

SANFORD LAW OFFICE, PLLC

Jo Anne Sanford, Attorney at Law

October 23, 2018

Ms. M. Lynn Jarvis, Chief Clerk
North Carolina Utilities Commission
4325 Mail Service Center
Raleigh, North Carolina 27699-4325

Via Electronic Delivery

Re: Application by Carolina Water Service, Inc. of North Carolina for
Authority to Increase Rates for Water and Sewer Utility Service in
North Carolina
Docket No. W-354, Sub 360: Response to Request by
Commissioner Clodfelter for Late-Filed Exhibit

Dear Ms. Jarvis:

Carolina Water Service, Inc. of North Carolina ("CWSNC" or "Company") submits for electronic filing in this docket its response to Commissioner Clodfelter's request for a Late-Filed Exhibit addressing certain questions concerning CWSNC's \$6,419,500 in anticipated post-test year additions.

The attached Excel document, verified by Anthony Gray, which updates Filing Form W1-10, Schedule A-15, for actual activity:

1. lists the estimated post-test year additions at the time of filing;
2. specifies those that are WSIC/SSIC eligible, and in what amount;
3. specifies those that are included in the Company's 3-year WSIC/SSIC plan; and
4. identifies the projects that were placed in-service in time for inclusion in this case, and their respective net rate base amounts.

The Company notes that the number of actual projects placed in-service was less than proposed, and that not all projects would be WSIC/SSIC eligible. The projects placed in-service which would be WSIC/SSIC eligible constitute approximately 6.79% of CWSNC's overall revenue request in the rate case.

As always, thank you and your staff for your assistance; please feel free to contact me if there are any questions or suggestions.

OFFICIAL COPY

Oct 23 2018

Sincerely,

Electronically Submitted

/s/Jo Anne Sanford

State Bar No. 6831

Attorney for Carolina Water Service, Inc.
of North Carolina

c: Parties of Record

Carolina Water Service, Inc. of North Carolina
W-354, Sub 360
Test Year: December 31, 2017

WI-10
Updated for Actual Activity
Supplement to Schedule A-15
10/23/2018

Pro-Forma Plant Additions

Line No.	Project ID	System	BU#	Type	Rate Division	Project	Obj Account Code	Total	Estimated Retirement	Gross Additions to Rate Base	Annual Depreciation %	Annual Depreciation Expense	Projected Net Addition To Rate Base	Actual Net Addition To Rate Base	In-Service Date	WSIC/ SSIC Eligible	Included in 3-Yr Plan
								[a]	[b]	[c]	[d]	[e]	[f]				
1	2018012	Conneestee Falls	188101	S	CWSNC Uniform	Lift Station Replacement (10,1,6)	1295	875,000.00	105,000	770,000.00	2.00%	15,400.00	754,600.00	812,823.15	8/24/2018	812,823.15	No
2	2017080	Fairfield Mountain	183108	W	CWSNC Uniform	Apple Valley Radium Filter	1115	325,000.00	12,000	313,000.00	2.50%	7,825.00	305,175.00	392,421.92	8/24/2018	392,421.92	No
3	2017147	Whispering Pines	182141	W	CWSNC Uniform	Booster Station	1110	650,000.00	55,000	595,000.00	14.29%	85,000.00	510,000.00	512,033.21	8/24/2018	No	No
4	2017039	Sapphire Valley	183101	W	CWSNC Uniform	Black Oak Distribution Phase 1	1125	350,000.00	-	350,000.00	1.00%	3,500.00	346,500.00				
5		Conneestee Falls	188100	W	CWSNC Uniform	Water Main Replacement	1125	280,500.00	100,000	180,500.00	1.00%	1,805.00	178,695.00				
6	2018021	Whispering Pines	182141	W	CWSNC Uniform	Water Main Replacement	1125	800,000.00	430,000	370,000.00	1.00%	3,700.00	366,300.00	571,812.44	8/24/2018	571,812.44	No
7	2018009	Fairfield Harbour	183106	S	BF/FH/TC	Lift station Replacement (1,8,4,11)	1295	325,000.00	140,000	185,000.00	2.00%	3,700.00	181,300.00	266,471.70	8/24/2018	266,471.70	No
8	2018037	Monterey Shores	182173	S	CWSNC Uniform	5 Day upset tank recoating	2960	320,000.00	-	320,000.00	20.00%	64,000.00	256,000.00				
9	2018008	High Vista	182214	W	CWSNC Uniform	Water Main Replacement	1125	255,000.00	92,000	163,000.00	1.00%	1,630.00	161,370.00	299,182.94	8/24/2018	299,182.94	No
10	2018028	Carolina Trace	188101	S	CWSNC Uniform	WWTP Rehab	1125	225,420.00	-	225,420.00	1.00%	2,254.20	223,165.80	210,581.40	8/24/2018	No	No
11	2018020	Mt. Carmel	182140	S	CWSNC Uniform	Sewer Collection Rehab	1350	153,000.00	9,000	144,000.00	1.00%	1,440.00	142,560.00	167,345.39	7/31/2018	167,345.39	No
12	2018087	Sugar Mountain	182107	S	CWSNC Uniform	Sewer Collection Rehab	1350	125,000.00	-	125,000.00	1.00%	1,250.00	123,750.00	103,263.45	8/24/2018	103,263.45	No
13	2018066	Danby	182189	W	CWSNC Uniform	Softener Insallation Well #5 and #6	1115	102,000.00	-	102,000.00	2.50%	2,550.00	99,450.00				
14	2018026	Hound Ears	182122	W	CWSNC Uniform	Water Main Replacement	1125	180,000.00	8,400	171,600.00	1.00%	1,716.00	169,884.00				
15	2018011	Mt. Mitchell	182171	W	CWSNC Uniform	Ground Storage tank Replacement	2960	76,500.00	-	76,500.00	20.00%	15,300.00	61,200.00				
16	2018038	Olde Point	182175	W	CWSNC Uniform	Main Replacement (DOT relocation)	1125	76,500.00	18,000	58,500.00	1.00%	585.00	57,915.00	80,531.97	6/30/2018	80,531.97	No
17	2018039	Hound Ears	182123	S	CWSNC Uniform	Concrete flow metering box replacement	1300	75,480.00	10,000	65,480.00	2.50%	1,637.00	63,843.00				
18	2018040	Elk River	181101	S	CWSNC Uniform	Standby Generator (Mobile)	1095	100,000.00	-	100,000.00	10.00%	10,000.00	90,000.00	133,808.67	8/24/2018	50,716.45	50,716.45
19	2018014	Willowbrook	182126	S	CWSNC Uniform	Standby generator (Stationary)	1095	56,100.00	-	56,100.00	10.00%	5,610.00	50,490.00	49,849.90	6/30/2018	No	No
20	2018013	Kings Grant	182136	S	CWSNC Uniform	Standby generator (Stationary)	1095	55,000.00	-	55,000.00	10.00%	5,500.00	49,500.00	47,010.97	6/30/2018	No	No
21	2018010	Misty Mountain	182144	W	CWSNC Uniform	Storage Tank Interior Coating	2960	51,000.00	-	51,000.00	20.00%	10,200.00	40,800.00				
22	2018015	Waterglyn	182203	W	CWSNC Uniform	Replace 10k hydrotank	1120	51,000.00	20,000	31,000.00	2.00%	620.00	30,380.00	31,074.77	7/31/2018	No	No
23	2018042	Zemosa Acres	182114	W	CWSNC Uniform	DOT Main Replacement	1125	45,000.00	3,120	41,880.00	1.00%	418.80	41,461.20	31,417.97	9/30/2018	31,417.97	31,417.97
24	2018025	Belvedere Plantation	182105	W	CWSNC Uniform	Install Water Softener	1115	867,000.00	-	867,000.00	2.50%	21,675.00	845,325.00				
Total								6,419,500.00	1,002,520.00	5,416,980.00		267,316.00	5,149,664.00	3,709,629.85		2,775,987.38	82,134.42

Notes:

Column [a] - Per Company records

Column [b] - Per Company records

Column [c] - Column [a] - [b]

Column [d] - Per Company depreciation schedule

Column [e] - Column [c] * [d]

Column [f] - Column [c] - [d]

Pre-tax RoR per Filing 10.779%

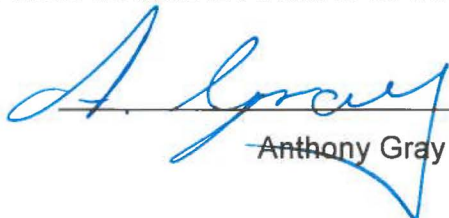
Revenue Requirement 299,223.36

Proportion of total Revenue Requirement 6.79%

VERIFICATION

Anthony Gray, being duly sworn, deposes and says:

That he is the Senior Financial and Regulatory Analyst for Carolina Water Service, Inc. of North Carolina; that he is familiar with the facts set out in this **RESPONSE TO REQUEST FOR LATE-FILED EXHIBIT**, filed in Docket No. W-354, Sub 360; that he has read the foregoing **RESPONSE** and knows the contents thereof; and that the same is true of his knowledge except as to those matters stated therein on information and belief, and as to those he believes them to be true.



Anthony Gray

Sworn to and subscribed before me this
the 23 day of October 2018.



Notary Public



My commission expires: 01/08/2019

CERTIFICATE OF SERVICE

I hereby certify that on this the 23d day October 2018, a copy of the foregoing **RESPONSE TO REQUEST FOR LATE-FILED EXHIBIT** has been duly served upon all parties of record by electronic service, as follows:

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