

434 Fayetteville Street Suite 2800 Raleigh, NC 27601

February 8, 2018

Ms. M. Lynn Jarvis Chief Clerk North Carolina Utilities Commission Fifth Floor, Room 5063 430 N. Salisbury Street Raleigh, NC 27699-4325

Re: The Matter of Fresh Air II, LLC v. Duke Energy Carolinas, LLC Docket No. E-7, Sub 1148

Dear Ms. Jarvis:

Fresh Air II, LLC ("Fresh Air") and Duke Energy Carolinas, LLC have reached a settlement in this matter. Fresh Air will file a dismissal of the Complaint as soon as the parties have executed the settlement agreement.

If you have any questions or comments regarding this filing, please do not hesitate to call me. Thank you in advance for your assistance in this matter.

Very truly yours,

/s/ Karen M. Kemerait, Esq.

Cc: Parties of Record