

Notice of Application for General Rate Increase and Public Hearings

Docket No. E-22 Sub 765

Application by Virginia Electric and Power Company d/b/a Dominion Energy North Carolina for Adjustment of Rates and Charges Applicable to Retail Electric Utility Service in North Carolina

Why am I receiving this notice?

On April 30, 2026, Virginia Electric and Power Company d/b/a Dominion Energy North Carolina (DENC), filed an application with the North Carolina Utilities Commission (Commission) requesting authority to increase the rates it charges to its customers for retail electric service in North Carolina. DENC seeks a total increase of approximately \$37 million, which would be an increase of 11.99% over current base rates. DENC must prove to the Commission that the requested rates are just and reasonable and in the public interest. If approved, DENC's requested increase would result in the following:

Summary of Requested Revenue Increase ¹			
Customer class	Present base revenues	Requested revenue increase	
Residential	\$167,781,134	\$25,870,737	15.42%
SGS	\$64,907,778	\$3,112,299	4.80%
LGS	\$31,700,644	\$2,850,755	8.99%
6VP	\$11,804,452	\$693,428	5.87%
NS	\$24,223,026	\$2,903,599	11.99%
Traffic	\$54,049	\$7,451	13.79%
Outdoor/streetlight	\$6,650,513	\$1,379,678	20.75%
Total Revenue Increase	\$307,121,596	\$36,817,949	11.99%

Why is DENC seeking a rate increase?

DENC states that its request is driven by investments made for the benefit of customers since its 2024 rate case, including:

1. Investments in its nuclear fleet to ensure the continued safe, reliable, and efficient operation of these units;
2. Investments in its fossil fleet to maintain the continued reliability and efficiency of these units and to implement uprates of certain natural gas units;
3. Investments in its renewable energy (traditional hydro, pumped storage hydro, biomass, solar, and offshore wind) and battery storage facilities; and
4. Investments to expand and strengthen its transmission and distribution infrastructure in North Carolina and throughout its system.

¹ DENC plans to make an update filing in September 2026 incorporating new expenditures that will likely result in an increase to these requested rates.

DENC also seeks authority to implement an annual rider to recover costs associated with the Coastal Virginia Offshore Wind (CVOW) Commercial Project that are in addition to the costs for this project that are included in base rates (Rider CVOW). In addition, DENC seeks authority to return to customers \$10.4 million in nuclear energy production tax credit benefits through a one-year rider (Rider NPTC).

Furthermore, DENC requests a rate of return on common equity of 10.50%. This number is the return customers pay investors on DENC's capital investment, expressed as a percentage.

How are rates calculated?

A typical residential bill has several components, including:

- **The Electric Charge** covers the cost of generating electricity, including certain fuel-related costs, moving it through transmission lines and substations, and delivering it to a customer. This charge also includes
 - A Basic Customer Charge, which is a fixed monthly fee that covers the utility's baseline costs to maintain your account and connect your home to the electrical grid and
 - Various annual riders that are designed to recover costs associated with the adoption of renewables, demand-side management and energy efficiency programs, and the recovery of certain coal ash remediation activities.
- **The Fuel Charge** includes the cost for fuel used to produce electricity, including fuel shipment, and represents any changes in fuel costs not already covered in the Electric Charge. **The State Sales Tax** of 7% applied to Electric and Fuel Charges.

To learn more about each of these components, visit [dominionenergy.com/north-carolina/rates-and-tariffs/rates-101](https://www.dominionenergy.com/north-carolina/rates-and-tariffs/rates-101).

DENC is requesting to update base rates, specifically the Basic Customer and Electric Charges. The Basic Customer Charge is a fixed amount for every customer depending on the customer's class (residential, commercial, or industrial). The Electric Charge is different for customers of different classes and is a rate in cents/kWh applied to each customer's energy usage. To learn more about each of these components, visit <https://www.dominionenergy.com/north-carolina/paying-my-bill/understand-my-bill>.

If DENC's request is approved, how will it impact my bill?

If approved, the proposed total monthly bill for a residential customer using 1,000 kWh per month, including base rates, the proposed Rider CVOW and Rider NPTC, and other currently approved riders, would be \$151.48, an increase of approximately 12.76% over current rates. At the conclusion of the 1-year Rider NPTC distribution, and assuming no other changes, the average customer bill would increase by \$3.44, making the average residential bill \$154.92.

The proposed total monthly bill for a nonresidential customer served under one of the schedules listed below, including base rates, the proposed Rider CVOW and proposed Rider NPTC, and all currently approved rate riders would be as follows:

Customer Class	Before increase	After increase	Change (\$/month)	Change (%)
SGS (Schedule 5)	\$1,298.11	\$1,351.97	\$53.86	4.15%
LGS (Schedule 6L)	\$423,500.28	\$451,469.60	\$27,969.32	6.60%

The Commission may consider additional or alternative rate design proposals that were not included in DENC's Application and may order increases or decreases in individual rate schedules that differ from those proposed by the DENC. In no event, however, will the Commission approve any increase in total revenues beyond the total increase in revenues requested by DENC.

When will my rates change?

Your rates will not increase immediately. The Commission has scheduled DENC's request for investigation and hearing. DENC intends to implement its proposed rates on a temporary basis subject to refund on December 1, 2026, under the authority of N.C. Gen. Stat. § 62-135. Customers will receive another notice before temporary rates take effect. The Commission should make its final determination as to DENC's requested increase in January/February 2027, and the approved new rates should go into effect on or around March 1, 2027. You will receive another notice when the new rates are determined that will indicate when they will go into effect.

How can I participate?

Your input on DENC's requested increase can help the Commission make an informed decision. You may (but are not required to) participate in several ways, including:

Option A: You can file a written consumer statement of position in the docket by visiting ncuc.gov/contactus.html. Please include the docket number that is listed at the top of this notice.

Option B: You can testify at a public hearing. Your testimony will become part of the evidence the Commission considers in making its decision. For helpful tips on how to give public witness testimony, visit ncuc.gov/documents/ncucbrochure.pdf. Public hearings will take place as follows:

Date & Time	Location	Town/City
Monday, September 28, 2026, at 7:00 p.m.	Halifax County Courthouse, District Courtroom 357 Ferrell Lane	Halifax, NC 27839
Monday, October 5, 2026, at 7:00 p.m.	Remote via WebEx*	
Tuesday, October 13, 2026, at 7:00 p.m.	Dare County Commissioners' Meeting Room 962 Marshall C Collins Drive	Manteo, NC 27954
Wednesday, October 14, 2026, at 7:00 p.m.	Martin County Courthouse 305 East Main Street	Williamston, NC 27892

*** A link to view the WebEx hearing will be available at [ncuc.gov](http://www.ncuc.gov). Members of the public who wish to testify at the virtual public hearing must register in advance of the hearing, no later than 5:00 p.m. on September 25, 2026, by completing the electronic Remote Public Witness Registration form located on the Commission's website at <http://www.ncuc.gov/hearings/remotepublicregister/html>. Only the first 20 individuals registered will be allowed to testify at the remote hearing. If assistance is needed, please contact 919-733-0837. This hearing will be canceled if no one registers to testify by 5:00 p.m. on September 25, 2026**

Please note that, at the public hearings, the Commissioners cannot answer questions. However, representatives from DENC and from the Public Staff (the consumer advocate) will be available to answer questions before and after the hearing, and the Public Staff can answer questions before the hearing about how to testify.

Some local courthouses prohibit the public from bringing electronic devices into the building, and therefore individuals with prepared statements on their devices may wish to bring a printed copy of their statement

In addition, the Commission will hold a hearing solely for the purpose of receiving expert witness testimony from the parties' witnesses in this proceeding on Wednesday, November 18, 2026, at 10:00 a.m. If you're interested in watching the expert witness hearing, you can observe in person or you can watch it on the Commission's YouTube channel, which can be located at youtube.com/@NCUtilitiesCommission.

If there are no complaints or contested issues between the parties, the public or expert witness hearings may be cancelled.

Who can I talk to about this petition?

The Public Staff represents customers in proceedings before the Commission. The Public Staff has a team of engineers, accountants, economists, and lawyers reviewing DENC's requested increase and is scheduled to file its testimony outlining its recommendations by October 6, 2026. You can contact the Public Staff by mail at 4325 Mail Service Center, Raleigh, NC 27699-4300.

Where can I find more information?

DENC's application was filed pursuant to the following legal authorities:

North Carolina General Statute Chapter 62, Sections 133, 134, and 135	ncleg.net/enactedlegislation/statutes/html/bychapter/chapter_62.html
Commission Rule R1-17	ncuc.gov/ncrules/rulstoc.html

You can find the materials filed by DENC and other parties and orders issued by the Commission in this proceeding by typing "E-22 Sub 765" into the Docket Number entry at the following website: starw1.ncuc.gov/NCUC/page/Dockets/portal.aspx.

You can learn more about the Public Staff at publicstaff.nc.gov.

You can learn more about DENC at <https://www.dominionenergy.com/north-carolina>.

NOTE TO PRINTER: DENC shall pay advertising costs. It is required that an Affidavit of Publication be filed with the Commission by DENC.