case, the Stipulation also reflects audit
16 and reporting obligations for Transmission Integrity
17 Management Program (TIMP) costs, Distribution Integrity
18 Management (DIMP) costs, and legal costs related to the
19 Durham Incident.

20 The details of the Stipulating Parties' agreement regarding these
21 issues are set forth in the Stipulation.

22 **Q. DOES THIS CONCLUDE YOUR TESTIMONY?**

23 A. Yes.