

**STATE OF NORTH CAROLINA
UTILITIES COMMISSION
RALEIGH**

**STAFF CONFERENCE AGENDA
JANUARY 7, 2019**

COMMISSION STAFF

NO AGENDA ITEMS

PUBLIC STAFF

D. ELECTRIC

- P1. DOCKET NO. E-7, SUBS 1032 AND 1164 – REQUEST OF DUKE ENERGY CAROLINAS, LLC, FOR APPROVAL OF MODIFICATIONS TO RESIDENTIAL SMART \$AVER ENERGY EFFICIENCY PROGRAM

EXPLANATION: On October 31, 2018, Duke Energy Carolinas, LLC (DEC or Company), filed a request seeking approval to modify its Residential Smart \$aver EE Program (Program).

The proposed modifications were made in response to the Commission's *Order Approving DSM/EE Rider and Requiring Filing of Customer Notice* issued on September 11, 2018, in Docket No. E-7, Sub 1164, where the Commission ordered the Company to propose modifications to the Program no later than October 31, 2018, with the goal of restoring the TRC score to 1.0 or greater. In its application, DEC indicates that the modifications to the Program are intended to increase its overall cost-effectiveness. DEC's proposed modifications to the Program include: acknowledging lower actual incremental customer costs; improving trade ally participation to make it more streamlined and less costly; reducing program administration costs; and implementing a three-year transition period to a referral-only channel. The Company also proposes to eliminate from the tariff the listing of the maximum incentives for the measures, as well as to reduce the maximum incentive for HVAC (Heating, Ventilation, and Air Conditioning) equipment from \$600 to \$400. DEC's application indicates that the effect of these proposed modifications would be a Total Resource Cost Test (TRC) score of 1.01.

DEC's application requests that the Commission: (1) approve the Program and tariff as modified; (2) find that the Program continues to meet the requirements of a "new" EE program pursuant to Commission Rule R8-69; (3) find that all costs of the Program will be eligible for cost recovery; and (4) approve the proposed utility incentives for inclusion in the annual DSM/EE rider.

The Public Staff filed comments on December 7, 2018, regarding the Company's proposal that stated that the Public Staff is not opposed to approval of the proposed modifications to the Program. However, the Public Staff noted that the modifications are estimated to make the Program only marginally cost effective and that the Company used very optimistic assumptions in forecasting participation, program costs, and avoided costs to achieve the 1.01 cost effectiveness score.

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

RECOMMENDATION: (Williamson/Edmondson) That the Commission issue the Public Staff's proposed order on DEC's request to modify the Residential Smart \$aver EE Program.

E. WATER

P1. DOCKET NO. W-1300, SUB 31 – OLD NORTH STATE WATER COMPANY, LLC; DOCKET NO. W-339, SUB 7 – MAXWELL WATER COMPANY – APPLICATION FOR TRANSFER OF FRANCHISE AND APPROVAL OF RATES

EXPLANATION: On November 13, 2017, Old North State Water Company, LLC (Old North State), and Maxwell Water Company (Maxwell), filed an application seeking authority to transfer to Old North State the Blawell Subdivision water utility system assets and franchise in Cumberland County, and approval of rates. As of the date of the application, there were 35 active customers in the Blawell water system service area. The Blawell water system purchases bulk water from the Town of Stedman.

Old North State and Maxwell have entered into an Asset Purchase Agreement (APA) dated October 2016 and signed on November 21, 2016, under which Old North State is purchasing the water utility system for \$1.00 and for reimbursement of up to \$2,000 of Maxwell's attorney's fees with regard to the sale and transfer of the water system. The Public Staff has reviewed the APA and does not object to the terms as written. The Public Staff recommends that the Commission require Old North State to file and request approval of all future amendments to the APA within 15 days after signing said amendments.

The Old North State rate base after closing will be the reimbursement of up to \$2,000 of Maxwell's attorney's fees with regard to the sale and transfer of the water system.

Old North State presently holds water franchises serving approximately 406 customers and wastewater franchises serving approximately 2,643 customers in North Carolina. Old North State's record of service is satisfactory.

The present rates for Blawell were approved by Commission order issued December 7, 2016, in Docket No. W-339, Sub 6. Old North State proposes to continue to charge the currently approved rates.

The present and proposed rates are as follows:

<u>Monthly Metered Water Utility Service</u>	
Base charge, zero usage	\$ 34.14
Usage charge, per 1,000 gallons	\$ 3.29

The average monthly water bill based upon the average residential monthly consumption of 3,750 gallons would be \$46.48 at the applied for rates.

EXHIBIT: A proposed order is attached as Exhibit No. P-2.

RECOMMENDATION: (Darden/Henry/Grantmyre) That the Commission issue the proposed order approving the APA, granting the transfer of franchise, and approving the proposed rates.

P2. DOCKET NO. W-1300, SUB 50 – OLD NORTH STATE WATER COMPANY, LLC;
DOCKET NO. W-632, SUB 7 – JOHN T. BILLINGSLEY, ET AL. – APPLICATION FOR
TRANSFER OF FRANCHISE AND APPROVAL OF RATES

EXPLANATION: On April 16, 2018, Old North State Water Company, LLC (Old North State) and John T. Billingsley, et al. (Billingsley), filed an application seeking authority to transfer to Old North State the Dogwood Acres Subdivision water utility system assets and franchise in Rockingham County, and for approval of rates. As of the date of the application, there were 30 active customers in the Dogwood Acres water system service area.

Old North State and Billingsley have entered into an Asset Purchase Agreement (APA) dated December 29, 2017, under which Old North State is purchasing the water utility system for \$3,000 and for reimbursement of up to \$1,000 of Billingsley’s attorney’s fees with regard to the sale and transfer of the water system. The Public Staff has reviewed the APA and does not object to the terms as written. The Public Staff recommends that the Commission require Old North State to file and request approval of all future amendments to the APA within 15 days after signing said amendments.

Upon acquisition of the water system, Old North State does not anticipate any major improvements/additions or replacements over the next five years.

The Old North State rate base after closing will be the \$3,000 purchase price plus up to \$1,000 of Billingsley’s attorney fees with regard to the sale and transfer of the water system.

Old North State presently holds water franchises serving approximately 406 customers and wastewater franchises serving approximately 2,643 customers in North Carolina. Old North State’s record of service is satisfactory.

The present rates for Dogwood Acres were approved by Commission order issued December 1, 2017, in Docket No. W-632, Sub 6. Old North State proposes to continue to charge the currently approved rates.

The present and proposed rates are as follows:

<u>Monthly Metered Water Utility Service</u>	
Base charge, zero usage	\$ 17.02
Usage charge, per 1,000 gallons	\$ 4.80

The average monthly water bill based upon the average residential monthly consumption of 2,500 gallons would be \$29.02 at the applied for rates.

EXHIBIT: A proposed order is attached as Exhibit No. P-3.

RECOMMENDATION: (Darden/Henry/Grantmyre) That the Commission issue the proposed order approving the APA, granting the transfer of franchise, and approving the proposed rates.

**STATE OF NORTH CAROLINA
UTILITIES COMMISSION
RALEIGH**

DOCKET NO. E-7, SUB 1032
DOCKET NO. E-7, SUB 1164

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

DOCKET NO. E-7, SUB 1032

In the Matter of
Application of Duke Energy Carolinas, LLC, for)
Approval of Modifications to Residential Smart \$aver)
Energy Efficiency Program)
)

DOCKET NO. E-7, SUB 1164)

ORDER APPROVING
PROGRAM
MODIFICATIONS

In the Matter of)
Application of Duke Energy Carolinas, LLC, for)
Approval of Demand-Side Management and)
Energy Efficiency Cost Recovery Rider Pursuant)
to Gen. Stat. § 62-133.9 and Commission Rule)
R8-69)

BY THE COMMISSION: On October 31, 2018, Duke Energy Carolinas, LLC (DEC or Company), filed a request seeking approval to modify its Residential Smart \$aver Energy Efficiency Program (Program).

The proposed modifications were made in response to the Commission's *Order Approving DSM/EE Rider and Requiring Filing of Customer Notice* issued on September 11, 2018, in Docket No. E-7, Sub 1164, where the Commission ordered the Company to propose modifications to the Program no later than October 31, 2018, with the goal of restoring the TRC score to 1.0 or greater. In its application, DEC indicates that the modifications to the Program are intended to increase its overall cost-effectiveness. DEC's proposed modifications to the Program include: acknowledging lower actual incremental customer costs; improving trade ally participation to make it more streamlined and less costly; reducing program administration costs; and implementing a three-year transition period to a referral-only channel. The Company also proposes to eliminate from the tariff the listing of the maximum incentives for the measures, as well as to reduce the

maximum incentive for HVAC (Heating, Ventilation, and Air Conditioning) equipment from \$600 to \$400.

DEC's application indicates that the effect of these proposed modifications would be a Total Resource Cost Test (TRC) score of 1.01.

DEC's application requests that the Commission: (1) approve the Program and tariff as modified; (2) find that the Program continues to meet the requirements of a "new" energy efficiency program pursuant to Commission Rule R8-69; (3) find that all costs of the Program will be eligible for cost recovery; and (4) approve the proposed utility incentives for inclusion in the annual DSM/EE rider.

The Public Staff filed comments on December 7, 2018, regarding the Company's proposal. The Public Staff noted that the modifications are estimated to make the Program only marginally cost effective and that the Company used very optimistic assumptions in forecasting participation, program costs, and avoided costs to achieve the 1.01 cost effectiveness score. The Public Staff stated it is not opposed to the approval of the modifications of the Program.

The Public Staff presented this matter to the Commission at its Regular Staff Conference on January 7, 2019. The Public Staff summarized its filed comments and recommended that the Commission issue its proposed order on the Company's request.

Based on the foregoing, the Commission is of the opinion that the proposed modifications to the Program should be approved.

IT IS, THEREFORE, ORDERED:

1. That DEC's proposed modifications to the Residential Smart \$aver Energy Efficiency Program are hereby approved.
2. That the Residential Smart \$aver Energy Efficiency Program continues to be eligible for recovery of program costs and incentives, in accordance with Gen. Stat. § 62-133.9 and Commission Rule R8-69;
3. That DEC shall file with the Commission, within 10 days following the date of this order, a revised tariff showing the effective date of the tariff.

ISSUED BY ORDER OF THE COMMISSION.

This the ___ day of January, 2019.

NORTH CAROLINA UTILITIES COMMISSION

M. Lynn Jarvis, Chief Clerk

**STATE OF NORTH CAROLINA
UTILITIES COMMISSION
RALEIGH**

DOCKET NO. W-1300, SUB 31
DOCKET NO. W-339, SUB 7

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

In the Matter of

Application by Old North State Water Company, LLC,	)	RECOMMENDED
4700 Homewood Court, Suite 108, Raleigh, North	)	ORDER APPROVING
Carolina 27609, and Maxwell Water Company, Post	)	TRANSFER, GRANTING
Office Box 390, Fayetteville, North Carolina 28320, for	)	FRANCHISE,
Authority to Transfer the Blawell Subdivision Water	)	APPROVING RATES,
System and Franchise in Cumberland County, North	)	AND REQUIRING
Carolina, and Approval of Rates	)	CUSTOMER NOTICE

BY THE COMMISSION: On November 13, 2017, Old North State Water Company, LLC (Old North State) and Maxwell Water Company (Maxwell), filed an application seeking authority to transfer to Old North State the Blawell Subdivision water utility system assets and franchise in Cumberland County, and approval of rates. As of the date of the application, there were 35 active customers in the Blawell water system service area. The Blawell water system purchases water from the Town of Stedman.

In an Order Requiring Customer Notice issued November 20, 2018, the Commission stated it may decide this matter without a public hearing if no significant protests were received from customers on or before December 14, 2018. No significant protests were received within the allotted time period. By Certificate of Service dated November 29, 2018, and filed with the Commission on December 11, 2018, Old North State stated that the Notice to Customers was mailed or hand delivered to all affected customers.

The Public Staff presented this matter at the regular Commission Staff Conference on January 7, 2019.

On the basis of the verified application, the recommendations of the Public Staff, and the records of the Commission, the Commission makes the following:

FINDINGS OF FACT

1. Old North State presently holds water franchises serving approximately 406 customers and wastewater franchises serving approximately 2,643 customers in North Carolina. Old North State’s record of service is satisfactory.

2. Old North State expects to serve 35 active water customers in the Blawell Subdivision. The service area is shown on plans filed with the application.

3. The Blawell Subdivision water system purchases bulk water from the Town of Stedman and was approved by the North Carolina Department of Environment and Natural Resources, Division of Water Resources, under system number NC0326118.

4. Old North State and Maxwell have entered into an Asset Purchase Agreement (APA) dated October 2016 and signed on November 21, 2016, under which Old North State is purchasing the water utility system for \$1.00 and for reimbursement of up to \$2,000 of Maxwell’s attorney’s fees with regard to the sale and transfer of the water system. The Public Staff has reviewed the APA and recommended that it be approved as written.

5. The Public Staff recommended that the reimbursement of up to \$2,000 of Maxwell’s attorney fees with regard to the sale and transfer of the water system be approved as Old North State’s rate base.

6. The present rates for Blawell were approved by Commission order issued December 7, 2016, in Docket No. W-339, Sub 6. Old North State proposes to continue to charge the currently approved rates.

The present and proposed rates are as follows:

<u>Monthly Metered Water Utility Service</u>	
Base charge, zero usage	\$ 34.14
Usage charge, per 1,000 gallons	\$ 3.29

The average monthly water bill based upon the average residential monthly consumption of 3,750 gallons would be \$46.48 at the applied for rates.

7. The Public Staff has recommended that a \$10,000 bond be posted for the water system. Old North State currently has \$600,000 of bonds posted with the Commission, which includes enough unassigned funds to provide the bond recommended in this docket.

8. Old North State has the technical, managerial, and financial capacity to provide water utility service in these service areas.

CONCLUSIONS

Based on the foregoing and the recommendation of the Public Staff, the Commission concludes that the APA between Old North State and Maxwell signed on November 21, 2016, should be approved; that the transfer of the water utility system and franchise to Old North State should be approved; that the proposed rates should be approved; and that \$10,000 of Old North State's unassigned bond surety should be assigned to the system.

IT IS, THEREFORE, ORDERED as follows:

1. That the APA between Old North State and Maxwell signed on November 21, 2016, is hereby approved as written. Old North State shall file and request approval of all future amendments to the APA within 15 days after signing said amendments.

2. That Old North State is granted a Certificate of Public Convenience and Necessity to provide water utility service in Blawell Subdivision in Cumberland County, North Carolina. This Certificate of Public Convenience and Necessity shall be effective upon the closing of the transfer of the water utility system assets to Old North State.

3. That Appendix A constitutes the Certificate of Public Convenience and Necessity.

4. That the Schedule of Rates found in Docket No. W-339, Sub 6 is approved for water utility service in Blawell Subdivision.

5. Old North State's approved rate base after closing shall be the reimbursement of up to \$2,000 of Maxwell's attorney's fees for the sale and transfer of the water system.

6. That \$10,000 of Old North State's unassigned bond surety shall be assigned to the Blawell Subdivision water system.

7. That Old North State shall provide written notification to the Commission within five (5) days after the closing of the transfer has been completed.

8. That the Certificate of Public Convenience and Necessity to provide water utility service granted to Maxwell Water Company is cancelled effective on the date which Old North State files with the Commission written notification that the closing of the transfer of the system has been completed.

9. That a copy of the Notice to Customers, attached hereto as Appendix B, shall be mailed with sufficient postage or hand delivered by Old North State to all its affected customers in Blawell Subdivision contemporaneously with the next billing of customers, after the date of the closing of the transfer of the water system to Old North State.

10. That Old North State shall submit to the Commission the attached Certificate of Service, attached as Appendix C, properly signed and notarized not later than ten (10) days after the next billing of customers.

ISSUED BY ORDER OF THE COMMISSION.

This is the ____ day of January, 2019.

NORTH CAROLINA UTILITIES COMMISSION

(SEAL)

Janice H. Fulmore, Deputy Clerk

**STATE OF NORTH CAROLINA
UTILITIES COMMISSION
RALEIGH**

DOCKET NO. W-1300, SUB 31
DOCKET NO. W-339, SUB 7

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

OLD NORTH STATE WATER COMPANY, LLC

is granted this

CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY

to provide water utility service

in

BLAWELL SUBDIVISION

Cumberland County, North Carolina,

subject to any orders, rules, regulations,
and conditions now or hereafter lawfully made
by the North Carolina Utilities Commission.

ISSUED BY ORDER OF THE COMMISSION.

This the ____ day of _____, 2019.

NORTH CAROLINA UTILITIES COMMISSION

(SEAL)

Janice H. Fulmore, Deputy Clerk

**STATE OF NORTH CAROLINA
UTILITIES COMMISSION
RALEIGH**

DOCKET NO. W-1300, SUB 31
DOCKET NO. W-339, SUB 7

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

In the Matter of
Application by Old North State Water Company, LLC,)
4700 Homewood Court, Suite 108, Raleigh, North)
Carolina 27609, and Maxwell Water Company, Post)
Office Box 390, Fayetteville, North Carolina 28320, for)
Authority to Transfer the Blawell Subdivision Water)
System and Franchise in Cumberland County, North)
Carolina, and Approval of Rates)

**NOTICE TO
CUSTOMERS**

NOTICE IS HEREBY GIVEN that the North Carolina Utilities Commission has approved the transfer of the Blawell Subdivision water system in Cumberland County, North Carolina, to Old North State Water Company, LLC.

The North Carolina Utilities Commission has approved the rates which are:

	<u>Rates</u>
<u>Monthly Metered Water Utility Service</u>	
Base charge, zero usage	\$ 34.14
Usage charge, per 1,000 gallons	\$ 3.29
<u>Reconnection Charges</u>	
If water service discontinued by utility according to NCUC Rule R7-20	\$ 30.00
If water service is discontinued at customer's request	\$ 15.00

EXHIBIT NO. P-2
PAGE 7 OF 8

APPENDIX B
PAGE 2 OF 2

The customers will be notified by Old North State Water Company, LLC, after the transfer closing has occurred, which notice will include Old North State's telephone numbers and mailing address.

ISSUED BY ORDER OF THE COMMISSION.

This the ____ day of _____, 2019.

NORTH CAROLINA UTILITIES COMMISSION

(SEAL)

Janice H. Fulmore, Deputy Clerk

CERTIFICATE OF SERVICE

I, _____, mailed with sufficient postage or hand delivered to all affected customers the attached Notice to Customers issued by the North Carolina Utilities Commission in Docket No. W-1300, Sub 31 and Docket No. W-339, Sub 7, and the Notice was mailed or hand delivered by the date specified in the Order.

This the ____ day of _____, 2019.

By: _____
Signature

Name of Utility Company

The above named Applicant, _____, personally appeared before me this day and, being first duly sworn, says that the required Notice to Customers was mailed or hand delivered to all affected customers, as required by the Commission Order dated _____ in Docket No. W-1300, Sub 31 and Docket No. W-339, Sub 7.

Witness my hand and notarial seal, this the ____ day of _____, 2019.

Notary Public

Printed or Typed Name

(SEAL) My Commission Expires: _____
Date

**STATE OF NORTH CAROLINA
UTILITIES COMMISSION
RALEIGH**

DOCKET NO. W-1300, SUB 50
DOCKET NO. W-632, SUB 7

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

In the Matter of	
Application by Old North State Water Company, LLC,	) RECOMMENDED
4700 Homewood Court, Suite 108, Raleigh, North	) ORDER APPROVING
Carolina 27609, and John T. Billingsley, et al., 149 Penn	) TRANSFER, GRANTING
Road, Reidsville, North Carolina 27320, for Authority to	) FRANCHISE,
Transfer the Dogwood Acres Subdivision Water System	) APPROVING RATES,
and Franchise in Rockingham County, North Carolina,	) AND REQUIRING
and for Approval of Rates	) CUSTOMER NOTICE

BY THE COMMISSION: On April 16, 2018, Old North State Water Company, LLC (Old North State) and John T. Billingsley, et al. (Billingsley), filed an application seeking authority to transfer to Old North State the Dogwood Acres Subdivision water utility system assets and franchise in Rockingham County, and for approval of rates. As of the date of the application, there were 30 active customers in the Dogwood Acres water system service area.

In an Order Requiring Customer Notice issued November 20, 2018, the Commission stated it may decide this matter without a public hearing if no significant protests were received from customers on or before December 14, 2018. No significant protests were received within the allotted time period. By Certificate of Service dated November 29, 2018, and filed with the Commission on December 10, 2018, Old North State stated that the Notice to Customers was mailed or hand delivered to all affected customers.

The Public Staff presented this matter at the regular Commission Staff Conference on January 7, 2019.

On the basis of the verified application, the recommendations of the Public Staff, and the records of the Commission, the Commission makes the following:

FINDINGS OF FACT

1. Old North State presently holds water franchises serving approximately 406 customers and wastewater franchises serving approximately 2,643 customers in North Carolina. Old North State’s record of service is satisfactory.

2. Old North State expects to serve 30 active water customers in the Dogwood Acres Subdivision. The service area is shown on plans filed with the application.

3. The Dogwood Acres Subdivision water system has one active well with a 3,000-gallon hydropneumatic storage tank and was approved by the North Carolina Department of Environment and Natural Resources, Division of Water Resources, under system number NC0279153.

4. Old North State and Billingsley have entered into an Asset Purchase Agreement (APA) dated December 29, 2017, under which Old North State is purchasing the water utility system for \$3,000 and for reimbursement of up to \$1,000 of Billingsley’s attorney’s fees with regard to the sale and transfer of the water system. The Public Staff has reviewed the APA and recommended that it be approved as written.

5. The Public Staff recommended that the \$3,000 purchase price plus up to \$1,000 of Billingsley’s sale attorney’s fees be approved as Old North State’s rate base.

6. Upon acquisition of the water system, Old North State does not anticipate any major improvements/additions or replacements over the next five years.

7. The present rates for Dogwood Acres were approved by Commission order issued December 1, 2017, in Docket No. W-632, Sub 6. Old North State proposes to continue to charge the currently approved rates.

The present and proposed rates are as follows:

<u>Monthly Metered Water Utility Service</u>	
Base charge, zero usage	\$ 17.02
Usage charge, per 1,000 gallons	\$ 4.80

The average monthly water bill based upon the average residential monthly consumption of 2,500 gallons would be \$29.02 at the applied for rates.

8. The Public Staff has recommended that a \$10,000 bond be posted for the water system. Old North State currently has \$600,000 of bonds posted with the

Commission, which includes enough unassigned funds to provide the bond recommended in this docket.

9. Old North State has the technical, managerial, and financial capacity to provide water utility service in these service areas.

CONCLUSIONS

Based on the foregoing and the recommendation of the Public Staff, the Commission concludes that the APA between Old North State and Billingsley dated December 29, 2017, should be approved; that the transfer of the water utility system and franchise to Old North State should be approved; that the proposed rates should be approved; and that \$10,000 of Old North State's unassigned bond surety should be assigned to the system.

IT IS, THEREFORE, ORDERED as follows:

1. That the APA between Old North State and Billingsley dated December 29, 2017, is hereby approved as written. Old North State shall file and request approval of all future amendments to the APA within 15 days after signing said amendments.

2. That Old North State is granted a Certificate of Public Convenience and Necessity to provide water utility service in Dogwood Acres Subdivision in Rockingham County, North Carolina. This Certificate of Public Convenience and Necessity shall be effective upon the closing of the transfer of the water utility system assets to Old North State.

3. That Appendix A constitutes the Certificate of Public Convenience and Necessity.

4. That the Schedule of Rates found in Docket No. W-632, Sub 6 is approved for water utility service in Dogwood Acres Subdivision.

5. Old North State's approved rate base after closing shall be the \$3,000 purchase price plus up to \$1,000 of Billingsley's attorney's fees for the sale and transfer of the water system.

6. That \$10,000 of Old North State's unassigned bond surety shall be assigned to the Dogwood Acres water system.

7. That Old North State shall provide written notification to the Commission within five (5) days after the closing of the transfer has been completed.

8. That the Certificate of Public Convenience and Necessity to provide water utility service granted to Billingsley is cancelled effective on the date which Old North State files with the Commission written notification that the closing of the transfer of the system has been completed.

9. That a copy of the Notice to Customers, attached hereto as Appendix B, shall be mailed with sufficient postage or hand delivered by Old North State to all its affected customers in Dogwood Acres Subdivision contemporaneously with the next billing of customers, after the date of the closing of the transfer of the water system to Old North State.

10. That Old North State shall submit to the Commission the attached Certificate of Service, attached as Appendix C, properly signed and notarized not later than ten (10) days after the next billing of customers.

ISSUED BY ORDER OF THE COMMISSION.

This is the ____ day of _____, 2019.

NORTH CAROLINA UTILITIES COMMISSION

(SEAL)

Janice H. Fulmore, Deputy Clerk

**STATE OF NORTH CAROLINA
UTILITIES COMMISSION
RALEIGH**

DOCKET NO. W-1300, SUB 50
DOCKET NO. W-632, SUB 7

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

OLD NORTH STATE WATER COMPANY, LLC

is granted this

CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY

to provide water utility service

in

DOGWOOD ACRES SUBDIVISION

Rockingham County, North Carolina,

subject to any orders, rules, regulations,
and conditions now or hereafter lawfully made
by the North Carolina Utilities Commission.

ISSUED BY ORDER OF THE COMMISSION.

This the ____ day of _____, 2019.

NORTH CAROLINA UTILITIES COMMISSION

(SEAL)

Janice H. Fulmore, Deputy Clerk

**STATE OF NORTH CAROLINA
UTILITIES COMMISSION
RALEIGH**

DOCKET NO. W-1300, SUB 50
DOCKET NO. W-632, SUB 7

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

In the Matter of
Application by Old North State Water Company, LLC,)
4700 Homewood Court, Suite 108, Raleigh, North)
Carolina 27609, and John T. Billingsley, et al., 149 Penn)
Road, Reidsville, North Carolina 27320, for Authority to)
Transfer the Dogwood Acres Subdivision Water System)
and Franchise in Rockingham County, North Carolina,)
and for Approval of Rates)

**NOTICE TO
CUSTOMERS**

NOTICE IS HEREBY GIVEN that the North Carolina Utilities Commission has approved the transfer of the Dogwood Acres Subdivision water system in Rockingham County, North Carolina, to Old North State Water Company, LLC.

The North Carolina Utilities Commission has approved the rates which are:

	<u>Rates</u>
<u>Monthly Metered Water Utility Service</u>	
Base charge, zero usage	\$ 17.02
Usage charge, per 1,000 gallons	\$ 4.80
<u>Reconnection Charges</u>	
If water service discontinued by utility according to NCUC Rule R7-20	\$ 30.00
If water service is discontinued at customer's request	\$ 15.00

EXHIBIT NO. P-3
PAGE 7 OF 8

APPENDIX B
PAGE 2 OF 2

The customers will be notified by Old North State Water Company, LLC, after the transfer closing has occurred, which notice will include Old North State's telephone numbers and mailing address.

ISSUED BY ORDER OF THE COMMISSION.

This the ____ day of _____, 2019.

NORTH CAROLINA UTILITIES COMMISSION

(SEAL)

Janice H. Fulmore, Deputy Clerk

CERTIFICATE OF SERVICE

I, _____, mailed with sufficient postage or hand delivered to all affected customers the attached Notice to Customers issued by the North Carolina Utilities Commission in Docket No. W-1300, Sub 50 and Docket No. W-632, Sub 7, and the Notice was mailed or hand delivered by the date specified in the Order.

This the ____ day of _____, 2019.

By: _____
Signature

Name of Utility Company

The above named Applicant, _____, personally appeared before me this day and, being first duly sworn, says that the required Notice to Customers was mailed or hand delivered to all affected customers, as required by the Commission Order dated _____ in Docket No. W-1300, Sub 50 and Docket No. W-632, Sub 7.

Witness my hand and notarial seal, this the ____ day of _____, 2019.

Notary Public

Printed or Typed Name

(SEAL) My Commission Expires: _____
Date