

Notice to Customers of Change in Rates

On December 8, 2015, the Public Service Commission of South Carolina (PSCSC) issued Order No. 2015-843 in Docket No. 2015-1-E approving a Fixed Monthly Rider 39 Charge for each customer class. This charge is to collect incremental costs incurred to comply with recent distributed energy resources legislation. The charge is applied on a per account basis. For purposes of the applicability of the charge, an “account” is defined as all accounts serving the same customer of the same revenue classification located on the same or contiguous properties, ensuring that an account shall only receive one Fixed Monthly Rider 39 Charge. Certain accounts which serve in an auxiliary role to a primary account on the same premise will be exempt from being charged the Fixed Monthly Rider 39 Charge. The Fixed Monthly Rider 39 Charge for each class is as follows: Residential \$0.58, General Service/Lighting \$ 1.22, Industrial, \$46.73. The impact of the Fixed Monthly Rider 39 charge to the overall fuel factor for Residential customers is an increase of \$0.58, or 0.6%, for an average residential customer using 1000 kilowatt-hours (kWh) per month.

On December 16, 2015, in Order No. 2015-877 issued in Docket No. 2015-323-E, the PSCSC also approved an increase in retail residential rates and an increase in non-residential rates related to Duke Energy Progress’ Demand-Side Management and Energy Efficiency Programs. A typical residential customer using 1000 kWhs per month will see an increase of \$2.99 per month for the costs of the DSM and EE Programs. The total monthly impact for commercial and industrial customers will vary based upon consumption and customers’ participation in DEP’s demand-side management and energy efficiency programs.

The new rates and charges will be reflected on billing statements on or after January 1, 2016. Information concerning the impact of these decisions on all rate schedules is available by calling Duke Energy Progress’ Customer Service Center at 1.800.452.2777.