STATE OF NORTH CAROLINA UTILITIES COMMISSION RALEIGH

STAFF CONFERENCE AGENDA February 19, 2018

COMMISSION STAFF

NO AGENDA ITEMS

PUBLIC STAFF

C. COMMUNICATIONS

P1. FILING OF INTERCONNECTION AGREEMENT AND AMENDMENTS BY AT&T

EXPLANATION: The following interconnection agreement and amendments were filed for Commission approval between December 1, 2017, and January 10, 2018:

MebTel, Inc. d/b/a CenturyLink

<u>Docket No. P-35, Sub 144</u> – Agreement with Charter Fiberlink NC-CCO, LLC, filed on December 1, 2017. While the cover letter submitted with this agreement indicates that this agreement adopts in its entirety the agreement between CenturyLink and Teleport Communications America, LLC, filed in Docket No. P-35, Sub 135, and approved by the Commission on June 16, 2015, the Company has confirmed to the Public Staff that the correct docket number for the agreement that is being adopted is Docket No. P-35, Sub 131.

BellSouth Telecommunications, LLC, d/b/a AT&T North Carolina (AT&T)

<u>Docket No. P-55, Sub 1895</u> – Amendment filed on January 10, 2018, to an existing interconnection agreement with Zayo Group, LLC, which the Commission approved on January 15, 2014. The amendment implements changes pursuant to the Lifeline and Link Up Reform and Modernization et al., WC Docket No. 11-42 et al., Second Report and Order, FCC 15-71, Connect America Fund et al., and Petition of US Telecom for Forbearance et al., WC Docket No. 14-192. The amendment also modifies certain provisions related to the termination of the agreement, and Customer Information Services (CIS) pursuant to WC Docket No. 16-13, approved March 15, 2016. Additionally, the amendment replaces the portion of the agreement regarding Structure Access in its entirety.

The changes delete the rates for Lifeline and Link Up services that will no longer be available under this agreement. The amendment deletes the rates, terms, and conditions related to the unbundling of 64 kbps voice-grade channels in situations where a copper loop has been retired. Language in the amendment replaces certain provisions of the existing agreement regarding the termination of the agreement after the initial term expiration. The amendment revises the CIS section to add new terms and conditions regarding Operator Services and Directory Assistance as stated in Exhibit B at the rates reflected in the Pricing Sheet in Exhibit D. The new terms, conditions, and rates for Structure Access are provided in Exhibit C and Exhibit D, respectively.

Both of these filings were made in compliance with Commission Rule R17-4(d) and Sections 252(e) and 252(i) of the Telecommunications Act of 1996. The Act provides for the filing of such agreements and amendments with the state commission and approval or rejection by the state commission within 90 days after filing. On June 18, 1996, the Commission issued an Order in Docket No. P-100, Sub 133, allowing interim operation under negotiated agreements filed as public records prior to Commission approval of the agreements.

The Public Staff has reviewed each of these filings and recommends Commission approval.

RECOMMENDATION: (Proffitt) That orders be issued approving the agreement and amendment effective on the date they were filed. The Public Staff has provided copies of the proposed orders to the Commission's Legal Staff.

D. <u>ELECTRIC</u>

P1. <u>DOCKET NO. E-35, SUB 48 – WESTERN CAROLINA UNIVERSITY – APPLICATION FOR AUTHORITY TO RECOVER PURCHASED POWER EXPENSE</u>

EXPLANATION: On December 15, 2017, in compliance with Commission orders in Docket No. E-35, Subs 17, 19, and 40, respectively, Western Carolina University (WCU) filed an application for a change in its Schedule CP Purchased Power Cost Rider (Rider) to be effective for the twelve monthly billings beginning with the bills rendered in January 2018. This filing included actual purchased power cost and recovery information only for the period January 2017 through November 2017. On January 19, 2018, the Commission issued an Order Granting Extension of Time in this proceeding, providing that the date on which WCU's 2018 PPA factor shall become effective would be extended by one month. On February 13, 2018, WCU filed its final rates for the Rider, which incorporated actual purchased power costs and revenues through December 2017.

The net purchased power adjustment factor requested by WCU for use in Schedule CP is an increment of \$0.00155 per kWh. This proposed factor would replace the currently expiring decrement factor of \$(0.00488) and would thus result in a net increase, relative to current rates, in a customer's monthly bill of \$6.43 for 1,000 kWh of usage. The requested factor is made up of two elements. The first is a decrement of \$(0.00092) per kWh to recover, in conjunction with purchased power revenues included in base rates, estimated purchased power costs for the period February 2018 through December 2018. The second element is an Experience Modification Factor (EMF) increment of \$0.00247 per kWh to collect purchased power costs undercollected during the period January 2017 through December 2017. The Public Staff has reviewed the calculations and documentation supporting these components and found them to be accurate.

Both the 2018 estimated and the 2017 actual rider amounts include charges actually or expected to be billed at wholesale to WCU by its power supplier, Duke Energy Carolinas, LLC (DEC), for coal ash cleanup costs at DEC's generation facilities. Pursuant to certain sections of WCU's power purchase contract with DEC, these costs may be subject to adjustment based on the outcome of DEC's currently ongoing general rate case proceeding, Docket No. E-7, Sub 1146 (Sub 1146). If such adjustments in charges by DEC occur, WCU plans to flow through those adjustments to its retail customers in future Schedule CP Riders. With regard to the estimated component of the Rider proposed in this proceeding, WCU proposes to defer 50% of the coal ash cleanup costs included therein, to be recovered in the EMF component of next year's Rider (as trued up to actual), but still subject to the ultimate outcome of the Sub 1146 proceeding. In this case, the deferred estimate amount equals approximately \$94,000. The Public Staff does not object to this proposal.

WCU and the Public Staff have also discussed a reasonable amount of carrying costs for the deferred coal ash cleanup estimate, and have agreed that it is reasonable for WCU to calculate carrying costs typically for one year (but only 11.5 months in this case, due to the one-month delay approved by the Commission), at the Federal Energy Regulatory Commission (FERC) interest rate (currently 4.25% annually) as set forth in Section 35.19a of the FERC Regulations and published quarterly, but in no event at a rate greater than the weighted overall rate of return approved in WCU's most recent general rate case. The carrying costs would be calculated and added to the Rider as part of the EMF true-up of the applicable deferred coal ash cleanup estimate (in this case in next year's Rider). The Public Staff recommends that the Commission approve this method of calculating carrying costs.

EXHIBIT: A proposed order is attached as Exhibit No. P-1.

RECOMMENDATION: (Saillor/Li/Maness) That the Commission approve the Schedule CP Purchased Power Cost Rider increment of \$0.00155 per kWh for WCU, effective for the eleven monthly bills rendered on and after February 19, 2018, and before January 1, 2019, and also approve the deferral of 50% of the estimated coal ash cleanup charges included therein and the recommended method of calculating carrying costs on the deferred charges. The approval of this Rider should be without prejudice to the right of any party to take issue with it or the Commission's conclusions regarding the deferral of coal ash cleanup costs in a general rate case.

P2. <u>DOCKET NO. SP-9416, SUB 1 – BIOGAS CORP – APPLICATION FOR A CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY TO CONSTRUCT A 6.2-MW POULTRY BIOMASS FUELED ELECTRIC GENERATING FACILITY IN UNION COUNTY, NORTH CAROLINA</u>

EXPLANATION: On December 19, 2017, BioGas Corp (Applicant), filed an application seeking a certificate of public convenience and necessity pursuant to G.S. 62-110.1(a) for construction of a 6.2-MW poultry biomass fueled electric generating facility to be located at the intersection of Acme Drive and Ammunition Road, Monroe, Union County, North Carolina. The Applicant plans to sell the electricity to Duke Energy Carolinas, LLC (DEC), wheeling through the City of Monroe.

On December 21, 2017, the Commission issued an Order Requiring Publication of Notice, which required the Applicant to (1) publish notice of the application as required by G.S. 62-82(a) and file an affidavit of publication with the Commission, (2) mail a copy of the application and notice, no later than the first date that such notice is published, to the electric utility to which the Applicant plans to sell and distribute the electricity, and (3) file a signed and verified certificate of service of such mailing to the utility. The Order also specified that if a complaint was received within 10 days after the last date of the publication of the notice, the Commission would schedule a public hearing to determine whether a certificate of public convenience and necessity should be awarded. The Order further specified that if the Commission received no complaints within the time specified above and if the Commission did not order a hearing upon its own initiative, it would enter an order awarding the certificate of public convenience and necessity.

On December 27, 2017, the Applicant filed a verified certificate of service stating that the application and the related public notice were provided to the City of Monroe on December 27, 2017.

On January 19, 2018, the Applicant filed an affidavit of publication from The Enquirer Journal (Monroe, North Carolina) stating that the publication of notice was completed on January 17, 2018. No complaints have been received.

On January 23, 2018, the Applicant filed a verified certificate of service stating that the application and the related public notice were provided to DEC on January 22, 2018, which was after the first date of publication.

On January 26, 2018, the Applicant filed a letter from DEC stating that it waived its right to be timely served in this instance.

On February 5, 2018, the State Clearinghouse filed comments. Because of the nature of the comments, the cover letter indicated that no further State Clearinghouse review action by the Commission was required for compliance with the North Carolina Environmental Policy Act.

EXHIBIT: The Public Staff's proposed order is attached as Exhibit No. P-2.

RECOMMENDATION: (Thomas) That the Commission issue the Public Staff's proposed order approving the application filed by BioGas Corp, issuing the requested certificate of public convenience and necessity.

P3. <u>APPLICATION FOR CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY TO CONSTRUCT SOLAR FACILITY</u>

EXPLANATION: The following application seeking a certificate of public convenience and necessity pursuant to G.S. 62-110.1 for construction of a solar photovoltaic electric generating facility was filed pursuant to Commission Rule R8-64.

Duke Energy Carolinas:

 <u>Docket No. SP-10423, Sub 0</u> – Application filed on November 14, 2017, by Swift Solar, LLC, for a certificate to construct a 22-MW_{AC} facility in Gaston County, North Carolina

The Public Staff has reviewed the application and determined that it complies with the requirements of G.S. 62-110.1 and Commission Rule R8-64.

The applicant also filed a registration statement for a new renewable energy facility. The registration statement included certified attestations, as required by Commission Rule R8-66(b), that: (1) the facility is in substantial compliance with all federal and state laws, regulations, and rules for the protection of the environment and conservation of natural resources; (2) the facility will be operated as a new renewable energy facility; (3) the Applicant will not remarket or otherwise resell any renewable energy certificates sold to an electric power supplier to comply with G.S. 62-133.8; and (4) the Applicant will consent to the auditing of books and records by the Public Staff insofar as those records relate to transactions with North Carolina electric power suppliers.

RECOMMENDATION: (Thomas) That the Commission issue an order approving the application, and issuing the requested certificate. A proposed order has been provided to the Commission Staff.

E. <u>WATER</u>

P1. <u>DOCKET NO. W-218, SUB 492 – AQUA NORTH CAROLINA, INC. – REQUEST FOR TARIFF REVISION</u>

EXPLANATION: On January 23, 2018, Aqua North Carolina, Inc. (Aqua), filed a verified petition, pursuant to G.S. 62-133.11, with the Commission requesting authority to amend its tariff for the purpose of passing along to its water customers in Woodlake and Magnolia at Woodlake Subdivisions in Moore County an increase in the cost of purchasing water service from Harnett County Department of Public Utilities (County).

The County increased its rates charged to Aqua from \$2.45 per 1,000 gallons to \$2.57 per 1,000 gallons, effective July 1, 2015, and from \$2.57 per 1,000 gallons to \$2.77 per 1,000 gallons, effective July 1, 2017, for a total increase of \$0.32 per 1,000 gallons.

Aqua's current rates have been in effect since May 2, 2014, when they were approved by the Commission in its Order Approving Partial Rate Increase issued in Docket No. W-218, Sub 363. After taking into account the effect of the 0.14% regulatory fee, Aqua has requested authority to increase its water usage rates from \$2.46 to \$2.77 per 1,000 gallons to reflect the increase in the cost of purchasing water service from the County.

The Public Staff has reviewed Aqua's petition and recommends that the requested tariff revision be approved. The Public Staff is of the opinion that the tariff revision will allow Aqua to recover additional revenues that do not exceed the additional expenses.

Under the new rates, the average residential customer's monthly water bill will increase by \$1.24, from \$22.95 to \$24.19 based upon 4,000 gallons usage.

EXHIBIT: The Public Staff's proposed order is attached as Exhibit No. P-3.

RECOMMENDATION: (Junis/Feasel/Grantmyre) That the Commission issue the Public Staff's proposed order approving the requested tariff revision.

P2. <u>DOCKET NO. W-218, SUB 493 – AQUA NORTH CAROLINA, INC. – REQUEST FOR TARIFF REVISION</u>

EXPLANATION: On January 23, 2018, Aqua North Carolina, Inc. (Aqua), filed a verified petition, pursuant to G.S. 62-133.11, with the Commission requesting authority to amend its tariff for the purpose of passing along to its water customers in thirty-five subdivisions in Johnston County an increase in the cost of purchasing water service from Johnston County Department of Public Utilities (County).

Effective September 1, 2017, the County increased its rates charged to Aqua by \$0.13 per 1,000 gallons, from \$2.15 per 1,000 gallons to \$2.28 per 1,000 gallons.

Aqua's current rates have been in effect since July 29, 2014, when they were approved by the Commission in its Order Approving Tariff Revision issued in Docket No. W-218, Sub 390. After taking into account the effect of the 0.14% regulatory fee, Aqua has requested authority to increase its water usage rates from \$2.20 to \$2.33 per 1,000 gallons to reflect the increase in the cost of purchasing water service from the County.

The Public Staff has reviewed Aqua's petition and recommends that the requested tariff revision be approved. The Public Staff is of the opinion that the tariff revision will allow Aqua to recover additional revenues that do not exceed the additional expenses.

Under the new rates, the average residential customer's monthly water bill will increase by \$0.65, from \$28.92 to \$29.57 based upon 5,000 gallons usage.

EXHIBIT: The Public Staff's proposed order is attached as Exhibit No. P-4.

RECOMMENDATION: (Junis/Feasel/Grantmyre) That the Commission issue the Public Staff's proposed order approving the requested tariff revision.

P3. <u>DOCKET NO. W-218, SUB 496 – AQUA NORTH CAROLINA, INC. – REQUEST FOR TARIFF REVISION</u>

EXPLANATION: On January 23, 2018, Aqua North Carolina, Inc. (Aqua), filed a verified petition, pursuant to G.S. 62-133.11, with the Commission requesting authority to amend its tariff for the purpose of passing along to its sewer customers Hawthorne at the Greene Apartments and Beaver Farms Subdivision in Mecklenburg County, North Carolina, an increase in the base charge (zero usage) for sewer service purchased from Carolina Water Service, Inc. of North Carolina (CWSNC). Aqua collects wastewater from Hawthorne at the Greene and Beaver Farms and delivers it to CWSNC for treatment.

On November 8, 2017, the Commission issued an Order in Docket No. W-354, Sub 356, approving an increase in the monthly bulk sewer service rate CWSNC charges Aqua for Hawthorne at the Greene and Beaver Farms wastewater from \$22.93 to \$40.40 per residential equivalent unit (REU), or an increase of 76.2%.

Aqua charges Hawthorne at the Greene and Beaver Farms the CWSNC bulk flat rate sewer amount and then passes 100% of that amount on to CWSNC. Aqua's usage charge for Hawthorne at the Greene and Beaver Farms is not affected by this increase and will remain \$5.11 per 1,000 gallons used, as approved in Docket No. W-218, Sub 363.

The Public Staff has reviewed Aqua's petition and recommends that the requested tariff revision be approved. The Public Staff is of the opinion that the tariff revision will allow Aqua to recover additional revenues that do not exceed the additional expenses.

EXHIBIT: The Public Staff's proposed order is attached as Exhibit No. P-5.

RECOMMENDATION: (Junis/Cooper/Grantmyre) That the Commission issue the Public Staff's proposed order approving the requested tariff revision and require customer notice.

P4. <u>DOCKET NO. W-1209, SUB 11 – JACTAW PROPERTIES LLC – APPLICATION</u> FOR AUTHORITY TO DISCONTINUE PUBLIC UTILITY SERVICE

EXPLANATION: On March 31, 2017, Jactaw Properties, LLC (Applicant), filed an application for authority to discontinue water and sewer utility service in Poplar Acres Mobile Home Park in Buncombe County, North Carolina.

The Applicant purchases water from the City of Asheville and purchases sewer from Metropolitan Sewerage District and serves approximately 41 residential customers who also rent their mobile homes from the Applicant. All tenants rent on a month to month basis.

The Applicant is seeking to cancel its franchise and include the cost of water and sewer service in the monthly rent. The Applicant would increase the rent by \$30.00. This would be accomplished by giving all customers a 60-day notice informing them that the rent will increase by \$30.00 and will include water and sewer service. The increase in rent would be less than the current monthly water and sewer bill, based on 2,000 gallons of consumption, as shown below:

Applicant's Monthly Metered Rates:

| Water base charge, zero usage | \$15.65 |
|---------------------------------------|---------|
| Asheville Capital Improvement Fee | \$ 2.28 |
| Water usage charge, per 1,000 gallons | \$ 4.20 |
| Sewer base charge, zero usage | \$ 9.57 |
| Sewer usage charge, per 1,000 gallons | \$ 5.24 |
| Monthly bill based on 2,000 gallons | \$46.38 |

The Public Staff recommends that an order be issued requiring customer notice, and specifying that the matter may be determined without public hearing if no significant protests are received within 30 days of the Notice.

EXHIBIT: A proposed order is attached as Exhibit No. P-6.

RECOMMENDATION: (Quant/Josey) That an order be issued requiring a 60-day customer notice and that the matter may be determined without public hearing if no significant protests are received within 30 days of the Notice.

P5. <u>DOCKET NO. W-1315, SUB 2 – DFHC CORPORATION, INC. – REQUEST FOR APPROVAL OF RECONNECTION FEE</u>

EXPLANATION: On February 2, 2018, DFHC Corporation, Inc. (DFHC), filed an application for Commission approval of a reconnection fee for the water and sewer system at Gardner Hill Station in Guilford County, North Carolina. The filing included a copy of a quote to estimate the cost for a licensed plumber to shut off water service and then, upon payment of the reconnection fee, return to restore water service. The quoted cost is in the amount of \$320.25, which DFHC intends to pass along this cost to the customer. DFHC has requested Commission approval of the proposed reconnection fee of \$320.25.

On March 27, 2017, the Commission issued an Order granting DFHC a certificate of public convenience and necessity to provide water and sewer utility service in Gardner Hill Station. DFHC has since had an issue with non-payment by a customer and seeks recovery of its costs to discontinue service for non-payment and restoration of service.

DFHC purchases water utility service from the City of Greensboro and sewer utility service from the Town of Jamestown. The customers are submetered and billed similar to the methodology prescribed by Commission Rule R18-6 for provision of water and sewer utility service by landlords; however, the rates take into account the effect of the 0.14% regulatory fee.

The Public Staff has reviewed DFHC's request and recommends that the proposed reconnection fee be approved.

EXHIBIT: The Public Staff's proposed order is attached as Exhibit No. P-7.

RECOMMENDATION: (Junis/Morgan/Josey) That the Commission approve the requested reconnection fee for Gardner Hill Station.

EXHIBIT NO. P-1 PAGE 1 OF 4

STATE OF NORTH CAROLINA UTILITIES COMMISSION RALEIGH

DOCKET NO. E-35, SUB 48

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

In the Matter of
Application by Western Carolina University for) ORDER APPROVING
Authority to Recover Purchased Power) PURCHASED POWER
Expense) COST RIDER

BY THE COMMISSION: On December 15, 2017, in compliance with Commission orders in Docket No. E-35, Subs 17, 19, and 40, respectively, Western Carolina University (WCU) filed an application for a change in its Schedule CP Purchased Power Cost Rider (Rider) to be effective for the twelve monthly billings beginning with the bills rendered in January 2018. This filing included actual purchased power cost and recovery information only for the period January 2017 through November 2017. On January 19, 2018, the Commission issued an Order Granting Extension of Time in this proceeding, providing that the date on which WCU's 2018 PPA factor shall become effective would be extended by one month. On February 13, 2018, WCU filed its final rates for the Rider, which incorporated actual purchased power costs and revenues through December 2017.

The net purchased power adjustment factor requested by WCU for use in Schedule CP is an increment of \$0.00155 per kWh. This proposed factor would replace the currently expiring decrement factor of \$(0.00488) and would thus result in a net increase, relative to current rates, in a customer's monthly bill by \$6.43 for 1,000 kWh of usage. The requested factor is made up of two elements. The first is a decrement of \$(0.00092) per kWh to recover, in conjunction with purchased power revenues included in base rates, estimated purchased power costs for the period February 2018 through December 2018. The second element is an Experience Modification Factor (EMF) increment of \$0.00247 per kWh to collect purchased power costs undercollected during the period January 2017 through December 2017.

The Public Staff presented this matter at the Commission's Regular Staff Conference on February 19, 2018, and recommended that the proposed Rider increment be approved effective for the eleven monthly bills rendered on and after February 19, 2018, and before January 1, 2019. In support of this recommendation, the Public Staff stated that it had reviewed the calculations and documentation supporting the Rider requested by WCU and found them to be accurate.

EXHIBIT NO. P-1 PAGE 2 OF 4

The Public Staff also stated that both the 2018 estimated and the 2017 actual rider amounts include charges actually or expected to be billed at wholesale to WCU by its power supplier, Duke Energy Carolinas, LLC (DEC), for coal ash cleanup costs at DEC's generation facilities. Pursuant to certain sections of WCU's power purchase contract with DEC, these costs may be subject to adjustment based on the outcome of DEC's currently ongoing general rate case proceeding, Docket No. E-7, Sub 1146 (Sub 1146). If such adjustments in charges by DEC occur, WCU plans to flow through those adjustments to its retail customers in future Schedule CP Riders. With regard to the estimated component of the Rider proposed in this proceeding, WCU proposes to defer 50% of the coal ash cleanup costs included therein, to be recovered in the EMF component of next year's Rider (as trued up to actual), but still subject to the ultimate outcome of the Sub 1146 proceeding. In this case, the deferred estimate amount equals approximately \$94,000. The Public Staff indicated that it does not object to this proposal.

Furthermore, the Public Staff stated that it and WCU had also discussed a reasonable amount of carrying costs for the deferred coal ash cleanup estimate, and have agreed that it is reasonable for WCU to calculate carrying costs typically for one year (but only 11.5 months in this case, due to the one-month delay approved by the Commission), at the Federal Energy Regulatory Commission (FERC) interest rate (currently 4.25% annually) as set forth in Section 35.19a of the FERC Regulations and published quarterly, but in no event at a rate greater than the weighted overall rate of return approved in WCU's most recent general rate case. The carrying costs would be calculated and added to the Rider as part of the EMF true-up of the applicable deferred coal ash cleanup estimate (in this case in next year's Rider). The Public Staff stated that it recommends that the Commission approve this method of calculating carrying costs.

Finally, the Public Staff stated that the approval of this Rider should be without prejudice to the right of any party to take issue with it or the Commission's conclusions regarding the deferral of coal ash cleanup costs in a general rate case.

After careful review of WCU's proposal and based upon the recommendation of the Public Staff, the Commission concludes that the PPA factor increment of \$0.00155 per kWh proposed by WCU should be approved. The Commission also concludes that WCU's request to defer 50% of the coal ash cleanup costs included in the estimated component of its proposed Schedule CP Rider, with future true-ups as discussed in this Order, is reasonable and should be approved. Finally, the Commission concludes that the method recommended by WCU and the Public Staff for calculating and applying carrying costs to the deferred estimated coal ash cleanup costs is reasonable and should be approved.

EXHIBIT NO. P-1 PAGE 3 OF 4

IT IS, THEREFORE, ORDERED as follows:

- 1. That WCU's Purchased Power Cost Rider, Schedule CP, which is attached to this order as Attachment A, is allowed to become effective for the eleven monthly bills rendered on and after February 19, 2018, and before January 1, 2019.
- 2. That WCU shall give appropriate notice to its retail customers for the Purchased Power Cost Rider by bill insert in the bills issued in February 2018. A copy of this notice shall be filed with the Chief Clerk of the North Carolina Utilities Commission within five working days of the date of this Order.
- 3. That WCU shall file appropriate rate schedules and riders with the Commission in order to implement the approved purchased power adjustment no later than ten working days from the date of this Order.
- 4. That WCU's request to defer 50% of the coal ash cleanup costs included in the estimated component of its proposed Schedule CP Rider, with future true-ups, as discussed in this Order, is hereby approved.
- 5. That the method recommended by WCU and the Public Staff for calculating and applying carrying costs to the deferred estimated coal ash cleanup costs, as discussed in this Order, is hereby approved.
- 6. That the Purchased Power Cost Rider is approved without prejudice to the right of any party to take issue with it or the Commission's conclusions regarding the deferral of coal ash cleanup costs in a general rate case.

ISSUED BY ORDER OF THE COMMISSION.

This the _____ day of February, 2018.

NORTH CAROLINA UTILITIES COMMISSION

M. Lynn Jarvis, Chief Clerk

EXHIBIT NO. P-1 PAGE 4 OF 4

ATTACHMENT A

WESTERN CAROLINA UNIVERSITY DOCKET NO. E-35, SUB 48

SCHEDULE "CP" PURCHASED POWER COST RIDER

Each customer's eleven monthly bills rendered on and after February 19, 2018, for each month between February 19, 2018, and January 1, 2019, shall be adjusted by an incremental charge of \$0.00155 per kWh as determined to be appropriate by the North Carolina Utilities Commission.

This rate is determined as follows:

| | <u>\$/kWh</u> | |
|------------------------------------------------------------------------------------------------------------|---------------|--|
| Factor for estimated purchased power costs for the period February 2018 through December 2018 | (\$0.00092) | |
| Experience Modification Factor to reflect actual results for the period January 2017 through December 2017 | \$0.00247 | |
| TOTAL RATE | \$0.00155 | |

Effective for bills rendered on and after February 19, 2018 and before January 1, 2019.

EXHIBIT NO. P-2 PAGE 1 OF 3

STATE OF NORTH CAROLINA UTILITIES COMMISSION RALEIGH

DOCKET NO. SP-9416, SUB 1

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

In the Matter of:

Application of BioGas Corp, for a Certificate) ORDER ISSUING CERTIFICATE of Public Convenience and Necessity to) OF PUBLIC CONVENIENCE AND Construct a 6.2-MW Poultry Biomass Facility) NECESSITY FOR NEW in Union County, North Carolina) RENEWABLE ENERGY FACILITY

BY THE COMMISSION: On December 19, 2017, BioGas Corp (Applicant), filed an application seeking a certificate of public convenience and necessity pursuant to G.S. 62-110.1(a) for construction of a 6.2-MW_{AC} poultry biomass electric generating facility to be located at the intersection of Acme Drive and Ammunition Road, Monroe, Union County, North Carolina. The Applicant plans to sell the electricity generated by this facility to Duke Energy Carolinas, LLC (DEC), wheeling through the City of Monroe.

On December 21, 2017, the Commission issued an Order Requiring Publication of Notice.

On December 27, 2017, the Applicant filed a verified certificate of service stating that the application and the related public notice were provided to the City of Monroe on December 27, 2017.

On January 19, 2018, the Applicant filed an affidavit of publication from The Enquirer Journal (Monroe, North Carolina) stating that the publication of notice was completed on January 17, 2018. No complaints have been received.

On January 23, 2018, the Applicant filed a verified certificate of service stating that the application and the related public notice were provided to DEC on January 22, 2018, which was after the first date of publication.

On January 26, 2018, the Applicant filed a letter from DEC stating that DEC waived its right to be timely served in this instance.

EXHIBIT NO. P-2 PAGE 2 OF 3

On February 5, 2018, the State Clearinghouse filed comments. Because of the nature of the comments, the cover letter indicated that no further State Clearinghouse review action by the Commission was required for compliance with the North Carolina Environmental Policy Act.

The Public Staff presented this matter to the Commission at its Regular Staff Conference on February 19, 2018. The Public Staff stated that it had reviewed the application and determined it to be in compliance with the requirements of G.S. 62-110.1(a) and Commission Rule R8-64. Therefore, the Public Staff recommended approval of the certificate of public convenience and necessity for the facility.

After careful consideration, the Commission finds good cause to approve the application and issue the attached certificate for the proposed poultry biomass electric generating facility.

IT IS, THEREFORE, ORDERED as follows:

- 1. That the application of BioGas Corp, for a certificate of public convenience and necessity shall be, and is hereby, approved.
- 2. That Appendix A shall constitute the certificate of public convenience and necessity issued to BioGas Corp, for the 6.2-MW_{AC} poultry biomass electric generating facility located at the intersection of Acme Drive and Ammunition Road, Monroe, Union County, North Carolina.

ISSUED BY ORDER OF THE COMMISSION.

This the ___ day of February, 2018.

NORTH CAROLINA UTILITIES COMMISSION

M. Lynn Jarvis, Chief Clerk

EXHIBIT NO. P-2 PAGE 3 OF 3

APPENDIX A

STATE OF NORTH CAROLINA UTILITIES COMMISSION RALEIGH

DOCKET NO. SP-9416, SUB 1

BioGas Corp 900 Ridgefield Drive, Suite 145 Raleigh, NC 27609

is hereby issued this

CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY PURSUANT TO G.S. 62-110.1

for a 6.2-MW_{AC} poultry biomass poultry electric generating facility

located

at the intersection of Acme Drive and Ammunition Road, Monroe, Union County, North Carolina,

subject to all orders, rules, regulations and conditions as are now or may hereafter be lawfully made by the North Carolina Utilities Commission.

ISSUED BY ORDER OF THE COMMISSION.

This the ____ day of February, 2018.

NORTH CAROLINA UTILITIES COMMISSION

M. Lynn Jarvis, Chief Clerk

EXHIBIT NO. P-3 PAGE 1 OF 9

STATE OF NORTH CAROLINA UTILITIES COMMISSION RALEIGH

DOCKET NO. W-218, SUB 492

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

| In the Matter of | |
|-----------------------------------------------------|--------------------------|
| Application by Aqua North Carolina, Inc., 202 |) |
| MacKenan Court, Cary, North Carolina 27511, for |) |
| Authority to Amend Its Tariff to Increase Rates for | ORDER APPROVING TARIFF |
| Water Utility Service for the Increased Cost of |) REVISION AND REQUIRING |
| Purchased Water from Harnett County Department |) CUSTOMER NOTICE |
| of Public Utilities in Woodlake and Magnolia at |) |
| Woodlake Subdivisions in Moore County, North |) |
| Carolina |) |

BY THE COMMISSION: On January 23, 2018, Aqua North Carolina, Inc. (Aqua), filed a verified petition, pursuant to G.S. 62-133.11, with the Commission requesting authority to amend its tariff for the purpose of passing along to its water customers in Woodlake and Magnolia at Woodlake Subdivisions in Moore County an increase in the cost of purchasing water service from Harnett County Department of Public Utilities (County).

The County increased its rates charged to Aqua from \$2.45 per 1,000 gallons to \$2.57 per 1,000 gallons, effective July 1, 2015, and from \$2.57 per 1,000 gallons to \$2.77 per 1,000 gallons, effective July 1, 2017, for a total increase of \$0.32 per 1,000 gallons.

Aqua's current rates have been in effect since May 2, 2014, when they were approved by the Commission in its Order Approving Partial Rate Increase issued in Docket No. W-218, Sub 363. After taking into account the effect of the 0.14% regulatory fee, Aqua has requested authority to increase its water usage rates from \$2.46 to \$2.77 per 1,000 gallons to reflect the increase in the cost of purchasing water service from the County.

Under the new rates, the average residential customer's monthly water bill will increase by \$1.24, from \$22.95 to \$24.19 based upon 4,000 gallons usage.

EXHIBIT NO. P-3 PAGE 2 OF 9

This matter was presented at the Commission's Regular Staff Conference on February 19, 2018. The Public Staff stated that it had reviewed Aqua's petition and recommends that the requested tariff revision be approved. The Public Staff is of the opinion that the tariff revision will allow Aqua to recover additional revenues that do not exceed the additional expenses.

Based upon the foregoing, the Commission finds that Aqua should be allowed to pass through the costs associated with the increased purchased water expense.

IT IS, THEREFORE, ORDERED as follows:

- 1. That Aqua North Carolina, Inc., is granted a revision to Appendix A-2 of its tariff for water utility service in Woodlake and Magnolia at Woodlake Subdivisions in Moore County in which it purchases and resells water from Harnett County Department of Public Utilities, as set forth herein.
- 2. That the revised Appendix A-2 attached hereto is approved and is deemed filed with the Commission pursuant to G.S. 62-138. This Schedule of Rates shall become effective for service rendered on and after the date of this Order.
- 3. That the Notice to Customers, attached hereto as Appendix B, be mailed with sufficient postage or hand delivered by Aqua to all of its affected customers in the Woodlake and Magnolia at Woodlake Subdivisions contemporaneously with the next billing of customers; and that Aqua submit to the Commission the attached Certificate of Service, properly signed and notarized, no later than 10 days after the date of the next billing.

| ISSUED BY ORDER O | THE COMMISSION. |
|-------------------|-------------------------------------|
| This the day of | , 2018. |
| | NORTH CAROLINA UTILITIES COMMISSION |
| | |

M. Lynn Jarvis, Chief Clerk

EXHIBIT NO. P-3 PAGE 3 OF 9

APPENDIX A-2 PAGE 1 OF 4

AQUA NORTH CAROLINA, INC. BULK PURCHASED WATER SYSTEM USAGE RATES

Usage charge, per 1,000 gallons where water purchased for resale

| <u>Service Area</u> Aqua North Carolina Service Are | Water Provider | <u>Usage Charge/</u> 1,000 gallons |
|--------------------------------------------------------|--------------------------------|---------------------------------------|
| Twin Creeks | City of Asheville | \$ 4.26 |
| Park South | City of Charlotte | \$ 1.81 |
| Parkway Crossing | City of Charlotte | \$ 1.81 |
| Springhill / Springdale | City of Concord | \$ 5.11 |
| Hoopers Valley | City of Hendersonville | \$ 3.06 |
| Crystal Creek | City of Hendersonville | \$ 3.06 |
| Rambling Ridge | City of Hendersonville | \$ 3.06 |
| Brookwood | City of Hickory (outside city) | \$ 5.04 |
| Heritage Farms | City of Hickory (inside city) | \$ 2.83 |
| Cedarwood Estates | City of Hickory (inside city) | \$ 2.83 |
| Hill-N-Dale | City of Lincolnton | \$ 7.70 |
| East Shores | City of Morganton | \$ 2.52 |
| Greenfield | City of Mount Airy | \$ 7.15 |
| Bett's Brook | City of Newton | \$ 2.85 |
| Crestwood | Davidson Water, Inc. | \$ 5.30 |
| Lancer Acres | Davidson Water, Inc. | \$ 5.30 |
| Beard Acres | Davidson Water, Inc. | \$ 5.30 |
| Woodlake Development | Harnett County | \$ 2.77 |
| Beechwood Cove | Chatham County | \$ 7.04 |
| Chatham | Chatham County | \$ 7.04 |
| Cole Park Plaza Shopping Center | Chatham County | \$10.01 |
| Hidden Valley | Chatham County | \$ 7.04 |
| Polks Landing | Chatham County | \$ 7.04 |
| Chapel Ridge | Town of Pittsboro | \$13.69 |
| Laurel Ridge | Town of Pittsboro | \$13.69 |
| The Parks at Meadowview | Town of Pittsboro | \$13.69 |
| River Hill Heights | Iredell Water Corp. | \$ 2.72 |

EXHIBIT NO. P-3 PAGE 4 OF 9

APPENDIX A-2 PAGE 2 OF 4

| | | Usage Charge/ |
|--------------------------------------|-----------------|---------------|
| Service Area | Water Provider | 1,000 gallons |
| Bennett Place | Johnston County | \$ 2.33 |
| Chatham | Johnston County | \$ 2.33 |
| Cottonfield Village | Johnston County | \$ 2.33 |
| Creekside Place | Johnston County | \$ 2.33 |
| Eastlake at Flowers Plantation | Johnston County | \$ 2.33 |
| Evergreen POD NE10 | Johnston County | \$ 2.33 |
| Flowers Crest | Johnston County | \$ 2.33 |
| Flowers Plantation | Johnston County | \$ 2.33 |
| Flowers Shopping Center | Johnston County | \$ 2.33 |
| Magnolia | Johnston County | \$ 2.33 |
| Magnolia Village | Johnston County | \$ 2.33 |
| Mill Creek N/Pods II | Johnston County | \$ 2.33 |
| Mill Creek West | Johnston County | \$ 2.33 |
| North Farm Cottages | Johnston County | \$ 2.33 |
| North Farms | Johnston County | \$ 2.33 |
| North Village | Johnston County | \$ 2.33 |
| Parkway Commercial | Johnston County | \$ 2.33 |
| Peachtree | Johnston County | \$ 2.33 |
| Pineville Club | Johnston County | \$ 2.33 |
| Pineville East | Johnston County | \$ 2.33 |
| Pineville East Cottages/Palmetto Pl. | Johnston County | \$ 2.33 |
| Pineville East Estates | Johnston County | \$ 2.33 |
| Pineville West | Johnston County | \$ 2.33 |
| Plantation Park | Johnston County | \$ 2.33 |
| Plantation Point | Johnston County | \$ 2.33 |
| Poplar Woods POD 6A (aka Wilder's | Johnston County | \$ 2.33 |
| Woods Phase 2) | • | |
| River Dell East POD NE12 | Johnston County | \$ 2.33 |
| River Dell Towns | Johnston County | \$ 2.33 |
| South Plantation | Johnston County | \$ 2.33 |
| South Quarter – POD 6B | Johnston County | \$ 2.33 |
| Southgate | Johnston County | \$ 2.33 |
| Sun Ridge Farms | Johnston County | \$ 2.33 |

EXHIBIT NO. P-3 PAGE 5 OF 9

APPENDIX A-2 PAGE 3 OF 4

| Service Area | Water Provider | <u>Usage Charge/</u> 1,000 gallons |
|-----------------------------------|-----------------------|---------------------------------------|
| Sweetgrass | Johnston County | \$ 2.33 |
| The Gardens at Flowers Plantation | Johnston County | \$ 2.33 |
| The Nine | Johnston County | \$ 2.33 |
| The Pods IV | Johnston County | \$ 2.33 |
| Trillium | Johnston County | \$ 2.33 |
| Walker Woods | Johnston County | \$ 2.33 |
| Watson's Mill | Johnston County | \$ 2.33 |
| Wilders Woods and Extension | Johnston County | \$ 2.33 |
| Holly Hills | Town of Forest City | \$ 5.95 |
| Pear Meadows | Town of Fuquay-Varina | \$ 4.35 |
| Swiss Pine Lake | Town of Spruce Pine | \$ 4.93 |
| Brookwood/Lagrange Service Are | eas | |
| Kelly Hills | Fayetteville PWC | \$ 2.68 |
| Bretton Woods | Fayetteville PWC | \$ 2.68 |
| Raintree | Fayetteville PWC | \$ 2.68 |
| Colony Village | Fayetteville PWC | \$ 2.68 |
| Windsong | Fayetteville PWC | \$ 2.68 |
| Porter Place | Fayetteville PWC | \$ 2.68 |
| Thornwood | Fayetteville PWC | \$ 2.68 |
| County Walk | Fayetteville PWC | \$ 2.68 |
| Lands Down West | Fayetteville PWC | \$ 2.68 |
| S & L Estates | Fayetteville PWC | \$ 2.68 |
| Tarleton Plantation | Fayetteville PWC | \$ 2.68 |
| Springdale | Fayetteville PWC | \$ 2.68 |
| Ridge Manor | Fayetteville PWC | \$ 2.68 |
| Forest Lake | Fayetteville PWC | \$ 2.68 |
| Arden Forest | Fayetteville PWC | \$ 2.68 |
| Wendemere | Fayetteville PWC | \$ 2.68 |
| Jena-Shane | Fayetteville PWC | \$ 2.68 |
| Stoney Point | Fayetteville PWC | \$ 2.68 |
| Woodland Run | Town of Linden | \$ 4.98 |

EXHIBIT NO. P-3 PAGE 6 OF 9

APPENDIX A-2 PAGE 4 OF 4

AQUA NORTH CAROLINA, INC. PURCHASED SEWER RATES

Aqua North Carolina Service Areas

Monthly Metered Service where bulk service purchased from Charlotte (Park South and Parkway Crossing residential and commercial):

Base facility charge, zero usage (based on meter size)

Same as commercial charges in Docket No. W-218, Sub 363

Residential and Commercial usage charge \$ 6.45, per 1,000 gallons

<u>Hawthorne at the Greene Apartments and Beaver Farms Subdivision– Mecklenburg County</u>: (See Docket No. W-899, Sub 37 and Docket No. W-218, Sub 357)

Base facilities charge (to be collected and delivered to Carolina Water Service, Inc. of North Carolina¹ for treatment of the wastewater), per month

\$ 40.40 per REU ¹/

Each apartment building at Hawthorne at the Greene Apartments (formerly Vista Park Apartments) will be considered 92.42% occupied on an ongoing basis for billing purposes as soon as the certificate of occupancy is issued for the apartment building.

Collection service/commodity charge (based on Charlotte Water's master meter reading), per 1,000 gallons

\$ 5.11

On August 17, 2016, in Docket No. W-1044, Sub 24, et al., the North Carolina Utilities Commission issued an Order Approving Merger. In accordance with the Order, and pursuant to the Articles of Merger filed with the North Carolina Department of the Secretary of State on August 30, 2016, Bradfield Farms Water Company was merged into Carolina Water Service, Inc. of North Carolina effective August 30, 2016.

Issued in Accordance with Authority Granted by the North Carolina Utilities Commission in Docket No. W-218, Sub 492, on this the ____ day of _______, 2018.

EXHIBIT NO. P-3 PAGE 7 OF 9

APPENDIX B

STATE OF NORTH CAROLINA UTILITIES COMMISSION RALEIGH

DOCKET NO. W-218, SUB 492

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

In the Matter of
Application by Aqua North Carolina, Inc., 202)
MacKenan Court, Cary, North Carolina 27511, for)
Authority to Amend Its Tariff to Increase Rates for)
Water Utility Service for the Increased Cost of)
Purchased Water from Harnett County Department)
of Public Utilities in Woodlake and Magnolia at)
Woodlake Subdivisions in Moore County, North)
Carolina

BY THE COMMISSION: Notice is given that the North Carolina Utilities Commission has granted Aqua North Carolina, Inc. (Aqua), an increase in its water rates charged to its customers in Woodlake and Magnolia at Woodlake Subdivisions in Moore County. Aqua filed a verified petition, pursuant to G.S. 62-133.11, with the Commission on January 23, 2018, requesting authority to amend its tariff for the purpose of passing along to its water customers, the July 1, 2015 and July 1, 2017, increases in the cost of purchasing water service from Harnett County Department of Public Utilities.

The new rates for water utility service are as follows:

| | Old | ivew |
|------------------------------------|---------------------|---------------------|
| | <u>Rate</u> | <u>Rate</u> |
| Monthly base charge for zero usage | \$13. 11 | \$ 13.11 |
| Usage charge per 1,000 gallons | \$ 2.46 | \$ 2.77 |

Under the new rates, the average residential customer's monthly water bill will increase by \$1.24, from \$22.95 to \$24.19 based upon 4,000 gallons usage.

The Public Staff – North Carolina Utilities Commission (Public Staff) reviewed Aqua's petition and recommended the requested tariff revision be approved. The Public Staff stated that the tariff revision will allow Aqua to recover additional revenues that do not exceed the additional expenses.

EXHIBIT NO. P-3 PAGE 8 OF 9

| SSUED BY (| ORDER OF THE | COMMISSION. |
|------------|--------------|-------------------------------------|
| This the | day of | , 2018. |
| | | NORTH CAROLINA UTILITIES COMMISSION |
| | | M. Lvnn Jarvis. Chief Clerk |

CERTIFICATE OF SERVICE

| l, | , mailed with sufficient |
|---------------------------------------------|---------------------------------------------------|
| postage or hand delivered to all affected | customers the attached Notice to Customers |
| issued by the North Carolina Utilities Comm | nission in Docket No. W-218, Sub 492, and the |
| Notice was mailed or hand delivered by the | e date specified in the Order. |
| This the day of | , 2018. |
| By: | |
| - , · | Signature |
| | Name of Utility Company |
| The above named Applicant, | , |
| personally appeared before me this day and | d, being first duly sworn, says that the required |
| Notice to Customers was mailed or hand d | elivered to all affected customers, as required |
| by the Commission Order dated | in Docket No. W-218, Sub 492. |
| Witness my hand and notarial seal | , this the, |
| 2018. | |
| | |
| | Notary Public |
| | Printed Name |
| 0541)M 0 | |
| SEAL)My Commission Expires: | |

EXHIBIT NO. P-4 PAGE 1 OF 9

STATE OF NORTH CAROLINA UTILITIES COMMISSION RALEIGH

DOCKET NO. W-218, SUB 493

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

| e Matter of | |
|-----------------------------------------------------------------------------------------------------------------------------|------|
| by Aqua North Carolina, Inc., 202) | |
| Court, Cary, North Carolina 27511, for) | |
| o Amend Its Tariff to Increase Rates for) ORDER APPROVING TAR | ≀IFF |
| ity Service for the Increased Cost of) REVISION AND REQUIR | ING |
| Water from Johnston County Department) CUSTOMER NOTICE | |
| , , | |
| , , | |
| o Amend Its Tariff to Increase Rates for)ORDER APPROVING TAR ity Service for the Increased Cost of)REVISION AND REQUIR | |

BY THE COMMISSION: On January 23, 2018, Aqua North Carolina, Inc. (Aqua), filed a verified petition, pursuant to G.S. 62-133.11, with the Commission requesting authority to amend its tariff for the purpose of passing along to its water customers in thirty-five subdivisions in Johnston County an increase in the cost of purchasing water service from Johnston County Department of Public Utilities (County).

Effective September 1, 2017, the County increased its rates charged to Aqua by \$0.13 per 1,000 gallons, from \$2.15 per 1,000 gallons to \$2.28 per 1,000 gallons.

Aqua's current rates have been in effect since July 29, 2014, when they were approved by the Commission in its Order Approving Tariff Revision issued in Docket No. W-218, Sub 390. After taking into account the effect of the 0.14% regulatory fee, Aqua has requested authority to increase its water usage rates from \$2.20 to \$2.33 per 1,000 gallons to reflect the increase in the cost of purchasing water service from the County.

Under the new rates, the average residential customer's monthly water bill will increase by \$0.65, from \$28.92 to \$29.57 based upon 5,000 gallons usage.

This matter was presented at the Commission's Regular Staff Conference on February 19, 2018. The Public Staff stated that it had reviewed Aqua's petition and recommends that the requested tariff revision be approved. The Public Staff is of the opinion that the tariff revision will allow Aqua to recover additional revenues that do not exceed the additional expenses.

EXHIBIT NO. P-4 PAGE 2 OF 9

Based upon the foregoing, the Commission finds that Aqua should be allowed to pass through the costs associated with the increased purchased water expense.

IT IS, THEREFORE, ORDERED as follows:

- 1. That Aqua North Carolina, Inc., is granted a revision to Appendix A-2 of its tariff for water utility service in thirty-five subdivisions in Johnston County in which it purchases and resells water from Johnston County Department of Public Utilities, as set forth herein.
- 2. That the revised Appendix A-2 attached hereto is approved and is deemed filed with the Commission pursuant to G.S. 62-138. This Schedule of Rates shall become effective for service rendered on and after the date of this Order.
- 3. That the Notice to Customers, attached hereto as Appendix B, be mailed with sufficient postage or hand delivered by Aqua to all of its affected customers in the thirty-five subdivisions contemporaneously with the next billing of customers; and that Aqua submit to the Commission the attached Certificate of Service, properly signed and notarized, no later than 10 days after the date of the next billing.

| ISSUED BY | ORDER OF THE C | COMMISSION. |
|-----------|----------------|-------------------------------------|
| This the | day of | , 2018. |
| | | NORTH CAROLINA UTILITIES COMMISSION |
| | | M. Lynn Jarvis, Chief Clerk |

EXHIBIT NO. P-4 PAGE 3 OF 9

APPENDIX A-2 PAGE 1 OF 4

AQUA NORTH CAROLINA, INC. BULK PURCHASED WATER SYSTEM USAGE RATES

Usage charge, per 1,000 gallons where water purchased for resale

| | | Usage Charge/ | | | |
|-----------------------------------|--------------------------------|----------------------|--|--|--|
| Service Area | 1,000 gallons | | | | |
| Aqua North Carolina Service Areas | | | | | |
| Twin Creeks | City of Asheville | \$ 4.26 | | | |
| Park South | City of Charlotte | \$ 1.81 | | | |
| Parkway Crossing | City of Charlotte | \$ 1.81 | | | |
| Springhill / Springdale | City of Concord | \$ 5.11 | | | |
| Hoopers Valley | City of Hendersonville | \$ 3.06 | | | |
| Crystal Creek | City of Hendersonville | \$ 3.06 | | | |
| Rambling Ridge | City of Hendersonville | \$ 3.06 | | | |
| Brookwood | City of Hickory (outside city) | \$ 5.04 | | | |
| Heritage Farms | City of Hickory (inside city) | \$ 2.83 | | | |
| Cedarwood Estates | City of Hickory (inside city) | \$ 2.83 | | | |
| Hill-N-Dale | City of LincoInton | \$ 7.70 | | | |
| East Shores | City of Morganton | \$ 2.52 | | | |
| Greenfield | City of Mount Airy | \$ 7.15 | | | |
| Bett's Brook | City of Newton | \$ 2.85 | | | |
| Crestwood | Davidson Water, Inc. | \$ 5.30 | | | |
| Lancer Acres | Davidson Water, Inc. | \$ 5.30 | | | |
| Beard Acres | Davidson Water, Inc. | \$ 5.30 | | | |
| Woodlake Development | Harnett County | \$ 2.77 | | | |
| Beechwood Cove | Chatham County | \$ 7.04 | | | |
| Chatham | Chatham County | \$ 7.04 | | | |
| Cole Park Plaza Shopping Center | Chatham County | \$10.01 | | | |
| Hidden Valley | Chatham County | \$ 7.04 | | | |
| Polks Landing | Chatham County | \$ 7.04 | | | |
| Chapel Ridge | Town of Pittsboro | \$13.69 | | | |
| Laurel Ridge | Town of Pittsboro | \$13.69 | | | |
| The Parks at Meadowview | Town of Pittsboro | \$13.69 | | | |
| River Hill Heights | Iredell Water Corp. | \$ 2.72 | | | |

EXHIBIT NO. P-4 PAGE 4 OF 9

APPENDIX A-2 PAGE 2 OF 4

| | | Usage Charge/ |
|--------------------------------------|-----------------|----------------------|
| Service Area | Water Provider | <u>1,000 gallons</u> |
| Bennett Place | Johnston County | \$ 2.33 |
| Chatham | Johnston County | \$ 2.33 |
| Cottonfield Village | Johnston County | \$ 2.33 |
| Creekside Place | Johnston County | \$ 2.33 |
| Eastlake at Flowers Plantation | Johnston County | \$ 2.33 |
| Evergreen POD NE10 | Johnston County | \$ 2.33 |
| Flowers Crest | Johnston County | \$ 2.33 |
| Flowers Plantation | Johnston County | \$ 2.33 |
| Flowers Shopping Center | Johnston County | \$ 2.33 |
| Magnolia | Johnston County | \$ 2.33 |
| Magnolia Village | Johnston County | \$ 2.33 |
| Mill Creek N/Pods II | Johnston County | \$ 2.33 |
| Mill Creek West | Johnston County | \$ 2.33 |
| North Farm Cottages | Johnston County | \$ 2.33 |
| North Farms | Johnston County | \$ 2.33 |
| North Village | Johnston County | \$ 2.33 |
| Parkway Commercial | Johnston County | \$ 2.33 |
| Peachtree | Johnston County | \$ 2.33 |
| Pineville Club | Johnston County | \$ 2.33 |
| Pineville East | Johnston County | \$ 2.33 |
| Pineville East Cottages/Palmetto Pl. | Johnston County | \$ 2.33 |
| Pineville East Estates | Johnston County | \$ 2.33 |
| Pineville West | Johnston County | \$ 2.33 |
| Plantation Park | Johnston County | \$ 2.33 |
| Plantation Point | Johnston County | \$ 2.33 |
| Poplar Woods POD 6A (aka Wilder's | Johnston County | \$ 2.33 |
| Woods Phase 2) | • | |
| River Dell East POD NE12 | Johnston County | \$ 2.33 |
| River Dell Towns | Johnston County | \$ 2.33 |
| South Plantation | Johnston County | \$ 2.33 |
| South Quarter – POD 6B | Johnston County | \$ 2.33 |
| Southgate | Johnston County | \$ 2.33 |
| Sun Ridge Farms | Johnston County | \$ 2.33 |

EXHIBIT NO. P-4 PAGE 5 OF 9

APPENDIX A-2 PAGE 3 OF 4

| Service Area | Water Provider | <u>Usage Charge/</u> 1,000 gallons |
|-----------------------------------|-----------------------|---------------------------------------|
| Sweetgrass | Johnston County | \$ 2.33 |
| The Gardens at Flowers Plantation | Johnston County | \$ 2.33 |
| The Nine | Johnston County | \$ 2.33 |
| The Pods IV | Johnston County | \$ 2.33 |
| Trillium | Johnston County | \$ 2.33 |
| Walker Woods | Johnston County | \$ 2.33 |
| Watson's Mill | Johnston County | \$ 2.33 |
| Wilders Woods and Extension | Johnston County | \$ 2.33 |
| Holly Hills | Town of Forest City | \$ 5.95 |
| Pear Meadows | Town of Fuquay-Varina | \$ 4.35 |
| Swiss Pine Lake | Town of Spruce Pine | \$ 4.93 |
| Brookwood/Lagrange Service Are | eas | |
| Kelly Hills | Fayetteville PWC | \$ 2.68 |
| Bretton Woods | Fayetteville PWC | \$ 2.68 |
| Raintree | Fayetteville PWC | \$ 2.68 |
| Colony Village | Fayetteville PWC | \$ 2.68 |
| Windsong | Fayetteville PWC | \$ 2.68 |
| Porter Place | Fayetteville PWC | \$ 2.68 |
| Thornwood | Fayetteville PWC | \$ 2.68 |
| County Walk | Fayetteville PWC | \$ 2.68 |
| Lands Down West | Fayetteville PWC | \$ 2.68 |
| S & L Estates | Fayetteville PWC | \$ 2.68 |
| Tarleton Plantation | Fayetteville PWC | \$ 2.68 |
| Springdale | Fayetteville PWC | \$ 2.68 |
| Ridge Manor | Fayetteville PWC | \$ 2.68 |
| Forest Lake | Fayetteville PWC | \$ 2.68 |
| Arden Forest | Fayetteville PWC | \$ 2.68 |
| Wendemere | Fayetteville PWC | \$ 2.68 |
| Jena-Shane | Fayetteville PWC | \$ 2.68 |
| Stoney Point | Fayetteville PWC | \$ 2.68 |
| Woodland Run | Town of Linden | \$ 4.98 |

EXHIBIT NO. P-4 PAGE 6 OF 9

APPENDIX A-2 PAGE 4 OF 4

AQUA NORTH CAROLINA, INC. PURCHASED SEWER RATES

Aqua North Carolina Service Areas

Monthly Metered Service where bulk service purchased from Charlotte (Park South and Parkway Crossing residential and commercial):

Base facility charge, zero usage (based on meter size)

Same as commercial charges in Docket No. W-218, Sub 363

Residential and Commercial usage charge

\$ 6.45, per 1,000 gallons

<u>Hawthorne at the Greene Apartments and Beaver Farms Subdivision– Mecklenburg</u> <u>County</u>: (See Docket No. W-899, Sub 37 and Docket No. W-218, Sub 357)

Base facilities charge (to be collected and delivered to Carolina Water Service, Inc. of North Carolina¹ for treatment of the wastewater), per month

\$ 40.40 per REU ¹/

Each apartment building at Hawthorne at the Greene Apartments (formerly Vista Park Apartments) will be considered 92.42% occupied on an ongoing basis for billing purposes as soon as the certificate of occupancy is issued for the apartment building.

Collection service/commodity charge (based on Charlotte Water's master meter reading), per 1,000 gallons

\$ 5.11

Issued in Accordance with Authority Granted by the North Carolina Utilities Commission in Docket No. W-218, Sub 493, on this the ____ day of _______, 2018.

On August 17, 2016, in Docket No. W-1044, Sub 24, et al., the North Carolina Utilities Commission issued an Order Approving Merger. In accordance with the Order, and pursuant to the Articles of Merger filed with the North Carolina Department of the Secretary of State on August 30, 2016, Bradfield Farms Water Company was merged into Carolina Water Service, Inc. of North Carolina effective August 30, 2016.

EXHIBIT NO. P-4 PAGE 7 OF 9

NIOW

APPENDIX B

STATE OF NORTH CAROLINA UTILITIES COMMISSION RALEIGH

DOCKET NO. W-218, SUB 493

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

In the Matter of
Application by Aqua North Carolina, Inc., 202)
MacKenan Court, Cary, North Carolina 27511, for)
Authority to Amend Its Tariff to Increase Rates for)
Water Utility Service for the Increased Cost of)
Purchased Water from Johnston County Department)
of Public Utilities in Thirty-Five Subdivisions in)
Johnston County, North Carolina)

BY THE COMMISSION: Notice is given that the North Carolina Utilities Commission has granted Aqua North Carolina, Inc. (Aqua), an increase in its water rates charged to its customers in thirty-five subdivisions in Johnston County. Aqua filed a verified petition, pursuant to G.S. 62-133.11, with the Commission on January 23, 2018, requesting authority to amend its tariff for the purpose of passing along to its water customers, the September 1, 2017, increase in the cost of purchasing water service from Johnston County Department of Public Utilities.

The new rates for water utility service are as follows:

| | Old | ivew |
|------------------------------------|-------------|-------------|
| | <u>Rate</u> | <u>Rate</u> |
| Monthly base charge for zero usage | \$17.92 | \$17.92 |
| Usage charge per 1,000 gallons | \$ 2.20 | \$ 2.33 |

Under the new rates, the average residential customer's monthly water bill will increase by \$0.65, from \$28.92 to \$29.57 based upon 5,000 gallons usage.

The Public Staff – North Carolina Utilities Commission (Public Staff) reviewed Aqua's petition and recommended the requested tariff revision be approved. The Public Staff stated that the tariff revision will allow Aqua to recover additional revenues that do not exceed the additional expenses.

EXHIBIT NO. P-4 PAGE 8 OF 9

| SSUED BY (| ORDER OF THE | COMMISSION. |
|------------|--------------|-------------------------------------|
| This the | day of | , 2018. |
| | | NORTH CAROLINA UTILITIES COMMISSION |
| | | M. Lvnn Jarvis. Chief Clerk |

| l, | , mailed with sufficient |
|----------------------------------------------|---------------------------------------------------|
| postage or hand delivered to all affected of | customers the attached Notice to Customers |
| issued by the North Carolina Utilities Comm | ission in Docket No. W-218, Sub 493, and the |
| Notice was mailed or hand delivered by the | e date specified in the Order. |
| This the day of | , 2018. |
| Ву: | |
| | Signature |
| | Name of Utility Company |
| The above named Applicant, | |
| personally appeared before me this day and | d, being first duly sworn, says that the required |
| Notice to Customers was mailed or hand do | elivered to all affected customers, as required |
| by the Commission Order dated | in Docket No. W-218, Sub 493. |
| Witness my hand and notarial seal | , this the day of, |
| 2018. | |
| | |
| | Notary Public |
| | Printed Name |
| SEAL)My Commission Expires: | |
| · | Date |

EXHIBIT NO. P-5 PAGE 1 OF 9

STATE OF NORTH CAROLINA UTILITIES COMMISSION RALEIGH

DOCKET NO. W-218, SUB 496

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

| In the Matter of | |
|-----------------------------------------------------|--------------------------|
| Application by Aqua North Carolina, Inc., 202 |) |
| MacKenan Court, Cary, North Carolina 27511, for |) |
| Authority to Amend Its Tariff to Increase Rates for | ORDER APPROVING TARIFF |
| Sewer Utility Service for the Increased Cost of |) REVISION AND REQUIRING |
| Purchased Sewer from Carolina Water Service, Inc. | CUSTOMER NOTICE |
| of North Carolina in Hawthorne at the Greene | |
| Apartments and Beaver Farms Subdivision in |) |
| Mecklenburg County, North Carolina |) |

BY THE COMMISSION: On January 23, 2018, Aqua North Carolina, Inc. (Aqua), filed a verified petition, pursuant to G.S. 62-133.11, with the Commission requesting authority to amend its tariff for the purpose of passing along to its sewer customers Hawthorne at the Greene Apartments and Beaver Farms Subdivision in Mecklenburg County, North Carolina, an increase in the base charge (zero usage) for sewer service purchased from Carolina Water Service, Inc. of North Carolina (CWSNC). Aqua collects wastewater from Hawthorne at the Greene and Beaver Farms and delivers it to CWSNC for treatment.

On November 8, 2017, the Commission issued an Order in Docket No. W-354, Sub 356, approving an increase in the monthly bulk sewer service rate CWSNC charges Aqua for Hawthorne at the Greene and Beaver Farms wastewater from \$22.93 to \$40.40 per residential equivalent unit (REU), or an increase of 76.2%.

Aqua charges Hawthorne at the Greene and Beaver Farms the CWSNC bulk flat rate sewer amount and then passes 100% of that amount on to CWSNC. Aqua's usage charge for Hawthorne at the Greene and Beaver Farms is not affected by this increase and will remain \$5.11 per 1,000 gallons used, as approved in Docket No. W-218, Sub 363.

This matter was presented at the Commission's Regular Staff Conference on February 19, 2018. The Public Staff stated that it had reviewed Aqua's request and recommended that the requested tariff revision be approved.

EXHIBIT NO. P-5 PAGE 2 OF 9

Based upon the foregoing, the Commission is of the opinion that the requested rates should be approved.

IT IS, THEREFORE, ORDERED as follows:

- 1. That Aqua North Carolina, Inc., is granted a revision to Appendix A-2 of its tariff for sewer utility service in Hawthorne at the Greene Apartments and Beaver Farms Subdivision in Mecklenburg County, North Carolina, in which it purchases and resells wastewater treatment from Carolina Water Service, Inc. of North Carolina, as set forth herein.
- 2. That the revised Appendix A-2, attached hereto is approved and is deemed filed with the Commission pursuant to G.S. 62-138. This Schedule of Rates shall become effective for service rendered on and after the date of this Order.
- 3. That the Notice to Customers, attached hereto as Appendix B be mailed with sufficient postage or hand delivered by Aqua to all of its affected customers in Hawthorne at the Greene Apartments and Beaver Farms Subdivision contemporaneously with the next billing of customers; and that Aqua submit to the Commission the attached Certificate of Service, properly signed and notarized, no later than 10 days after the date of the next billing.

| ISSUED BY ORDER OF THE | COMMISSION. |
|------------------------|-------------------------------------|
| This the day of | , 2018. |
| | NORTH CAROLINA UTILITIES COMMISSION |
| | M. Lynn Jarvis, Chief Clerk |

EXHIBIT NO. P-5 PAGE 3 OF 9

APPENDIX A-2 PAGE 1 OF 4

AQUA NORTH CAROLINA, INC. BULK PURCHASED WATER SYSTEM USAGE RATES

Usage charge, per 1,000 gallons where water purchased for resale

| | | Usage Charge/ |
|---------------------------------|--------------------------------|----------------------|
| Service Area | Water Provider | 1,000 gallons |
| Aqua North Carolina Service Are | as | |
| Twin Creeks | City of Asheville | \$ 4.26 |
| Park South | City of Charlotte | \$ 1.81 |
| Parkway Crossing | City of Charlotte | \$ 1.81 |
| Springhill / Springdale | City of Concord | \$ 5.11 |
| Hoopers Valley | City of Hendersonville | \$ 3.06 |
| Crystal Creek | City of Hendersonville | \$ 3.06 |
| Rambling Ridge | City of Hendersonville | \$ 3.06 |
| Brookwood | City of Hickory (outside city) | \$ 5.04 |
| Heritage Farms | City of Hickory (inside city) | \$ 2.83 |
| Cedarwood Estates | City of Hickory (inside city) | \$ 2.83 |
| Hill-N-Dale | City of Lincolnton | \$ 7.70 |
| East Shores | City of Morganton | \$ 2.52 |
| Greenfield | City of Mount Airy | \$ 7.15 |
| Bett's Brook | City of Newton | \$ 2.85 |
| Crestwood | Davidson Water, Inc. | \$ 5.30 |
| Lancer Acres | Davidson Water, Inc. | \$ 5.30 |
| Beard Acres | Davidson Water, Inc. | \$ 5.30 |
| Woodlake Development | Harnett County | \$ 2.77 |
| Beechwood Cove | Chatham County | \$ 7.04 |
| Chatham | Chatham County | \$ 7.04 |
| Cole Park Plaza Shopping Center | Chatham County | \$10.01 |
| Hidden Valley | Chatham County | \$ 7.04 |
| Polks Landing | Chatham County | \$ 7.04 |
| Chapel Ridge | Town of Pittsboro | \$13.69 |
| Laurel Ridge | Town of Pittsboro | \$13.69 |
| The Parks at Meadowview | Town of Pittsboro | \$13.69 |
| River Hill Heights | Iredell Water Corp. | \$ 2.72 |

EXHIBIT NO. P-5 PAGE 4 OF 9

APPENDIX A-2 PAGE 2 OF 4

| | | Usage Charge/ |
|--------------------------------------|-----------------|---------------|
| Service Area | Water Provider | 1,000 gallons |
| Bennett Place | Johnston County | \$ 2.33 |
| Chatham | Johnston County | \$ 2.33 |
| Cottonfield Village | Johnston County | \$ 2.33 |
| Creekside Place | Johnston County | \$ 2.33 |
| Eastlake at Flowers Plantation | Johnston County | \$ 2.33 |
| Evergreen POD NE10 | Johnston County | \$ 2.33 |
| Flowers Crest | Johnston County | \$ 2.33 |
| Flowers Plantation | Johnston County | \$ 2.33 |
| Flowers Shopping Center | Johnston County | \$ 2.33 |
| Magnolia | Johnston County | \$ 2.33 |
| Magnolia Village | Johnston County | \$ 2.33 |
| Mill Creek N/Pods II | Johnston County | \$ 2.33 |
| Mill Creek West | Johnston County | \$ 2.33 |
| North Farm Cottages | Johnston County | \$ 2.33 |
| North Farms | Johnston County | \$ 2.33 |
| North Village | Johnston County | \$ 2.33 |
| Parkway Commercial | Johnston County | \$ 2.33 |
| Peachtree | Johnston County | \$ 2.33 |
| Pineville Club | Johnston County | \$ 2.33 |
| Pineville East | Johnston County | \$ 2.33 |
| Pineville East Cottages/Palmetto Pl. | Johnston County | \$ 2.33 |
| Pineville East Estates | Johnston County | \$ 2.33 |
| Pineville West | Johnston County | \$ 2.33 |
| Plantation Park | Johnston County | \$ 2.33 |
| Plantation Point | Johnston County | \$ 2.33 |
| Poplar Woods POD 6A (aka Wilder's | Johnston County | \$ 2.33 |
| Woods Phase 2) | • | |
| River Dell East POD NE12 | Johnston County | \$ 2.33 |
| River Dell Towns | Johnston County | \$ 2.33 |
| South Plantation | Johnston County | \$ 2.33 |
| South Quarter – POD 6B | Johnston County | \$ 2.33 |
| Southgate | Johnston County | \$ 2.33 |
| Sun Ridge Farms | Johnston County | \$ 2.33 |

EXHIBIT NO. P-5 PAGE 5 OF 9

APPENDIX A-2 PAGE 3 OF 4

| Service Area Sweetgrass The Gardens at Flowers Plantation The Nine The Pods IV Trillium Walker Woods Watson's Mill Wilders Woods and Extension Holly Hills Pear Meadows Swiss Pine Lake | Water Provider Johnston County Town of Forest City Town of Fuquay-Varina Town of Spruce Pine | Usage Charge/ 1,000 gallons \$ 2.33 \$ 2.33 \$ 2.33 \$ 2.33 \$ 2.33 \$ 2.33 \$ 2.33 \$ 4.35 \$ 4.93 |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Brookwood/Lagrange Service Are Kelly Hills Bretton Woods Raintree Colony Village Windsong Porter Place Thornwood County Walk Lands Down West S & L Estates Tarleton Plantation Springdale Ridge Manor Forest Lake Arden Forest Wendemere Jena-Shane Stoney Point | Fayetteville PWC | \$ 2.68 \$ |

EXHIBIT NO. P-5 PAGE 6 OF 9

APPENDIX A-2 PAGE 4 OF 4

AQUA NORTH CAROLINA, INC. PURCHASED SEWER RATES

Aqua North Carolina Service Areas

Monthly Metered Service where bulk service purchased from Charlotte (Park South and Parkway Crossing residential and commercial):

Base facility charge, zero usage (based on meter size)

Same as commercial charges in Docket No. W-218, Sub 363

Residential and Commercial usage charge

\$ 6.45, per 1,000 gallons

<u>Hawthorne at the Greene Apartments and Beaver Farms Subdivision– Mecklenburg</u> <u>County</u>: (See Docket No. W-899, Sub 37 and Docket No. W-218, Sub 357)

Base facilities charge (to be collected and delivered to Carolina Water Service, Inc. of North Carolina¹ for treatment of the wastewater), per month

\$ 40.40 per REU 1

Each apartment building at Hawthorne at the Greene Apartments (formerly Vista Park Apartments) will be considered 92.42% occupied on an ongoing basis for billing purposes as soon as the certificate of occupancy is issued for the apartment building.

Collection service/commodity charge (based on Charlotte Water's master meter reading), per 1,000 gallons

\$ 5.11

¹ On August 17, 2016, in Docket No. W-1044, Sub 24, et al., the North Carolina Utilities Commission issued an Order Approving Merger. In accordance with the Order, and pursuant to the Articles of Merger filed with the North Carolina Department of the Secretary of State on August 30, 2016, Bradfield Farms Water Company was merged into Carolina Water Service, Inc. of North Carolina effective August 30, 2016.

Issued in Accordance with Authority Granted by the North Carolina Utilities Commission in Docket No. W-218, Sub 496, on this the ____ day of _______, 2018.

EXHIBIT NO. P-5 PAGE 7 OF 9

APPENDIX B

STATE OF NORTH CAROLINA UTILITIES COMMISSION RALEIGH

DOCKET NO. W-218, SUB 496

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

In the Matter of
Application by Aqua North Carolina, Inc., 202)
MacKenan Court, Cary, North Carolina 27511, for)
Authority to Amend Its Tariff to Increase Rates for)
Sewer Utility Service for the Increased Cost of)
Purchased Sewer from Carolina Water Service, Inc.)
of North Carolina in Hawthorne at the Greene)
Apartments and Beaver Farms Subdivision in)
Mecklenburg County, North Carolina)

BY THE COMMISSION: Notice is given that the North Carolina Utilities Commission has granted Aqua North Carolina, Inc. (Aqua), an increase in its sewer rates charged to Hawthorne at the Greene Apartments and Beaver Farms Subdivision in Mecklenburg County, North Carolina. Aqua filed a verified petition, pursuant to G.S. 62-133.11, with the Commission on January 23, 2018, requesting authority to amend its tariff for the purpose of passing along to its sewer customers, the November 8, 2017, increase in the cost of purchasing sewer service from Carolina Water Service, Inc. of North Carolina.

The new rates for sewer utility service are as follows:

 $\begin{array}{ccc} & & & & & & & & \\ & & & & & & \\ & & & & & \\ & & & & \\ & & & & \\ & & & & \\ & & & \\ & & & \\ & & & \\ & & & \\ & & & \\ & & & \\ & & & \\ & & & \\ & & & \\ & & \\ & & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ & & \\ &$

Aqua's usage charge for Hawthorne at the Greene and Beaver Farms Subdivsion is not affected by this increase and will remain \$5.11 per 1,000 gallons used, as approved in Docket No. W-218, Sub 363.

The Public Staff – North Carolina Utilities Commission (Public Staff) reviewed Aqua's petition and recommended the requested tariff revision be approved. The Public Staff stated that the tariff revision will allow Aqua to recover additional revenues that do not exceed the additional expenses.

EXHIBIT NO. P-5 PAGE 8 OF 9

| SSUED BY O | RDER OF THE | COMMISSION. |
|------------|-------------|-------------------------------------|
| This the | day of | , 2018. |
| | | NORTH CAROLINA UTILITIES COMMISSION |
| | | M. Lynn Jarvis, Chief Clerk |

| Ι, _ | | | | , mailed with | sufficient |
|-------------|-------------|------------|----------------|----------------------------------------|-------------|
| postage o | r hand del | ivered to | all affected | sustomers the attached Notice to | Customers |
| issued by | the North (| Carolina U | tilities Comm | ission in Docket No. W-218, Sub 49 | 96, and the |
| Notice was | s mailed o | r hand del | ivered by the | date specified in the Order. | |
| This | s the | _ day of _ | | , 2018. | |
| | | | By: | | |
| | | | - y . | Signature | |
| | | | | Name of Utility Compar | ıy |
| The | e above | named | Applicant, | | , |
| personally | appeared | before me | e this day and | , being first duly sworn, says that th | e required |
| Notice to 0 | Customers | was maile | ed or hand d | elivered to all affected customers, a | ıs required |
| by the Cor | nmission (| Order date | ed | in Docket No. W-218, | Sub 496. |
| Wit | ness my h | and and | notarial seal | this the day of | , |
| 2018. | | | | | |
| | | | | | |
| | | | | Notary Public | |
| | | | | Printed Name | |
| (SEAL) | Му Со | mmission | Expires: | | |
| | | | | Date | |

EXHIBIT NO. P-6 PAGE 1 OF 5

STATE OF NORTH CAROLINA UTILITIES COMMISSION RALEIGH

DOCKET NO. W-1209, SUB 11

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

| In the Matter of | | |
|-------------------------------------------------------|---|------------------------|
| Application by Jactaw Properties LLC, Post Office Box |) | |
| 6837, Asheville NC, 28816, to Discontinue Providing |) | ORDER REQUIRING |
| Water and Sewer Utility Service in Poplar Acres |) | CUSTOMER NOTICE |
| Mobile Home Park in Buncombe County, North |) | |
| Carolina |) | |

BY THE COMMISSION: On March 31, 2017, Jactaw Properties LLC (Applicant) filed an application for authority to discontinue water and sewer utility service in Poplar Acres Mobile Home Park in Buncombe County, North Carolina.

The Applicant purchases water from the City of Asheville and purchases sewer from Metropolitan Sewerage District and serves approximately 41 residential customers who also rent their mobile homes from the Applicant. Tenants rent on a month to month basis.

The Applicant is seeking to cancel its franchise and include the cost of water and sewer service in the monthly rent. This would be accomplished by giving all customers a 60-day notice informing them that the rent will increase by \$30.00 per month and will include water and sewer service. The increase in rent would be less than the current monthly water and sewer bill, based on 2,000 gallons of consumption, as shown below:

Applicant's Monthly Metered Rates:

| Water base charge, zero usage | \$15.65 |
|---------------------------------------|---------|
| Asheville Capital Improvement Fee | \$ 2.28 |
| Water usage charge, per 1,000 gallons | \$ 4.20 |
| Sewer base charge, zero usage | \$ 9.57 |
| Sewer usage charge, per 1,000 gallons | \$ 5.24 |
| Monthly bill based on 2,000 gallons | \$46.38 |

EXHIBIT NO. P-6 PAGE 2 OF 5

This matter was presented at the regular Commission Staff Conference on February 19, 2018. Based on the foregoing, and upon the recommendation of the Public Staff, the Commission is of the opinion that matter may be determined without public hearing if no significant protests are received within 30 days after the issuance of the Notice.

IT IS, THEREFORE, ORDERED that the Notice to Customers, attached as Appendix A, be mailed with sufficient postage or hand delivered by the Applicant to all customers affected by the change; that the Notice to Customers be mailed or hand delivered no later than 5 business days after the date of this Order; and that the Applicant submit to the Commission the attached Certificate of Service properly signed and notarized no later than 10 business days from the date of this Order.

| ISSUED BY | ORDER OF THE CO | OMMISSION. |
|-----------|-----------------|-------------------------------------|
| This the | day of | , 2018. |
| | | NORTH CAROLINA UTILITIES COMMISSION |
| (SEAL) | | M. Lynn Jarvis, Chief Clerk |

EXHIBIT NO. P-6 PAGE 3 OF 5

APPENDIX A PAGE 1 OF 2

STATE OF NORTH CAROLINA UTILITIES COMMISSION RALEIGH

NOTICE TO CUSTOMERS DOCKET NO. W-1209, SUB 11 BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

Notice is given that Jactaw Properties LLC, Post Office Box 6837, Asheville, North Carolina, 28816, has filed an application with the North Carolina Utilities Commission for authority to discontinue providing water and sewer utility service in Poplar Acres Mobile Home Park in Buncombe, North Carolina.

The Applicant is seeking to cancel its franchise and include the cost of water and sewer service in the monthly rent. This would be accomplished by giving all customers a 60-day notice informing them that the rent will increase by \$30.00 per month and will include water and sewer service. The increase in rent would be less than the current monthly water and sewer bill, based on 2,000 gallons, as shown below:

Applicant's Monthly Metered Rates:

| Water base charge, zero usage | \$15.65 |
|---------------------------------------|---------|
| Asheville Capital Improvement Fee | \$ 2.28 |
| Water usage charge, per 1,000 gallons | \$ 4.20 |
| Sewer base charge, zero usage | \$ 9.57 |
| Sewer usage charge, per 1,000 gallons | \$ 5.24 |

Monthly bill based on 2,000 gallons \$46.38

PROCEDURE FOR PUBLIC HEARING:

At this point no public hearing has been scheduled. <u>The Commission may decide</u> this matter without a public hearing if no significant protests are received from consumers within 30 days of the date of the Notice. Correspondence concerning this matter, service problems or request for a hearing should be directed to the Public Staff.

The Public Staff is authorized by statute to represent the consumers in proceedings before the Commission. Written statements to the Public Staff should

EXHIBIT NO. P-6 PAGE 4 OF 5

APPENDIX A PAGE 2 OF 2

include any information which the writer wishes to be considered by the Public Staff in its investigation of the matter, and such statements should be addressed to Mr. Chris Ayers, Executive Director, Public Staff, 4326 Mail Service Center, Raleigh, North Carolina, 27699-4326. Written statements may also be faxed to (919) 715-6704 or e-mailed to Lindsay Quant at lindsay.quant@psncuc.nc.gov.

The Attorney General is also authorized by statute to represent the consumers in proceedings before the Commission. Statements to the Attorney General should be addressed to The Honorable Josh Stein, Attorney General, 9001 Mail Service Center, Raleigh, North Carolina 27699-9001.

Written statements are not evidence unless those persons appear at a public hearing and testify concerning the information contained in their written statements.

Persons desiring to intervene in the matter as formal parties of record should file a motion under North Carolina Utilities Commission Rules R1-6, R1-7, and R1-19 no later than 45 days after the date of this notice. Such motions should be filed with the North Carolina Utilities Commission, 4325 Mail Service Center, Raleigh, North Carolina 27699-4325.

A copy of the application and all filings in this matter are available for review by the public at the Office of the Chief Clerk, 430 North Salisbury Street, Raleigh, North Carolina. Upon request, the Chief Clerk will place a copy of the application and prefiled testimony in centrally located public libraries where they may be copied without prohibition. Such requests may be made by writing to the Chief Clerk, North Carolina Utilities Commission, 4325 Mail Service Center, Raleigh, North Carolina 27699-4325, by giving the name and address of the library to which the information is to be mailed. Information regarding this proceeding can also be accessed from the Commission's website at www.ncuc.net.

| This the, 2018. | |
|-----------------|-------------------------------------|
| | NORTH CAROLINA UTILITIES COMMISSION |
| (SEAL) | |
| , | M. Lynn Jarvis, Deputy Clerk |

| Ι, _ | | | | , mailed with sufficient |
|-------------|-------------|------------|----------------|---------------------------------------------------|
| postage of | r hand del | livered to | all affected o | customers the attached Notice to Customers |
| issued by t | the North (| Carolina U | tilities Comm | nission in Docket No. W-1209, Sub 11, and the |
| Notice was | s mailed o | r hand del | ivered by the | e date specified in the Order. |
| This | s the | _ day of _ | | 2018. |
| | | | Ву: | |
| | | | <i>5</i> y. | Signature |
| | | | | Name of Utility Company |
| The | above | named | Applicant, | , |
| personally | appeared | before me | e this day and | d, being first duly sworn, says that the required |
| Notice to 0 | Customers | was maile | ed or hand de | elivered to all affected customers, as required |
| by the Cor | nmission (| Order date | ed | in Docket No. W-1209, Sub 11. |
| Witi | ness my h | nand and | notarial seal | , this the day of |
| 2018. | | | | |
| | | | | |
| | | | | Notary Public |
| | | | | Address |
| (CEAL) | Merico | | Everime - : | |
| (SEAL) | Му Со | ninission | Expires: | Date |

EXHIBIT NO. P-7 PAGE 1 OF 4

STATE OF NORTH CAROLINA UTILITIES COMMISSION RALEIGH

DOCKET NO. W-1315, SUB 2

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

| In the Matter of | | |
|-------------------------------------------------|---|------------------|
| Application by DFHC Corporation, Inc., 2432 |) | |
| Andrews Store Road, Pittsboro, North Carolina |) | ORDER APPROVING |
| 27312, for Approval of a Reconnection Fee for |) | RECONNECTION FEE |
| Water and Sewer Utility Service in Gardner Hill |) | |
| Station in Guilford County, North Carolina |) | |

BY THE COMMISSION: On February 2, 2018, DFHC Corporation, Inc. (DFHC), filed an application for Commission approval of a reconnection fee for the water and sewer system at Gardner Hill Station in Guilford County, North Carolina. The filing included a copy of a quote to estimate the cost for a licensed plumber to shut off water service and then, upon payment of the reconnection fee, return to restore water service. The quoted cost is in the amount of \$320.25, DFHC intends to pass along this cost to the customer. DFHC has requested Commission approval of the proposed reconnection fee of \$320.25.

On March 27, 2017, the Commission issued an Order granting DFHC a certificate of public convenience and necessity to provide water and sewer utility service in Gardner Hill Station. DFHC has since had an issue with non-payment by a customer and seeks recovery of its costs to discontinue service for non-payment and restoration of service.

DFHC purchases water utility service from the City of Greensboro and sewer utility service from the Town of Jamestown. The customers are submetered and billed similar to the methodology prescribed by Commission Rule R18-6 for provision of water and sewer utility service by landlords; however, the rates take into account the effect of the 0.14% regulatory fee.

The matter was presented at the Commission's Regular Staff Conference on February 19, 2018. The Public Staff stated that it had reviewed DFHC's request and recommended that the proposed reconnection fee be approved.

IT IS, THEREFORE, ORDERED as follows:

1. That the applied for reconnection fee for Gardner Hill Station is approved.

EXHIBIT NO. P-7 PAGE 2 OF 4

- 2. That the revised Appendix B attached hereto is approved for DFHC in Gardner Hill Station. This Schedule of Rates shall become effective for bills rendered on and after the date of this order.
- 3. That this Order shall be mailed with sufficient postage or hand delivered by DFHC to all of its affected customers in the Gardner Hill Station contemporaneously with the next billing of customers; and that DFHC shall submit to the Commission the attached Certificate of Service, properly signed and notarized, no later than 10 days after the date of the next billing.

ISSUED BY ORDER OF THE COMMISSION.

This the ___ day of February, 2018.

NORTH CAROLINA UTILITIES COMMISSION

M. Lynn Jarvis, Chief Clerk

EXHIBIT NO. P-7 PAGE 3 OF 4

APPENDIX B

SCHEDULE OF RATES

for

DFHC CORPORATION, INC.

for providing water and sewer utility service

in

GARDNER HILL STATION

Guilford County, North Carolina

Monthly Metered Water Rates:

| Base Charge, zero usage Usage Charge, per 1,000 gallons | \$ 11.89 \$ 9.75 |
|------------------------------------------------------------|-----------------------------------------|
| Monthly Metered Sewer Rates: | |
| Usage Charge, per 1,000 gallons | \$ 4.55 |
| Billing Service Charge: | \$ 3.75 |
| Reconnection Fee: | \$320.25 |
| New Customer Account Fee: | \$ 15.00 |
| Returned Check Charge: | \$ 25.00 |
| Bills Due: | On billing date |
| Bills Past Due: | 15 days after billing date |
| Billing Frequency: | Shall be monthly for service in arrears |

| Issued in Accordance with Authority C | Franted by the North | Carolina Utilities Commission |
|---------------------------------------|----------------------|-------------------------------|
| in Docket No. W-1315, Sub 2 on this t | he day of | , 2018. |

EXHIBIT NO. P-7 PAGE 4 OF 4

| l, | | | | , mailed with sufficient |
|--------------|------------|-------------|----------------|---------------------------------------------------|
| postage or | hand deli | vered to a | all affected c | ustomers the Order Approving Reconnection |
| Fee issued | by the No | rth Carolir | na Utilities C | ommission in Docket No. W-1315, Sub 2, and |
| the Notice | was maile | d or hand | delivered by | the date specified in the Order. |
| This | the | _day of | | , 2018. |
| | | | By: | |
| | | | , | Signature |
| | | | | Name of Utility Company |
| The | above | named | Applicant, | , |
| personally a | appeared | before me | this day and | d, being first duly sworn, says that the required |
| Order App | roving Re | connection | n Fee was | mailed or hand delivered to all affected |
| customers, | as require | ed by the C | Commission | Order dated in Docket No. |
| W-1315, St | ub 2. | | | |
| Witn | ess my h | and and r | notarial seal | , this the day of, |
| 2018. | | | | |
| | | | | |
| | | | | Notary Public |
| | | | | Printed or Typed Name |
| (SEAL) | My Con | nmission I | Expires: | Date |