

Management's Assertion Regarding Disbursements for Eligible Green Expenditures

Duke Energy Progress, LLC is responsible for the completeness, accuracy, and validity of the Duke Energy Progress Eligible Green Expenditure Report included below for the period from March 7, 2017 through September 30, 2019 (the "Report"). Management of Duke Energy Progress, LLC (the "Company") asserts that \$593.6 million of the \$593.6 million net proceeds from the March 7, 2019 issuance of the \$600 million aggregate principal amount of the Series 2019 3.45% First Mortgage Bonds due March 15, 2029 (the "Mortgage Bonds") was disbursed by the Company during the period from March 7, 2017 through September 30, 2019, for eligible green expenditures in accordance with the Eligible Green Expenditures Criteria described in [Note 1] below.

Duke Energy Progress Eligible Green Expenditure Report Period from March 7, 2017 through September 30, 2019 \$ Amounts in Millions

Net Proceeds from Green Bond Issuance

Issuance Date:	March 7, 2019
Series 2019 3.45% First Mortgage Bonds (Due March 15, 2029)	\$593.6
Total Net Proceeds	\$593.6

Disbursements of Funds to Eligible Green Expenditures*

Project Type	Amount Disbursed		
	Current Period June 1, 2019 - September 30, 2019	Prior Period March 7, 2017 - May 31, 2019	Cumulative March 7, 2017 - September 30, 2019
Solar Power Purchase Agreements	\$ 105.3	\$ 467.4	\$ 572.7
Solar Rebates	\$ -	\$ 20.9	\$ 20.9
Total Disbursements of Net Proceeds	\$ 105.3	\$ 488.3	\$ 593.6

*The eligible period for expenditures is during the 24 months preceding the bond issuance date until the maturity date of the Mortgage Bonds.

Notes to Duke Energy Progress Eligible Green Expenditure Report

Note 1: Eligible Green Expenditures Criteria

- Solar energy investments, including expenditures relating to:
 - the development, construction, acquisition and operation of solar energy projects.
 - power purchase agreements for the procurement of solar energy.
 - rebates for rooftop solar power installations.
- Eligible green expenditures include disbursements made during the 24 months preceding the Mortgage Bond issuance date until March 15, 2029.

Note 2: Disbursement Status and Continued Reporting

- As of September 30, 2019, \$593.6 million of the \$593.6 million total net proceeds of the Mortgage Bonds has been disbursed to the eligible green expenditures included in the Report.
- Our independent accountants performed an examination over management's assertion regarding disbursements made for eligible green expenditures during the period March 7, 2017 through May 31, 2019 in accordance with the attestation standards established by the American Institute of Certified Public Accountants and issued an examination report dated October 4, 2019 relating to the prior period.