

**STATE OF NORTH CAROLINA  
UTILITIES COMMISSION  
RALEIGH**

**STAFF CONFERENCE AGENDA  
MAY 14, 2018**

**COMMISSION STAFF**

NO AGENDA ITEMS

**PUBLIC STAFF**

**C. COMMUNICATIONS**

P1. FILING OF INTERCONNECTION AMENDMENTS BY AT&T NORTH CAROLINA

EXPLANATION: The following amendment to existing interconnection agreements was filed for Commission approval on February 21, 2018:

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

Amendment to the interconnection agreement(s) in the following Dockets:

Docket No. P-55, Sub 1664 – Amendment to an existing interconnection agreement with PaeTec Communications, LLC, which the Commission approved on October 30, 2006.

Docket No. P-55, Sub 1704 – Amendment to an existing interconnection agreement with Windstream Communications, LLC, which the Commission approved on July 27, 2007.

Docket No. P-55, Sub 1713 – Amendment to an existing interconnection agreement with Windstream KDL, Inc., which the Commission approved on August 31, 2007. This amendment revises the agreement to reflect the legal name change from Windstream KDL, Inc., to Windstream KDL, LLC.

Docket No. P-55, Sub 1487 – Amendment to an existing interconnection agreement with Windstream Norlight, Inc., which the Commission approved on February 19, 2004. This amendment revises the agreement to reflect the legal name change from Windstream Norlight, Inc., to Windstream Norlight, LLC.

Docket No. P-913, Sub 5 – Amendment to an existing interconnection agreement with Windstream NuVox, LLC, which the Commission approved on August 15, 2006.

Docket No. P-55, Sub 1653 – Amendment to an existing interconnection agreement with US LEC of North Carolina, LLC, which the Commission approved on September 22, 2006.

Docket Nos. P-55, Sub 1902, Sub 1903, and Sub 1904 – Amendment filed February 21, 2018, to an existing interconnection agreement with Network Telephone, LLC, The Other Phone Company, LLC, and Talk America, LLC, which the Commission approved on March 10, 2015. On May 2, 2018, AT&T filed a letter stating that the amendment listed the wrong docket numbers. Docket No. P-55, Sub 1695 should be revised to P-55, Sub 1902; Docket No. P-55, Sub 1372 should be revised to P-55, Sub 1903; and P-55, Sub 1709 should be revised to P-55, Sub 1904.

This amendment revises each of the above interconnection agreements to reflect legal name changes as set forth above, and to implement changes pursuant to the *Connect America Fund et al.*, WC Docket No. 10-90 et al., Report and Order, issued by the Federal Communications Commission (FCC) on November 18, 2011, in FCC 11-161, and as amended by the FCC on December 23, 2011, in FCC 11-189.

The intercarrier compensation rates reflected in the Pricing Sheet(s) in Exhibit B, are for the termination of all Section 251(b)(5) Traffic exchanged between the parties and supersede the existing rate elements for purposes of reciprocal compensation.

This filing was 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 this filing and recommends Commission approval.

**RECOMMENDATION:** (Proffitt) That an order be issued approving the amendment to agreements effective on the date it was filed. The Public Staff has provided a copy of the proposed order to the Commission's Legal Staff.

## **D. ELECTRIC**

### **P1. APPLICATIONS FOR CERTIFICATES OF PUBLIC CONVENIENCE AND NECESSITY TO CONSTRUCT SOLAR FACILITIES**

EXPLANATION: The following applications seeking certificates of public convenience and necessity pursuant to G.S. 62-110.1 for construction of solar photovoltaic electric generating facilities were filed pursuant to Commission Rule R8-64.

#### Duke Energy Carolinas:

- Docket No. SP-2665, Sub 49 – Application of Fresh Air Energy II, LLC, for a Certificate of Public Convenience and Necessity to Construct a 35.4-MW Solar Photovoltaic Facility in Cabarrus County, North Carolina

#### Duke Energy Progress:

- Docket No. SP-2665, Sub 42 – Application of Fresh Air Energy II, LLC, for a Certificate of Public Convenience and Necessity to Construct a 60-MW Solar Photovoltaic Facility in Bladen County, North Carolina
- Docket No. SP-7853, Sub 0 – Application of Cookstown Solar Farm, LLC, for an Amended Certificate of Public Convenience and Necessity to Construct a 5-MW Solar Photovoltaic Facility in Wayne County, North Carolina (registration statement previously issued)
- Docket No. SP-11169, Sub 0 – Application of TES Kinston Solar 23 LLC, for a Certificate of Public Convenience and Necessity to Construct a 16-MW Solar Photovoltaic Facility in Lenoir County, North Carolina

#### Dominion Energy North Carolina:

- Docket No. SP-3627, Sub 1 – Application of Ryland Road Solar, LLC, for an Amended Certificate of Public Convenience and Necessity to Construct a 5-MW Solar Photovoltaic Facility in Chowan County, North Carolina (no registration statement)

The Public Staff has reviewed the applications and determined that they comply with the requirements of G.S. 62-110.1 and Commission Rule R8-64.

Unless otherwise indicated above, the applicants also filed registration statements for new renewable energy facilities pursuant to Commission Rule R8-66(b). The registration statements included certified attestations 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: (T. Williamson/Sailor/Lawrence) That the Commission issue orders approving the applications and issuing the requested certificates. Proposed orders have been provided to the Commission Staff.

P2. DOCKET NO. E-2, SUB 1059 – DUKE ENERGY PROGRESS, LLC –  
MODIFICATION OF RESIDENTIAL MULTI-FAMILY ENERGY EFFICIENCY  
PROGRAM

EXPLANATION: On April 10, 2018, Duke Energy Progress, LLC (DEP), filed a request for approval to modify its Residential Multi-Family Energy Efficiency Program (Program). The proposed modification would remove the restriction that limits the availability of the Program to individually-metered apartments with four or more units per building. No other modifications are proposed.

The Program was originally approved December 18, 2014, as an energy efficiency (EE) program pursuant to G.S. 62-133.9 and Commission Rule R8-68. The Program is designed to achieve energy savings through the installation of certain EE lighting and water saving measures in multi-family dwellings. Under the Program, property managers of multi-family dwellings receive EE bulbs, low-flow faucet aerators and showerheads, and pipe wrap insulation and have the option of installing the measures themselves or having them installed by a DEP vendor at no additional charge. The proposed modification would remove the restriction on the number of individually-metered units per building and expand availability of the Program to all individually-metered multi-family dwelling units.

DEP states that the current limit on availability has been an issue with property managers who have a mixture of buildings located on a single property, some of which have four or more units per building, and some with less than four units per building. DEP states that property managers have been unwilling to have only a portion of their buildings fitted with EE measures.

The Public Staff reviewed DEP's request and found no evidence to suggest that expanding its availability would adversely impact the cost-effectiveness or savings from the Program. Based upon its review, the Public Staff recommends that the Commission approve DEP's request, including DEP's request to continue recovering the costs and incentives as provided by Commission Rule R8-69.

EXHIBIT: The Public Staff's proposed order is attached as Exhibit No. P-1.

RECOMMENDATION: (Floyd) That the Commission issue the Public Staff's proposed order approving DEP's proposed modification to its Multi-Family Energy Efficiency Program as filed.

P3. DOCKET NO. E-7, SUB 1032 – DUKE ENERGY CAROLINAS, LLC –  
MODIFICATION OF RESIDENTIAL MULTI-FAMILY ENERGY EFFICIENCY  
PROGRAM

EXPLANATION: On April 10, 2018, Duke Energy Carolinas, LLC (DEC), filed a request for approval to modify its Residential Multi-Family Energy Efficiency Program (Program). The proposed modification would remove the restriction that limits the availability of the Program to individually-metered apartments with four or more units per building. No other modifications are proposed.

The Program was originally approved October 29, 2013, as an energy efficiency (EE) program pursuant to G.S. 62-133.9 and Commission Rule R8-68. The Program is designed to achieve energy savings through the installation of certain EE lighting and water saving measures in multi-family dwellings. Under the Program, property managers of multi-family dwellings receive EE bulbs, low-flow faucet aerators and showerheads, and pipe wrap insulation and have the option of installing the measures themselves or having them installed by a DEC vendor at no additional charge. The proposed modification would remove the restriction on the number of individually-metered units per building and expand availability of the Program to all individually-metered multi-family dwelling units.

DEC states that the current limit on availability has been an issue with property managers who have a mixture of buildings located on a single property, some of which have four or more units per building, and some with less than four units per building. DEC states that property managers have been unwilling to have only a portion of their buildings fitted with EE measures.

The Public Staff reviewed DEC's request and found no evidence to suggest that that expanding its availability would adversely impact the cost-effectiveness or savings from the Program. Based upon its review, the Public Staff recommends that the Commission approve DEC's request, including DEC's request to continue recovering the costs and incentives as provided by Commission Rule R8-69.

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

RECOMMENDATION: (Floyd) That the Commission issue the Public Staff's proposed order approving DEC's proposed modification to its Multi-Family Energy Efficiency Program as filed.

**E. WATER**

P1. DOCKET NO. W-218, SUB 444 – AQUA NORTH CAROLINA, INC. – NOTIFICATION OF INTENTION TO BEGIN OPERATIONS IN CONTIGUOUS SERVICE AREA

EXPLANATION: On October 27, 2016, Aqua North Carolina, Inc. (Aqua), filed a notification of intention to begin water and sewer utility operations in The Meadows at Flowers Plantation, Phase 1, Subdivision, which is contiguous to Aqua's The Woodlands at Flowers Plantation service area, in Johnston County. Aqua filed an amendment to the notification on September 29, 2017. Aqua proposes to charge the rates currently approved for the Flowers Plantation Master System service area. Aqua states that it expects to eventually serve 152 water and sewer customers in The Meadows at Flowers Plantation, Phase 1, Subdivision. The service area is shown on plans filed with the notification.

The North Carolina Department of Environmental Quality, Division of Water Resources (DWR), Public Water Supply Section, has issued a plan approval letter for The Meadows at Flowers Plantation, Phase 1, Subdivision. The plans are approved under serial number 17-00014, dated March 9, 2017.

DWR has issued permit number WQ0039067, dated March 10, 2017, for the construction and operation of The Meadows at Flowers Plantation, Phase 1, Subdivision, wastewater collection system extension.

Aqua has entered into an Agreement dated September 22, 2017, with D.R. Horton, Inc. (Developer), under which Developer is installing the water and sewer main extensions and will pay to Aqua as a contribution in aid of construction the water and sewer capital cost recovery charges due to Johnston County and Aqua. Aqua is requesting a meter installation fee of \$70 for water service, to be paid by the builder or person first requesting service to a particular lot. Aqua is purchasing the water system from Developer for \$400 per single-family residential equivalent (SFRE), payable quarterly based upon the number of water service meters installed during the previous quarter. Aqua is acquiring the wastewater system from Developer at no cost.

Aqua presently holds water franchises serving approximately 80,300 customers and wastewater franchises serving approximately 17,700 customers throughout North Carolina. Aqua's record of service is satisfactory.

Aqua has filed all exhibits required with the notification.

Based on the foregoing, the Public Staff is of the opinion that Aqua has the technical, managerial, and financial capacity to provide water and sewer utility service in this contiguous area and recommends that the contiguous extension be recognized. The Public Staff further recommends that the Commission require posting of a \$20,000 bond for the contiguous extension in The Meadows at Flowers Plantation, Phase 1,

Subdivision. Aqua currently has \$13,000,000 of bonds posted with the Commission, which includes enough unassigned funds to provide the bond recommended in this docket.

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

RECOMMENDATION: (Junis/Morgan/Grantmyre) That the Commission issue the proposed order recognizing the contiguous extension.



P2. DOCKET NO. W-218, SUB 457 – AQUA NORTH CAROLINA, INC. – NOTIFICATION OF INTENTION TO BEGIN OPERATIONS IN CONTIGUOUS SERVICE AREA

EXPLANATION: On April 27, 2017, Aqua North Carolina, Inc. (Aqua), filed a notification of intention to begin water and sewer utility operations in West Ashley at Flowers Plantation Subdivision (aka Flowers Plantation POD NW12), which is contiguous to Aqua's South Quarter at Flowers Plantation service area, in Johnston County, North Carolina. Aqua filed an amendment to the notification on October 10, 2017. Aqua proposes to charge the rates currently approved for the Flowers Plantation Master System service area. Aqua states that it expects to eventually serve 55 water and sewer customers in West Ashley at Flowers Plantation Subdivision. The service area is shown on plans filed with the notification.

The North Carolina Department of Environmental Quality, Division of Water Resources (DWR), Public Water Supply Section, has issued a plan approval letter for West Ashley at Flowers Plantation Subdivision. The plans are approved under serial number 17-00628, dated July 26, 2017.

DWR has issued permit number WQ0039407, dated August 25, 2017, for the construction and operation of West Ashley at Flowers Plantation Subdivision wastewater collection system extension.

Aqua has entered into an Agreement dated September 29, 2017, with J&J Flowers Finch, Inc. (Developer), under which Developer is installing the water and sewer main extensions and will pay to Aqua as a contribution in aid of construction the water and sewer capital cost recovery charges due to Johnston County and Aqua. Aqua is requesting a meter installation fee of \$70 for water service, to be paid by the builder or person first requesting service to a particular lot. Aqua is purchasing the water system from Developer for \$400 per single-family residential equivalent (SFRE), payable quarterly based upon the number of water service meters installed during the previous quarter. Aqua is acquiring the wastewater system from Developer at no cost.

Aqua presently holds water franchises serving approximately 80,300 customers and wastewater franchises serving approximately 17,700 customers throughout North Carolina. Aqua's record of service is satisfactory.

Aqua has filed all exhibits required with the notification.

Based on the foregoing, the Public Staff is of the opinion that Aqua has the technical, managerial, and financial capacity to provide water and sewer utility service in this contiguous area and recommends that the contiguous extension be recognized. The Public Staff further recommends that the Commission require posting of a \$20,000 bond for the contiguous extension in West Ashley at Flowers Plantation Subdivision. Aqua currently has \$13,000,000 of bonds posted with the Commission, which includes enough unassigned funds to provide the bond recommended in this docket.

EXHIBIT: A proposed order is attached as Exhibit No. P-4.

RECOMMENDATION: (Junis/Feasel/Grantmyre) That the Commission issue the proposed order recognizing the contiguous extension.

P3. DOCKET NO. W-218, SUB 458 – AQUA NORTH CAROLINA, INC. – NOTIFICATION OF INTENTION TO BEGIN OPERATIONS IN CONTIGUOUS SERVICE AREA

EXPLANATION: On April 27, 2017, Aqua North Carolina, Inc. (Aqua), filed a notification of intention to begin water and sewer utility operations in The Meadows at Flowers Plantation, Phase 2, Subdivision, which is contiguous to Aqua's The Meadows at Flowers Plantation, Phase 1, service area, in Johnston County, North Carolina. Aqua filed amendments to the notification on October 10, 2017, and April 25, 2018. Aqua proposes to charge the rates currently approved for the Flowers Plantation Master System service area. Aqua states that it expects to eventually serve 140 water and sewer customers in The Meadows at Flowers Plantation, Phase 2, Subdivision. The service area is shown on plans filed with the notification.

The North Carolina Department of Environmental Quality, Division of Water Resources (DWR), Public Water Supply Section, has issued a plan approval letter for The Meadows at Flowers Plantation, Phase 2, Subdivision. The plans are approved under serial number 17-00431, dated August 3, 2017.

DWR has issued permit number WQ0039258, dated June 7, 2017, for the construction and operation of The Meadows at Flowers Plantation, Phase 2, Subdivision, wastewater collection system extension.

Aqua has entered into an Agreement dated September 22, 2017, with D.R. Horton, Inc. (Developer), under which Developer is installing the water and sewer main extensions and will pay to Aqua as a contribution in aid of construction the water and sewer capital cost recovery charges due to Johnston County and Aqua. Aqua is requesting a meter installation fee of \$70 for water service, to be paid by the builder or person first requesting service to a particular lot. Aqua is purchasing the water system from Developer for \$400 per single-family residential equivalent (SFRE), payable quarterly based upon the number of water service meters installed during the previous quarter. Aqua is acquiring the wastewater system from Developer at no cost.

Aqua presently holds water franchises serving approximately 80,300 customers and wastewater franchises serving approximately 17,700 customers throughout North Carolina. Aqua's record of service is satisfactory.

Aqua has filed all exhibits required with the notification.

Based on the foregoing, the Public Staff is of the opinion that Aqua has the technical, managerial, and financial capacity to provide water and sewer utility service in this contiguous area and recommends that the contiguous extension be recognized. The Public Staff further recommends that the Commission require posting of a \$20,000 bond for the contiguous extension in The Meadows at Flowers Plantation, Phase 2, Subdivision. Aqua currently has \$13,000,000 of bonds posted with the Commission,

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

EXHIBIT: A proposed order is attached as Exhibit No. P-5.

RECOMMENDATION: (Junis/Feasel/Grantmyre) That the Commission issue the proposed order recognizing the contiguous extension.

P4. DOCKET NO. W-218, SUB 460 – AQUA NORTH CAROLINA, INC. – NOTIFICATION OF INTENTION TO BEGIN OPERATIONS IN CONTIGUOUS SERVICE AREA

EXPLANATION: On May 22, 2017, Aqua North Carolina, Inc. (Aqua), filed a notification of intention to begin water and sewer utility operations in Hasentree, Phase 15E, Subdivision (aka Waterford), which is contiguous to Aqua's Hasentree, Phases 15A and 15B, service area, in Wake County, North Carolina. Aqua filed an amendment to the notification on January 10, 2018. Aqua proposes to charge the rates currently approved for the Hasentree Master System service area. Aqua states that it expects eventually to serve 41 water and sewer customers in the Hasentree, Phase 15E, Subdivision. The service area is shown on plans filed with the notification.

The North Carolina Department of Environmental Quality, Division of Water Resources (DWR), Public Water Supply Section, has issued a plan approval letter for Hasentree, Phase 15E, Subdivision. The plans are approved under serial number 17-00617, dated August 30, 2017.

DWR has issued permit number WQ0039310, dated December 12, 2017, for the construction and operation of Hasentree, Phase 15E, Subdivision, wastewater collection system extension.

Aqua has entered into a Water Agreement dated August 28, 2006, with Hasentree Corp., the original developer, and amendments dated January 30, 2014, and January 5, 2016, with Toll NC III, LP (Developer), under which Developer is installing the water utility system. Aqua is requesting a meter installation fee of \$70 for water service, to be paid by the builder or person first requesting service to a particular lot. Aqua is acquiring the water system from Developer at no cost.

Aqua has entered into an Amended and Restated Agreement dated May 17, 2007, and amendments dated July 17, 2007, September 11, 2007, December 30, 2008, January 30, 2014, and January 5, 2016, under which Developer is installing the wastewater utility system. Aqua is requesting a connection fee of up to \$2,500 per single family residential equivalent (SFRE) for sewer service, to be paid by the builder or person first requesting service to a particular lot. Aqua is purchasing the sewer system for \$3,000/SFRE from Developer, payable quarterly based upon the number of water service meters installed during the previous quarter.

Aqua presently holds water franchises serving approximately 80,300 customers and wastewater franchises serving approximately 17,700 customers throughout North Carolina. Aqua's record of service is satisfactory.

Aqua has filed all exhibits required with the notification.

Based on the foregoing, the Public Staff is of the opinion that Aqua has the technical, managerial, and financial capacity to provide water and sewer utility service in this

contiguous area and recommends that the contiguous extension be recognized. The Public Staff further recommends that the Commission require posting of a \$20,000 bond for the contiguous extension in Hasentree, Phase 15E, Subdivision. Aqua currently has \$13,000,000 of bonds posted with the Commission, which includes enough unassigned funds to provide the bond recommended in this docket.

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

RECOMMENDATION: (Junis/Feasel/Grantmyre) That the Commission issue the proposed order recognizing the contiguous extension.

P5. DOCKET NO. W-218, SUB 475 – AQUA NORTH CAROLINA, INC. – NOTIFICATION OF INTENTION TO BEGIN OPERATIONS IN CONTIGUOUS SERVICE AREA

EXPLANATION: On September 29, 2017, Aqua North Carolina, Inc. (Aqua), filed a notification of intention to begin water and sewer utility operations in Hasentree, Phase 4C, Subdivision, which is contiguous to Aqua's Hasentree, Phase 4B, service area, in Wake County, North Carolina. Aqua filed an amendment to the notification on January 31, 2018. Aqua states that it expects to eventually serve 36 water and sewer customers in Hasentree, Phase 4C, Subdivision. Aqua proposes to charge the rates currently approved for the Hasentree Master System service area.

The North Carolina Department of Environmental Quality, Division of Water Resources (DWR), Public Water Supply Section, has issued a plan approval letter for Hasentree, Phase 4C, Subdivision. The plans are approved under serial number 17-00539, dated August 8, 2017.

DWR has issued permit number WQ0039272, dated November, 20, 2017, for the construction and operation of Hasentree, Phase 4C, Subdivision, wastewater collection system extension.

Aqua has entered into a Water Agreement dated August 28, 2006, with Hasentree Corp., the original developer, and amendments dated January 30, 2014, and January 5, 2016, with Toll NC III, LP (Developer), under which Developer is installing the water utility system. Aqua is requesting a meter installation fee of \$70 for water service, to be paid by the builder or person first requesting service to a particular lot. Aqua is acquiring the water system from Developer at no cost.

Aqua has entered into an Amended and Restated Agreement dated May 17, 2007, and amendments dated July 17, 2007, September 11, 2007, December 30, 2008, January 30, 2014, and January 5, 2016, under which Developer is installing the wastewater utility system. Aqua is requesting a connection fee of up to \$2,500 per single family residential equivalent (SFRE) for sewer service, to be paid by the builder or person first requesting service to a particular lot. Aqua is purchasing the sewer system for \$3,000/SFRE from Developer, payable quarterly based upon the number of water service meters installed during the previous quarter.

Aqua presently holds water franchises serving approximately 80,300 customers and wastewater franchises serving approximately 17,700 customers throughout North Carolina. Aqua's record of service is satisfactory.

Aqua has filed all exhibits required with the notification.

Based on the foregoing, the Public Staff is of the opinion that Aqua has the technical, managerial, and financial capacity to provide water and sewer utility service in this contiguous area and recommends that the contiguous extension be recognized. The

Public Staff further recommends that the Commission require posting of a \$20,000 bond for the contiguous extension in Hasentree, Phase 4C, Subdivision. Aqua currently has \$13,000,000 of bonds posted with the Commission, which includes enough unassigned funds to provide the bond recommended in this docket.

EXHIBIT: A proposed order is attached as Exhibit No. P-7.

RECOMMENDATION: (Junis/Feasel/Grantmyre) That the Commission issue the proposed order recognizing the contiguous extension.



P6. DOCKET NO. W-218, SUB 476 – AQUA NORTH CAROLINA, INC. – NOTIFICATION OF INTENTION TO BEGIN OPERATIONS IN CONTIGUOUS SERVICE AREA

EXPLANATION: On November 29, 2017, Aqua North Carolina, Inc. (Aqua), filed a notification of intention to begin water utility operations in Southern Hills Estates Subdivision, which is contiguous to Aqua's The Barony service area, in Wake County, North Carolina. Aqua filed amendments to the notification on May 3, 2018, and May 9, 2018. Aqua proposes to charge the rates currently approved for the Bayleaf Master System service area. Aqua expects to eventually serve 34 water customers in Southern Hills Estates Subdivision. The service area is shown on plans filed with the notification.

The North Carolina Department of Environmental Quality, Division of Water Resources (DWR), Public Water Supply Section, has issued a plan approval letter for Southern Hills Estates Subdivision. The plans are approved under serial number 17-00662, dated August 18, 2017.

Aqua has entered into an Agreement dated December 10, 2015, with Big Sky Development, LLC (Developer), under which Developer is installing the water utility system. Aqua is requesting a meter installation fee of \$70 for water service, to be paid by the builder or person first requesting service to a particular lot. Aqua is purchasing the water system from Developer for \$500 per single-family residential equivalent (SFRE), payable quarterly based upon the number of water service meters installed during the previous quarter. In lieu of providing sufficient water production, Developer will pay Utility a sum of \$117,326 to reserve water capacity.

Aqua presently holds water franchises serving approximately 80,300 customers and wastewater franchises serving approximately 17,700 customers throughout North Carolina. Aqua's record of service is satisfactory.

Aqua has filed all exhibits required with the notification.

Based on the foregoing, the Public Staff is of the opinion that Aqua has the technical, managerial, and financial capacity to provide water utility service in this contiguous area and recommends that the contiguous extension be recognized. The Public Staff further recommends that the Commission require posting of a \$10,000 bond for the contiguous extension in Southern Hills Estates Subdivision. Aqua currently has \$13,000,000 of bonds posted with the Commission, which includes enough unassigned funds to provide the bond recommended in this docket.

EXHIBIT: A proposed order is attached as Exhibit No. P-8.

RECOMMENDATION: (Junis/Cooper/Grantmyre) That the Commission issue the proposed order recognizing the contiguous extension.

P7. DOCKET NO. W-218, SUB 477 – AQUA NORTH CAROLINA, INC. – APPLICATION FOR CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY

EXPLANATION: On October 24, 2017, Aqua North Carolina, Inc. (Aqua), filed an application with the Commission seeking a certificate of public convenience and necessity to provide water and sewer utility service in Bedford at Flowers Plantation Subdivision in Johnston County, North Carolina, and approval of rates. Aqua proposes to charge the rates currently approved for the Flowers Plantation Master System service area. Aqua states that it expects to eventually serve 193 water and sewer customers in Bedford at Flowers Plantation Subdivision. The service area is shown on plans filed with the application.

The North Carolina Department of Environmental Quality, Division of Water Resources (DWR), Public Water Supply Section, has issued a plan approval letter for Bedford at Flowers Plantation Subdivision. The plans are approved under serial number 17-00365, dated May 31, 2017.

DWR has issued permit number WQ0039231, dated May 25, 2017, for the construction and operation of Bedford at Flowers Plantation Subdivision, wastewater collection system extension.

Aqua has entered into an Agreement dated August 15, 2017, with BFP Developers, LLC (Developer), under which Developer is installing the water and sewer main extensions and will pay to Aqua as a contribution in aid of construction the water and sewer capital cost recovery charges due to Johnston County and Aqua. Aqua is requesting a meter installation fee of \$70 for water service, to be paid by the builder or person first requesting service to a particular lot. Aqua is purchasing the water system from Developer for \$400 per single-family residential equivalent (SFRE), payable quarterly based upon the number of water service meters installed during the previous quarter. Aqua is acquiring the wastewater system from Developer at no cost.

Aqua presently holds water franchises serving approximately 80,300 customers and wastewater franchises serving approximately 17,700 customers in North Carolina. Aqua's record of service is satisfactory.

Aqua has filed all exhibits required with the application.

The Public Staff is of the opinion that Aqua has the technical, managerial, and financial capacity to provide water and sewer utility service in this franchise location and recommends that the certificate of public convenience and necessity be issued. The Public Staff further recommends that the Commission require posting of a \$20,000 bond for the franchise in Bedford at Flowers Plantation Subdivision. Aqua currently has \$13,000,000 of bonds posted with the Commission, which includes enough unassigned funds to provide the bond recommended in this docket.

EXHIBIT: A copy of the proposed order is attached as Exhibit No. P-9.

RECOMMENDATION: (Junis/Morgan/Grantmyre) That the Commission issue the proposed order granting the franchise and approving the proposed rates.

P8. DOCKET NO. W-218, SUB 489 – AQUA NORTH CAROLINA, INC. – NOTIFICATION OF INTENTION TO BEGIN OPERATIONS IN CONTIGUOUS SERVICE AREA

EXPLANATION: On March 15, 2018, Aqua North Carolina, Inc. (Aqua), filed a notification of intention to begin water utility operations in Inlet Point Harbor Ext Subdivision, which is contiguous to Aqua's Inlet Point Harbor service area, in New Hanover County, North Carolina. Aqua proposes to charge the rates currently approved for The Cape Master System service area. Aqua expects eventually to serve five water customers in the Inlet Point Harbor Ext Subdivision. The service area is shown on plans filed with the notification.

The North Carolina Department of Environmental Quality, Division of Water Resources (DWR), Public Water Supply Section, has issued a plan approval letter for Inlet Point Harbor Ext Subdivision. The plans are approved under serial number 17-01025, dated November 30, 2017.

Aqua has entered into an Agreement dated January 24, 2017, with Greenhouse 242, LLC, Carl B. Marshburn, III, Mark F. Carter and Wendy W. Carter, Judith M. Johnson and Donnell E. Johnson, Paul D. Sommers and Gayle F. Nicholson (Property Owners), under which Property Owners are installing the water utility system and each Property Owner is paying 1/5 of the total cost of the design, permitting, and construction of the water main extension. Aqua is requesting a meter installation fee of \$70 and a connection fee of \$1,000 for water service, to be paid by the builder or person first requesting service to a particular lot. In lieu of providing sufficient water production, Property Owners will pay Aqua a sum of \$1 to reserve water capacity.

Aqua presently holds water franchises serving approximately 80,300 customers and wastewater franchises serving approximately 17,700 customers throughout North Carolina. Aqua's record of service is satisfactory.

Aqua has filed all exhibits required with the notification.

Based on the foregoing, the Public Staff is of the opinion that Aqua has the technical, managerial, and financial capacity to provide water utility service in this contiguous area and recommends that the contiguous extension be recognized. The Public Staff further recommends that the Commission require posting of a \$10,000 bond for the contiguous extension in Inlet Point Harbor Ext Subdivision. Aqua currently has \$13,000,000 of bonds posted with the Commission, which includes enough unassigned funds to provide the bond recommended in this docket.

EXHIBIT: A proposed order is attached as Exhibit No. P-10.

RECOMMENDATION: (Junis/Chiu/Grantmyre) That the Commission issue the proposed order recognizing the contiguous extension.

P9. DOCKET NO. W-218, SUB 501 – AQUA NORTH CAROLINA, INC. – APPLICATION FOR CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY

EXPLANATION: On April 10, 2018, Aqua North Carolina, Inc. (Aqua), filed an application with the Commission seeking a certificate of public convenience and necessity to provide water and sewer utility service in Lea Landing Subdivision in New Hanover County, North Carolina, and approval of rates. Aqua proposes to charge the rates currently approved for The Cape Master System service area. Aqua states that it expects to eventually serve 18 water and sewer customers in Lea Landing Subdivision. The service area is shown on plans filed with the application.

The North Carolina Department of Environmental Quality, Division of Water Resources (DWR), Public Water Supply Section, has issued a plan approval letter for Lea Landing Subdivision. The plans are approved under serial number 17-00108, dated March 13, 2017.

DWR has issued permit number WQ0039044, dated March 7, 2017, for the construction and operation of Lea Landing Subdivision, wastewater collection system extension.

Aqua has entered into an Agreement dated February 3, 2018, with McAdams Homes, LLC (Developer), under which Developer is installing the water and sewer utility systems. Aqua is requesting a meter installation fee of \$70, a water connection fee of \$1,000 per single-family residential equivalent (SFRE), and a sewer connection fee of \$2,500 per SFRE, to be paid by the builder or person first requesting service to a particular lot. Aqua is acquiring the water and wastewater systems from Developer at no cost.

Aqua presently holds water franchises serving approximately 80,300 customers and wastewater franchises serving approximately 17,700 customers in North Carolina. Aqua's record of service is satisfactory.

Aqua has filed all exhibits required with the application.

The Public Staff is of the opinion that Aqua has the technical, managerial, and financial capacity to provide water and sewer utility service in this franchise location and recommends that the certificate of public convenience and necessity be issued. The Public Staff further recommends that the Commission require posting of a \$20,000 bond for the franchise in Lea Landing Subdivision. Aqua currently has \$13,000,000 of bonds posted with the Commission, which includes enough unassigned funds to provide the bond recommended in this docket.

EXHIBIT: A copy of the proposed order is attached as Exhibit No. P-11.

RECOMMENDATION: (Junis/Feasel/Grantmyre) That the Commission issue the proposed order granting the franchise and approving the proposed rates.

P10. DOCKET NO. W-1034, SUB 8 – WATER RESOURCES, INC. – APPLICATION FOR RATE INCREASE

EXPLANATION: On April 18, 2018, Water Resources, Inc. (WRI or Applicant) filed an application with the Commission seeking authority to increase its rates for providing water utility service in Rocky River Plantation Subdivision in Cabarrus County, and River Walk Subdivision in Mecklenburg County, North Carolina.

WRI presently serves approximately 114 residential customers in Rocky River Plantation Subdivision. The present rates have been in effect since January 1, 2017, when they were last adjusted with implementation of House Bill 998 (Session Law 2013-316), in Docket No. M-100, Sub 138, and Docket No. W-1034, Sub 7. The last rates established in a general rate case were in Docket No. W-1034, Sub 4, effective December 19, 2002.

WRI presently serves approximately 32 residential customers in River Walk Subdivision. The present rates have been effective since July 1, 2014, when they were last adjusted with implementation of House Bill 998 (Session Law 2013-316), in Docket No. M-100, Sub 138, and Docket No. W-1034, Sub 7. The prior rates were established in the original franchise proceeding in Docket No. W-1034, Sub 6, effective August 12, 2013.

The Applicant’s present and proposed rates are as follows:

	<u>Present Rates</u>	<u>Proposed Rates</u>
<u>Rocky River Planation Subdivision</u>		
Monthly Metered Water Rates:		
Base charge, zero usage	\$ 9.28	\$11.20
Usage charge, per 1,000 gallons	\$ 2.57	\$ 3.10
 <u>River Walk Subdivision</u>		
Monthly Metered Water Rates:		
Base charge, zero usage	\$37.67	\$40.68
Usage charge, per 1,000 gallons	\$ 9.42	\$10.18

The proposed rates would increase the average residential monthly water bill for Rocky River Planation Subdivision from \$23.67 to \$28.56, a 20.7% increase, based on an average monthly usage of 5,600 gallons. The proposed rates would increase the average residential monthly water bill for River Walk Subdivision from \$90.42 to \$97.69, an 8.0% increase, based on an average monthly usage of 5,600 gallons.

EXHIBIT: The Public Staff’s proposed order is attached as Exhibit No. P-12.

RECOMMENDATION: (Furr/Chiu/Little) That the Commission issue the Public Staff’s proposed order establishing a general rate case, suspending rates, scheduling hearing, and requiring customer notice specifying that if no significant protests are received subsequent to customer notice, the hearing may be canceled and the matter decided without hearing.

P11. DOCKET NO. W-1300, SUB 40 – OLD NORTH STATE WATER COMPANY, LLC – APPLICATION FOR CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY

EXPLANATION: On October 24, 2017, Old North State Water Company, LLC (Old North State), filed an application seeking a certificate of public convenience and necessity to provide water utility service in Senter Farms Subdivision in Wake County, North Carolina, and approval of rates. Old North State proposes to charge its currently approved uniform water rates. Old North State expects eventually to serve 71 water customers in Senter Farms Subdivision. The service area is shown on plans filed with the Application.

The North Carolina Department of Environmental Quality, Division of Water Resources (DWR), Public Water Supply Section, has issued a plan approval letter for Senter Farms Subdivision. The plans are approved under serial number 17-00292, dated May 22, 2017.

Old North State has entered into a Water Agreement dated February 13, 2017, with Maplecroft Court, LLC, (Developer), under which Developer is installing at Developer's cost the water production, storage, treatment, and distribution system. Old North State is requesting a meter installation fee of \$70. Old North State is not requesting a connection fee. Old North State is purchasing the water system for \$271 per single family residential equivalent (SFRE) from Developer, payable quarterly based upon the number of water service meters installed during the previous quarter.

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.

Old North State has filed all exhibits required with the application.

The Public Staff is of the opinion that Old North State has the technical, managerial, and financial capacity to provide water utility service in this franchise location and recommends that the certificate of public convenience and necessity be issued. The Public Staff recommends approval of the meter installation fee of \$70. The Public Staff further recommends that the Commission require posting of a \$10,000 bond for the franchise in Senter Farms Subdivision. Old North State currently has \$600,000 of bonds posted with the Commission, which includes \$180,000 of unassigned funds, from which \$10,000 may be assigned to provide the bond recommended in this docket.

EXHIBIT: A proposed order is attached as Exhibit No. P-13.

RECOMMENDATION: (Quant/Feasel/Grantmyre) That the Commission issue the proposed order granting the franchise and approving the proposed rates.

P12. DOCKET NO. W-1300, SUB 43 – OLD NORTH STATE WATER COMPANY, LLC – APPLICATION FOR CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY

EXPLANATION: On November 13, 2017, Old North State Water Company, LLC (Old North State), filed an application seeking a certificate of public convenience and necessity to provide water utility service in Camberly Subdivision in Wake County, North Carolina, and approval of rates. Old North State proposes to charge its currently approved uniform water rates. Old North State expects eventually to serve 72 water customers in Camberly Subdivision. The service area is shown on plans filed with the Application.

The North Carolina Department of Environmental Quality, Division of Water Resources (DWR), Public Water Supply Section, has issued a plan approval letter for Camberly Subdivision. The plans are approved under serial number 17-00403, dated August 18, 2017.

Old North State has entered into a Water Agreement with Camp Kanata Development, LLC, (Developer), under which Developer is installing at Developer's cost the water production, storage, treatment, and distribution system. Old North State is requesting a meter installation fee of \$70. Old North State is requesting a connection fee of \$500 per single family residential equivalent (SFRE). Old North State is purchasing the water system for \$1,000 per SFRE from Developer, payable quarterly based upon the number of water service meters installed during the previous quarter.

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.

Old North State has filed all exhibits required with the application.

The Public Staff is of the opinion that Old North State has the technical, managerial, and financial capacity to provide water utility service in this franchise location and recommends that the certificate of public convenience and necessity be issued. The Public Staff recommends approval of the connection fee of \$500 per SFRE and the meter installation fee of \$70. The Public Staff further recommends that the Commission require posting of a \$10,000 bond for the franchise in Camberly Subdivision. Old North State currently has \$600,000 of bonds posted with the Commission, which includes \$180,000 of unassigned funds, from which \$10,000 may be assigned to provide the bond recommended in this docket.

EXHIBIT: A proposed order is attached as Exhibit No. P-14.

RECOMMENDATION: (Quant/Feasel/Grantmyre) That the Commission issue the proposed order granting the franchise and approving the proposed rates.



**STATE OF NORTH CAROLINA  
UTILITIES COMMISSION  
RALEIGH**

DOCKET NO. E-2, SUB 1059

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

In the Matter of  
Petition by Duke Energy Progress, LLC, for ) ORDER APPROVING  
Approval of Multi-Family Energy Efficiency ) PROGRAM MODIFICATION  
Program )

BY THE COMMISSION: On April 10, 2018, Duke Energy Progress, LLC (DEP), filed a request for approval to modify its Residential Multi-Family Energy Efficiency Program (Program). The proposed modification would remove the restriction that limits the availability of the Program to individually-metered apartments with four or more units per building. No other modifications are proposed.

The Program was originally approved December 18, 2014, as an energy efficiency (EE) program pursuant to G.S. 62-133.9 and Commission Rule R8-68. The Program is designed to achieve energy savings through the installation of certain EE lighting and water saving measures in multi-family dwellings. Under the Program, property managers of multi-family dwellings receive EE bulbs, low-flow faucet aerators and showerheads, and pipe wrap insulation and have the option of installing the measures themselves or having them installed by a DEP vendor at no additional charge. The proposed modification would remove the restriction on the number of individually-metered units per building and expand availability of the Program to all individually-metered multi-family dwelling units.

DEP stated that the current limit on availability has been an issue with property managers who have a mixture of buildings located on a single property, some of which have four or more units per building, and some with less than four units per building. DEP stated that property managers have been unwilling to have only a portion of their buildings fitted with EE measures.

The Public Staff presented this matter to the Commission at its Regular Staff Conference on May 14, 2018. The Public Staff stated that it had reviewed the request and found no evidence to suggest that expanding its availability would adversely impact the cost-effectiveness or savings from the Program. The Public Staff concluded by recommending that the Commission approve DEP's request, including DEP's request to continue recovering the costs and incentives as provided by Commission Rule R8-69.

Based on the foregoing, the Commission is of the opinion that DEP's request to modify the Multi-Family Energy Efficiency Program should be approved as filed.

IT IS, THEREFORE, ORDERED:

1. That DEP's proposed modifications to the Multi-Family Energy Efficiency Program are hereby approved as filed, effective this date.

2. That the Multi-Family Energy Efficiency Program continues to be eligible for recovery of program costs and incentives, in accordance with G.S. 62-133.9 and Commission Rule R8-69.

3. That DEP 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 May, 2018.

NORTH CAROLINA UTILITIES COMMISSION

M. Lynn Jarvis, Chief Clerk

**STATE OF NORTH CAROLINA  
UTILITIES COMMISSION  
RALEIGH**

DOCKET NO. E-7, SUB 1032

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

In the Matter of  
Petition by Duke Energy Carolinas, LLC, for ) ORDER APPROVING  
Approval of Multi-Family Energy Efficiency ) PROGRAM MODIFICATION  
Program )

BY THE COMMISSION: On April 10, 2018, Duke Energy Carolinas, LLC (DEC), filed a request for approval to modify its Residential Multi-Family Energy Efficiency Program (Program). The proposed modification would remove the restriction that limits the availability of the Program to individually-metered apartments with four or more units per building. No other modifications are proposed.

The Program was originally approved October 29, 2013, as an energy efficiency (EE) program pursuant to G.S. 62-133.9 and Commission Rule R8-68. The Program is designed to achieve energy savings through the installation of certain EE lighting and water saving measures in multi-family dwellings. Under the Program, property managers of multi-family dwellings receive EE bulbs, low-flow faucet aerators and showerheads, and pipe wrap insulation and have the option of installing the measures themselves or having them installed by a DEC vendor at no additional charge. The proposed modification would remove the restriction on the number of individually-metered units per building and expand availability of the Program to all individually-metered multi-family dwelling units.

DEC stated that the current limit on availability has been an issue with property managers who have a mixture of buildings located on a single property, some of which have four or more units per building, and some with less than four units per building. DEC stated that property managers have been unwilling to have only a portion of their buildings fitted with EE measures.

The Public Staff presented this matter to the Commission at its Regular Staff Conference on May 14, 2018. The Public Staff stated that it had reviewed the request and found no evidence to suggest that expanding its availability would adversely impact the cost-effectiveness or savings from the Program. The Public Staff concluded by recommending that the Commission approve DEC's request, including DEC's request to continue recovering the costs and incentives as provided by Commission Rule R8-69.

Based on the foregoing, the Commission is of the opinion that DEC's request to modify the Multi-Family Energy Efficiency Program should be approved as filed.

IT IS, THEREFORE, ORDERED:

1. That DEC's proposed modifications to the Multi-Family Energy Efficiency Program are hereby approved as filed, effective this date.

2. That the Multi-Family Energy Efficiency program continues to be eligible for recovery of program costs and incentives, in accordance with G.S. 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 May, 2018.

NORTH CAROLINA UTILITIES COMMISSION

M. Lynn Jarvis, Chief Clerk

**STATE OF NORTH CAROLINA  
UTILITIES COMMISSION  
RALEIGH**

DOCKET NO. W-218, SUB 444

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

In the Matter of	
Notification by Aqua North Carolina, Inc., 202 )	
MacKenan Court, Cary, North Carolina 27511, )	
of Intention to Begin Operations in an Area )	ORDER RECOGNIZING
Contiguous to a Present Service Area to )	CONTIGUOUS EXTENSION
Provide Water and Sewer Utility Service in The )	AND APPROVING RATES
Meadows at Flowers Plantation, Phase 1, )	
Subdivision in Johnston County, North Carolina )	

BY THE COMMISSION: On October 27, 2016, Aqua North Carolina, Inc. (Aqua), filed a notification of intention to begin water and sewer utility operations in The Meadows at Flowers Plantation, Phase 1, Subdivision, which is contiguous to Aqua’s The Woodlands at Flowers Plantation service area, in Johnston County, North Carolina. Aqua filed an amendment to the notification on September 29, 2017. Aqua proposes to charge the rates currently approved for the Flowers Plantation Master System service area.

The Public Staff presented this matter at the Commission’s Regular Staff Conference on May 14, 2018.

Based upon the verified notification, and the entire record in this matter, the Commission makes the following

**FINDINGS OF FACT**

1. Aqua presently holds water franchises serving approximately 80,300 customers and wastewater franchises serving approximately 17,700 customers throughout North Carolina. Aqua’s record of service is satisfactory.
2. Aqua expects eventually to serve 152 water and sewer customers in The Meadows at Flowers Plantation, Phase 1, Subdivision. The service area is shown on plans filed with the notification.
3. The North Carolina Department of Environmental Quality, Division of Water Resources (DWR), Public Water Supply Section, has issued a plan approval letter for The

Meadows at Flowers Plantation, Phase 1, Subdivision. The plans are approved under serial number 17-00014, dated March 9, 2017.

4. DWR has issued permit number WQ0039067, dated March 10, 2017, for the construction and operation of The Meadows at Flowers Plantation, Phase 1, Subdivision wastewater collection system extension.

5. Aqua has entered into an Agreement dated September 22, 2017, with D.R. Horton, Inc. (Developer), under which Developer is installing the water and sewer main extensions and will pay to Aqua as a contribution in aid of construction the water and sewer capital cost recovery charges due to Johnston County and Aqua. Aqua is requesting a meter installation fee of \$70 for water service, to be paid by the builder or person first requesting service to a particular lot. Aqua is purchasing the water system from Developer for \$400 per single-family residential equivalent (SFRE), payable quarterly based upon the number of water service meters installed during the previous quarter. Aqua is acquiring the wastewater system from Developer at no cost.

6. Aqua has filed all exhibits required with the notification.

7. Aqua has the technical, managerial, and financial capacity to provide water and sewer utility service in this franchise location.

8. The Public Staff has recommended that Aqua be required to post a \$20,000 bond for The Meadows at Flowers Plantation, Phase 1, Subdivision. Aqua currently has \$13,000,000 of bonds posted with the Commission. Of this amount, \$11,870,000 of bond surety is assigned to specific subdivisions, and \$1,130,000 of bond surety is unassigned.

### CONCLUSIONS

Based on the foregoing and the recommendations of the Public Staff, the Commission is of the opinion that \$20,000 of Aqua's unassigned bond surety should be assigned to the contiguous extension; that the contiguous extension by Aqua in The Meadows at Flowers Plantation, Phase 1, Subdivision should be recognized; that the meter installation fee of \$70 for water utility service should be approved; and that the requested rates should be approved.

IT IS, THEREFORE, ORDERED as follows:

1. That \$20,000 of Aqua's unassigned surety bond is assigned to The Meadows at Flowers Plantation, Phase 1, Subdivision. The remaining unassigned bond

surety shall be \$970,000 (a total of \$160,000 is being assigned concurrently in Docket Nos. W-218, Sub 444, Sub 457, Sub 458, Sub 460, Sub 475, Sub 476, Sub 477, Sub 489, and Sub 501).

2. That the contiguous extension of water and sewer utility service from The Woodlands at Flowers Plantation service area into The Meadows at Flowers Plantation, Phase 1 Subdivision in Johnston County, North Carolina, is recognized as meeting the Commission's criteria for the extension.

3. That Appendix A-\_\_ constitutes the Certificate of Public Convenience and Necessity covering the contiguous extension.

4. That Aqua's existing Schedule of Rates approved by Commission Order issued on December 20, 2016, in Docket Nos. W-218, Sub 363, M-100, Sub 138, and M-100, Sub 142, effective January 1, 2017, is approved for water and sewer utility service in The Meadows at Flowers Plantation, Phase 1, Subdivision.

5. That a meter installation fee of \$70 is approved for The Meadows at Flowers Plantation, Phase 1, Subdivision.

ISSUED BY ORDER OF THE COMMISSION.

This the \_\_\_\_ day of May, 2018.

NORTH CAROLINA UTILITIES COMMISSION

M. Lynn Jarvis, Chief Clerk

**STATE OF NORTH CAROLINA  
UTILITIES COMMISSION  
RALEIGH**

DOCKET NO. W-218, SUB 444

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

AQUA NORTH CAROLINA, INC.

is granted this

CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY

to provide water and sewer utility service

in

The Meadows at Flowers Plantation, Phase 1, Subdivision

Johnston 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 May, 2018.

NORTH CAROLINA UTILITIES COMMISSION

M. Lynn Jarvis, Chief Clerk



**STATE OF NORTH CAROLINA  
UTILITIES COMMISSION  
RALEIGH**

DOCKET NO. W-218, SUB 457

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

In the Matter of	
Notification by Aqua North Carolina, Inc., 202 )	
MacKenan Court, Cary, North Carolina 27511, )	
of Intention to Begin Operations in an Area )	ORDER RECOGNIZING
Contiguous to a Present Service Area to )	CONTIGUOUS EXTENSION
Provide Water and Sewer Utility Service in West )	AND APPROVING RATES
Ashley at Flowers Plantation Subdivision in )	
Johnston County, North Carolina )	

BY THE COMMISSION: On April 27, 2017, Aqua North Carolina, Inc. (Aqua), filed a notification of intention to begin water and sewer utility operations in West Ashley at Flowers Plantation Subdivision (aka Flowers Plantation POD NW12), which is contiguous to Aqua’s South Quarter at Flowers Plantation service area, in Johnston County, North Carolina. Aqua filed an amendment to the notification on October 10, 2017. Aqua proposes to charge the rates currently approved for the Flowers Plantation Master System service area.

The Public Staff presented this matter at the Commission’s Regular Staff Conference on May 14, 2018.

Based upon the verified notification, and the entire record in this matter, the Commission makes the following

**FINDINGS OF FACT**

1. Aqua presently holds water franchises serving approximately 80,300 customers and wastewater franchises serving approximately 17,700 customers throughout North Carolina. Aqua’s record of service is satisfactory.

2. Aqua expects eventually to serve 55 water and sewer customers in West Ashley at Flowers Plantation Subdivision. The service area is shown on plans filed with the notification.

3. The North Carolina Department of Environmental Quality, Division of Water Resources (DWR), Public Water Supply Section, has issued a plan approval letter for West Ashley at Flowers Plantation Subdivision. The plans are approved under serial number 17-00628, dated July 26, 2017.

4. DWR has issued permit number WQ0039407, dated August 25, 2017, for the construction and operation of West Ashley at Flowers Plantation Subdivision wastewater collection system extension.

5. Aqua has entered into an Agreement dated September 29, 2017, with J&J Flowers Finch, Inc. (Developer), under which Developer is installing the water and sewer main extensions and will pay to Aqua as a contribution in aid of construction the water and sewer capital cost recovery charges due to Johnston County and Aqua. Aqua is requesting a meter installation fee of \$70 for water service, to be paid by the builder or person first requesting service to a particular lot. Aqua is purchasing the water system from Developer for \$400 per single-family residential equivalent (SFRE), payable quarterly based upon the number of water service meters installed during the previous quarter. Aqua is acquiring the wastewater system from Developer at no cost.

6. Aqua has filed all exhibits required with the notification.

7. Aqua has the technical, managerial, and financial capacity to provide water and sewer utility service in this franchise location.

8. The Public Staff has recommended that Aqua be required to post a \$20,000 bond for West Ashley at Flowers Plantation Subdivision. Aqua currently has \$13,000,000 of bonds posted with the Commission. Of this amount, \$11,870,000 of bond surety is assigned to specific subdivisions, and \$1,130,000 of bond surety is unassigned.

### CONCLUSIONS

Based on the foregoing and the recommendations of the Public Staff, the Commission is of the opinion that \$20,000 of Aqua's unassigned bond surety should be assigned to the contiguous extension; that the contiguous extension by Aqua in West Ashley at Flowers Plantation Subdivision should be recognized; that the meter installation fee of \$70 for water utility service should be approved; and that the requested rates should be approved.

IT IS, THEREFORE, ORDERED as follows:

1. That \$20,000 of Aqua's unassigned surety bond is assigned to the West Ashley at Flowers Plantation Subdivision. The remaining unassigned bond surety shall be \$970,000 (a total of \$160,000 is being assigned concurrently in Docket Nos. W-218, Sub 444, Sub 457, Sub 458, Sub 460, Sub 475, Sub 476, Sub 477, Sub 489, and Sub 501).

2. That the contiguous extension of water and sewer utility service from the South Quarter at Flowers Plantation service area into West Ashley at Flowers Plantation Subdivision in Johnston County, North Carolina, is recognized as meeting the Commission's criteria for the extension.

3. That Appendix A-\_\_ constitutes the Certificate of Public Convenience and Necessity covering the contiguous extension.

4. That Aqua's existing Schedule of Rates approved by Commission Order issued on December 20, 2016, in Docket Nos. W-218, Sub 363, M-100, Sub 138, and M-100, Sub 142, effective January 1, 2017, is approved for water and sewer utility service in the West Ashley at Flowers Plantation Subdivision.

5. That a meter installation fee of \$70 is approved for West Ashley at Flowers Plantation Subdivision.

ISSUED BY ORDER OF THE COMMISSION.

This the \_\_\_\_ day of May, 2018.

NORTH CAROLINA UTILITIES COMMISSION

M. Lynn Jarvis, Chief Clerk

**STATE OF NORTH CAROLINA  
UTILITIES COMMISSION  
RALEIGH**

DOCKET NO. W-218, SUB 457

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

AQUA NORTH CAROLINA, INC.

is granted this

CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY

to provide water and sewer utility service

in

West Ashley at Flowers Plantation Subdivision

Johnston 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 May, 2018.

NORTH CAROLINA UTILITIES COMMISSION

M. Lynn Jarvis, Chief Clerk

**STATE OF NORTH CAROLINA  
UTILITIES COMMISSION  
RALEIGH**

DOCKET NO. W-218, SUB 458

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

In the Matter of	
Notification by Aqua North Carolina, Inc., 202 )	
MacKenan Court, Cary, North Carolina 27511, )	
of Intention to Begin Operations in an Area )	ORDER RECOGNIZING
Contiguous to a Present Service Area to )	CONTIGUOUS EXTENSION
Provide Water and Sewer Utility Service in The )	AND APPROVING RATES
Meadows at Flowers Plantation, Phase 2, )	
Subdivision in Johnston County, North Carolina )	

BY THE COMMISSION: On April 27, 2017, Aqua North Carolina, Inc. (Aqua), filed a notification of intention to begin water and sewer utility operations in The Meadows at Flowers Plantation, Phase 2, Subdivision, which is contiguous to Aqua’s The Meadows at Flowers Plantation, Phase 1, service area, in Johnston County, North Carolina. Aqua filed amendments to the notification on October 10, 2017, and April 25, 2018. Aqua proposes to charge the rates currently approved for the Flowers Plantation Master System service area.

The Public Staff presented this matter at the Commission’s Regular Staff Conference on May 14, 2018.

Based upon the verified notification, and the entire record in this matter, the Commission makes the following

**FINDINGS OF FACT**

1. Aqua presently holds water franchises serving approximately 80,300 customers and wastewater franchises serving approximately 17,700 customers throughout North Carolina. Aqua’s record of service is satisfactory.
2. Aqua expects eventually to serve 140 water and sewer customers in The Meadows at Flowers Plantation, Phase 2, Subdivision. The service area is shown on plans filed with the notification.

3. The North Carolina Department of Environmental Quality, Division of Water Resources (DWR), Public Water Supply Section, has issued a plan approval letter for The Meadows at Flowers Plantation, Phase 2, Subdivision. The plans are approved under serial number 17-00431, dated August 3, 2017.

4. DWR has issued permit number WQ0039258, dated June 7, 2017, for the construction and operation of The Meadows at Flowers Plantation, Phase 2, Subdivision, wastewater collection system extension.

5. Aqua has entered into an Agreement dated September 22, 2017, with D.R. Horton, Inc. (Developer), under which Developer is installing the water and sewer main extensions and will pay to Aqua as a contribution in aid of construction the water and sewer capital cost recovery charges due to Johnston County and Aqua. Aqua is requesting a meter installation fee of \$70 for water service, to be paid by the builder or person first requesting service to a particular lot. Aqua is purchasing the water system from Developer for \$400 per single-family residential equivalent (SFRE), payable quarterly based upon the number of water service meters installed during the previous quarter. Aqua is acquiring the wastewater system from Developer at no cost.

6. Aqua has filed all exhibits required with the notification.

7. Aqua has the technical, managerial, and financial capacity to provide water and sewer utility service in this franchise location.

8. The Public Staff has recommended that Aqua be required to post a \$20,000 bond for The Meadows at Flowers Plantation, Phase 2, Subdivision. Aqua currently has \$13,000,000 of bonds posted with the Commission. Of this amount, \$11,870,000 of bond surety is assigned to specific subdivisions, and \$1,130,000 of bond surety is unassigned.

### CONCLUSIONS

Based on the foregoing and the recommendations of the Public Staff, The Commission is of the opinion that \$20,000 of Aqua's unassigned bond surety should be assigned to the contiguous extension; that the contiguous extension by Aqua in The Meadows at Flowers Plantation, Phase 2, Subdivision should be recognized; that the meter installation fee of \$70 for water utility service should be approved; and that the requested rates should be approved.

IT IS, THEREFORE, ORDERED as follows:

1. That \$20,000 of Aqua's unassigned surety bond is assigned to the The Meadows at Flowers Plantation, Phase 2, Subdivision. The remaining unassigned bond surety shall be \$970,000 (a total of \$160,000 is being assigned concurrently in Docket Nos. W-218, Sub 444, Sub 457, Sub 458, Sub 460, Sub 475, Sub 476, Sub 477, Sub 489, and Sub 501).

2. That the contiguous extension of water and sewer utility service from The Meadows at Flowers Plantation, Phase 1 service area into The Meadows at Flowers Plantation, Phase 2, Subdivision in Johnston County, North Carolina, is recognized as meeting the Commission's criteria for the extension.

3. That Appendix A-\_\_ constitutes the Certificate of Public Convenience and Necessity covering the contiguous extension.

4. That Aqua's existing Schedule of Rates approved by Commission Order issued on December 20, 2016, in Docket Nos. W-218, Sub 363, M-100, Sub 138, and M-100, Sub 142, effective January 1, 2017, is approved for water and sewer utility service in The Meadows at Flowers Plantation, Phase 2, Subdivision.

5. That a meter installation fee of \$70 is approved for The Meadows at Flowers Plantation, Phase 2, Subdivision.

ISSUED BY ORDER OF THE COMMISSION.

This the \_\_\_\_ day of May, 2018.

NORTH CAROLINA UTILITIES COMMISSION

M. Lynn Jarvis, Chief Clerk

**STATE OF NORTH CAROLINA  
UTILITIES COMMISSION  
RALEIGH**

DOCKET NO. W-218, SUB 458

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

AQUA NORTH CAROLINA, INC.

is granted this

CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY

to provide water and sewer utility service

in

The Meadows at Flowers Plantation, Phase 2, Subdivision

Johnston 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 May, 2018.

NORTH CAROLINA UTILITIES COMMISSION

M. Lynn Jarvis, Chief Clerk



**STATE OF NORTH CAROLINA  
UTILITIES COMMISSION  
RALEIGH**

DOCKET NO. W-218, SUB 460

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

In the Matter of	
Notification by Aqua North Carolina, Inc., 202 )	
MacKenan Court, Cary, North Carolina 27511, )	
of Intention to Begin Operations in an Area )	ORDER RECOGNIZING
Contiguous to a Present Service Area to )	CONTIGUOUS EXTENSION
Provide Water and Sewer Utility Service in )	AND APPROVING RATES
Hasentree, Phase 15E, Subdivision in Wake )	
County, North Carolina )	

BY THE COMMISSION: On May 22, 2017, Aqua North Carolina, Inc. (Aqua), filed a notification of intention to begin water and sewer utility operations in Hasentree, Phase 15E, Subdivision (aka Waterford), which is contiguous to Aqua’s Hasentree, Phases 15A and 15B, service area, in Wake County, North Carolina. Aqua filed an amendment to the notification on January 10, 2018. Aqua proposes to charge the rates currently approved for the Hasentree Master System service area.

The Public Staff presented this matter at the Commission’s Regular Staff Conference on May 14, 2018.

Based upon the verified notification, and the entire record in this matter, the Commission makes the following

**FINDINGS OF FACT**

1. Aqua presently holds water franchises serving approximately 80,300 customers and wastewater franchises serving approximately 17,700 customers throughout North Carolina. Aqua’s record of service is satisfactory.

2. Aqua expects eventually to serve 41 water and sewer customers in Hasentree, Phase 15E, Subdivision. The service area is shown on plans filed with the notification.

3. The North Carolina Department of Environmental Quality, Division of Water Resources (DWR), Public Water Supply Section, has issued a plan approval letter for Hasentree, Phase 15E, Subdivision. The plans are approved under serial number 17-00617, dated August 30, 2017.

4. DWR has issued permit number WQ0039310, dated December 12, 2017, for the construction and operation of Hasentree, Phase 15E, Subdivision wastewater collection system extension.

5. Aqua has entered into a Water Agreement dated August 28, 2006, with Hasentree Corp., the original developer, and amendments dated January 30, 2014, and January 5, 2016, with Toll NC III, LP (Developer), under which Developer is installing the water utility system. Hasentree Corp. was the original developer. Aqua is requesting a meter installation fee of \$70 for water service, to be paid by the builder or person first requesting service to a particular lot. Aqua is acquiring the water system from Developer at no cost.

6. Aqua has entered into an Amended and Restated Agreement dated May 17, 2007, and amendments dated July 17, 2007, September 11, 2007, December 30, 2008, January 30, 2014, and January 5, 2016, under which Developer is installing the wastewater utility system. Aqua is requesting a connection fee of up to \$2,500 per single family residential equivalent (SFRE) for sewer service, to be paid by the builder or person first requesting service to a particular lot. Aqua is purchasing the sewer system for \$3,000/SFRE from Developer, payable quarterly based upon the number of water service meters installed during the previous quarter.

7. Aqua has filed all exhibits required with the notification.

8. Aqua has the technical, managerial, and financial capacity to provide water and sewer utility service in this franchise location.

9. The Public Staff has recommended that Aqua be required to post a \$20,000 bond for Hasentree, Phase 15E, Subdivision. Aqua currently has \$13,000,000 of bonds posted with the Commission. Of this amount, \$11,870,000 of bond surety is assigned to specific subdivisions, and \$1,130,000 of bond surety is unassigned.

## CONCLUSIONS

Based on the foregoing and the recommendations of the Public Staff, the Commission is of the opinion that \$20,000 of Aqua's unassigned bond surety should be assigned to the contiguous extension; that the contiguous extension by Aqua in

Hasentree, Phase 15E, Subdivision should be recognized; that the meter installation fee of \$70 for water utility service should be approved; that a sewer connection fee of \$2,500 per SFRE should be approved; and that the requested rates should be approved.

IT IS, THEREFORE, ORDERED as follows:

1. That \$20,000 of Aqua's unassigned surety bond is assigned to the Hasentree, Phase 15E, Subdivision. The remaining unassigned bond surety shall be \$970,000 (a total of \$160,000 is being assigned concurrently in Docket Nos. W-218, Sub 444, Sub 457, Sub 458, Sub 460, Sub 475, Sub 476, Sub 477, Sub 489, and Sub 501).

2. That the contiguous extension of water and sewer utility service from the Hasentree, Phases 15A and 15B, service area into Hasentree, Phase 15E, Subdivision in Wake County, North Carolina, is recognized as meeting the Commission's criteria for the extension.

3. That Appendix A-\_\_ constitutes the Certificate of Public Convenience and Necessity covering the contiguous extension.

4. That Aqua's existing Schedule of Rates approved by Commission Order issued on December 20, 2016, in Docket Nos. W-218, Sub 363, M-100, Sub 138, and M-100, Sub 142, effective January 1, 2017, is approved for water and sewer utility service in the Hasentree, Phase 15E, Subdivision.

5. That a meter installation fee of \$70 is approved for Hasentree, Phase 15E, Subdivision.

6. That a connection fee of \$2,500 per SFRE for sewer service is approved for Hasentree, Phase 15E, Subdivision.

ISSUED BY ORDER OF THE COMMISSION.

This the \_\_\_\_ day of May, 2018.

NORTH CAROLINA UTILITIES COMMISSION

M. Lynn Jarvis, Chief Clerk

**STATE OF NORTH CAROLINA  
UTILITIES COMMISSION  
RALEIGH**

DOCKET NO. W-218, SUB 460

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

AQUA NORTH CAROLINA, INC.

is granted this

CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY

to provide water and sewer utility service

in

Hasentree, Phase 15E, Subdivision

Wake 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 May, 2018.

NORTH CAROLINA UTILITIES COMMISSION

M. Lynn Jarvis, Chief Clerk

**STATE OF NORTH CAROLINA  
UTILITIES COMMISSION  
RALEIGH**

DOCKET NO. W-218, SUB 475

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

In the Matter of	
Notification by Aqua North Carolina, Inc., 202 )	
MacKenan Court, Cary, North Carolina 27511, )	
of Intention to Begin Operations in an Area )	ORDER RECOGNIZING
Contiguous to a Present Service Area to )	CONTIGUOUS EXTENSION
Provide Water and Sewer Utility Service in )	AND APPROVING RATES
Hasentree, Phase 4C, Subdivision in Wake )	
County, North Carolina )	

BY THE COMMISSION: On September 29, 2017, Aqua North Carolina, Inc. (Aqua), filed a notification of intention to begin water and sewer utility operations in Hasentree, Phase 4C, Subdivision, which is contiguous to Aqua’s Hasentree, Phase 4B, service area, in Wake County, North Carolina. Aqua filed an amendment to the notification on January 31, 2018. Aqua proposes to charge the rates currently approved for the Hasentree Master System service area.

The Public Staff presented this matter at the Commission’s Regular Staff Conference on May 14, 2018.

Based upon the verified notification, and the entire record in this matter, the Commission makes the following

**FINDINGS OF FACT**

1. Aqua presently holds water franchises serving approximately 80,300 customers and wastewater franchises serving approximately 17,700 customers throughout North Carolina. Aqua’s record of service is satisfactory.

2. Aqua expects eventually to serve 36 water and sewer customers in Hasentree, Phase 4C, Subdivision. The service area is shown on plans filed with the notification.

3. The North Carolina Department of Environmental Quality, Division of Water Resources (DWR), Public Water Supply Section, has issued a plan approval letter for Hasentree, Phase 4C, Subdivision. The plans are approved under serial number 17-00539, dated August 8, 2017.

4. DWR has issued permit number WQ0039272, dated November, 20, 2017, for the construction and operation of Hasentree, Phase 4C, Subdivision wastewater collection system extension.

5. Aqua has entered into a Water Agreement dated August 28, 2006, with Hasentree Corp., the original developer, and amendments dated January 30, 2014, and January 5, 2016, with Toll NC III, LP (Developer), under which Developer is installing the water utility system. Aqua is requesting a meter installation fee of \$70 for water service, to be paid by the builder or person first requesting service to a particular lot. Aqua is acquiring the water system from Developer at no cost.

6. Aqua has entered into an Amended and Restated Agreement dated May 17, 2007, and amendments dated July 17, 2007, September 11, 2007, December 30, 2008, January 30, 2014, and January 5, 2016, under which Developer is installing the wastewater utility system. Aqua is requesting a connection fee of up to \$2,500 per single family residential equivalent (SFRE) for sewer service, to be paid by the builder or person first requesting service to a particular lot. Aqua is purchasing the sewer system for \$3,000/SFRE from Developer, payable quarterly based upon the number of water service meters installed during the previous quarter.

7. Aqua has filed all exhibits required with the notification.

8. Aqua has the technical, managerial, and financial capacity to provide water and sewer utility service in this franchise location.

9. The Public Staff has recommended that Aqua be required to post a \$20,000 bond for Hasentree, Phase 4C, Subdivision. Aqua currently has \$13,000,000 of bonds posted with the Commission. Of this amount, \$11,870,000 of bond surety is assigned to specific subdivisions, and \$1,130,000 of bond surety is unassigned.

## CONCLUSIONS

Based on the foregoing and the recommendations of the Public Staff, the Commission is of the opinion that \$20,000 of Aqua's unassigned bond surety should be assigned to the contiguous extension; that the contiguous extension by Aqua in

Hasentree, Phase 4C, Subdivision should be recognized; that the meter installation fee of \$70 for water utility service should be approved; that a sewer connection fee of \$2,500 per SFRE should be approved; and that the requested rates should be approved.

IT IS, THEREFORE, ORDERED as follows:

1. That \$20,000 of Aqua's unassigned surety bond is assigned to the Hasentree, Phase 4C, Subdivision. The remaining unassigned bond surety shall be \$970,000 (a total of \$160,000 is being assigned concurrently in Docket Nos. W-218, Sub 444, Sub 457, Sub 458, Sub 460, Sub 475, Sub 476, Sub 477, Sub 489, and Sub 501).

2. That the contiguous extension of water and sewer utility service from the Hasentree, Phase 4B service area into Hasentree, Phase 4C, Subdivision in Wake County, North Carolina, is recognized as meeting the Commission's criteria for the extension.

3. That Appendix A-\_\_ constitutes the Certificate of Public Convenience and Necessity covering the contiguous extension.

4. That Aqua's existing Schedule of Rates approved by Commission Order issued on December 20, 2016, in Docket Nos. W-218, Sub 363, M-100, Sub 138, and M-100, Sub 142, effective January 1, 2017, is approved for water and sewer utility service in the Hasentree, Phase 4C, Subdivision.

5. That a meter installation fee of \$70 is approved for Hasentree, Phase 4C, Subdivision.

6. That a connection fee of \$2,500 per SFRE for sewer service is approved for Hasentree, Phase 4C, Subdivision.

ISSUED BY ORDER OF THE COMMISSION.

This the \_\_\_\_ day of May, 2018.

NORTH CAROLINA UTILITIES COMMISSION

M. Lynn Jarvis, Chief Clerk

**STATE OF NORTH CAROLINA  
UTILITIES COMMISSION  
RALEIGH**

DOCKET NO. W-218, SUB 475

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

AQUA NORTH CAROLINA, INC.

is granted this

CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY

to provide water and sewer utility service

in

Hasentree, Phase 4C, Subdivision

Wake 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 May, 2018.

NORTH CAROLINA UTILITIES COMMISSION

M. Lynn Jarvis, Chief Clerk



**STATE OF NORTH CAROLINA  
UTILITIES COMMISSION  
RALEIGH**

DOCKET NO. W-218, SUB 476

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

In the Matter of	
Notification by Aqua North Carolina, Inc., 202 )	
MacKenan Court, Cary, North Carolina 27511, )	
of Intention to Begin Operations in an Area )	ORDER RECOGNIZING
Contiguous to a Present Service Area to )	CONTIGUOUS EXTENSION
Provide Water Utility Service in Southern Hills )	AND APPROVING RATES
Estates Subdivision in Wake County, North )	
Carolina )	

BY THE COMMISSION: On November 29, 2017, Aqua North Carolina, Inc. (Aqua), filed a notification of intention to begin water utility operations in Southern Hills Estates Subdivision, which is contiguous to Aqua’s The Barony service area, in Wake County, North Carolina. Aqua filed amendments to the notification on May 3, 2018, and May 9, 2018. Aqua proposes to charge the rates currently approved for the Bayleaf Master System service area.

The Public Staff presented this matter at the Commission’s Regular Staff Conference on May 14, 2018.

Based upon the verified notification, and the entire record in this matter, the Commission makes the following

**FINDINGS OF FACT**

1. Aqua presently holds water franchises serving approximately 80,300 customers and wastewater franchises serving approximately 17,700 customers throughout North Carolina. Aqua’s record of service is satisfactory.
2. Aqua expects eventually to serve 34 water customers in Southern Hills Estates Subdivision. The service area is shown on plans filed with the notification.

3. The North Carolina Department of Environmental Quality, Division of Water Resources (DWR), Public Water Supply Section, has issued a plan approval letter for Southern Hills Estates Subdivision. The plans are approved under serial number 17-00662, dated August 18, 2017.

4. Aqua has entered into an Agreement dated December 10, 2015, with Big Sky Development, LLC (Developer), under which Developer is installing the water utility system. Aqua is requesting a meter installation fee of \$70 for water service, to be paid by the builder or person first requesting service to a particular lot. Aqua is purchasing the water system from Developer for \$500 per single-family residential equivalent (SFRE), payable quarterly based upon the number of water service meters installed during the previous quarter. In lieu of providing sufficient water production, Developer will pay Utility a sum of \$117,326 to reserve water capacity.

5. Aqua has filed all exhibits required with the notification.

6. Aqua has the technical, managerial, and financial capacity to provide water utility service in this franchise location.

7. The Public Staff has recommended that Aqua be required to post a \$10,000 bond for Southern Hills Estates Subdivision. Aqua currently has \$13,000,000 of bonds posted with the Commission. Of this amount, \$11,870,000 of bond surety is assigned to specific subdivisions, and \$1,130,000 of bond surety is unassigned.

### CONCLUSIONS

Based on the foregoing and the recommendations of the Public Staff, the Commission is of the opinion that \$10,000 of Aqua's unassigned bond surety should be assigned to the contiguous extension; that the contiguous extension by Aqua in Southern Hills Estates Subdivision should be recognized; that the meter installation fee of \$70 for water utility service should be approved; and that the requested rates should be approved.

IT IS, THEREFORE, ORDERED as follows:

1. That \$10,000 of Aqua's unassigned surety bond is assigned to the Southern Hills Estates Subdivision. The remaining unassigned bond surety shall be \$970,000 (a total of \$160,000 is being assigned concurrently in Docket Nos. W-218, Sub 444, Sub 457, Sub 458, Sub 460, Sub 475, Sub 476, Sub 477, Sub 489, and Sub 501).

2. That the contiguous extension of water utility service from The Barony service area into Southern Hills Estates Subdivision in Wake County, North Carolina, is recognized as meeting the Commission's criteria for the extension.

3. That Appendix A-\_\_ constitutes the Certificate of Public Convenience and Necessity covering the contiguous extension.

4. That Aqua's existing Schedule of Rates approved by Commission Order issued on December 20, 2016, in Docket Nos. W-218, Sub 363, M-100, Sub 138, and M-100, Sub 142, effective January 1, 2017, is approved for water utility service in the Southern Hills Estates Subdivision.

5. That a meter installation fee of \$70 is approved for Southern Hills Estates Subdivision.

ISSUED BY ORDER OF THE COMMISSION.

This the \_\_\_\_ day of May, 2018.

NORTH CAROLINA UTILITIES COMMISSION

M. Lynn Jarvis, Chief Clerk

**STATE OF NORTH CAROLINA  
UTILITIES COMMISSION  
RALEIGH**

DOCKET NO. W-218, SUB 476

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

AQUA NORTH CAROLINA, INC.

is granted this

CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY

to provide water utility service

in

Southern Hills Estates Subdivision

Wake 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 May, 2018.

NORTH CAROLINA UTILITIES COMMISSION

M. Lynn Jarvis, Chief Clerk

**STATE OF NORTH CAROLINA  
UTILITIES COMMISSION  
RALEIGH**

DOCKET NO. W-218, SUB 477

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

In the Matter of	
Application by Aqua North Carolina, Inc., 202 )	
MacKenan Court, Cary, North Carolina 27511, )	ORDER GRANTING
for a Certificate of Public Convenience and )	FRANCHISE AND APPROVING
Necessity to Provide Water and Sewer Utility )	RATES
Service in Bedford at Flowers Plantation )	
Subdivision in Johnston County, North Carolina )	

BY THE COMMISSION: On October 24, 2017, Aqua North Carolina, Inc. (Aqua), filed an application with the Commission seeking a certificate of public convenience and necessity to provide water and sewer utility service in Bedford at Flowers Plantation Subdivision in Johnston County, North Carolina, and approval of rates. Aqua proposes to charge the rates currently approved for the Flowers Plantation Master System service area.

The Public Staff presented this matter at the Commission’s Regular Staff Conference on May 14, 2018.

Based upon the verified application and the entire record in this matter, the Commission makes the following

**FINDINGS OF FACT**

1. Aqua presently holds water franchises serving approximately 80,300 customers and wastewater franchises serving approximately 17,700 customers in North Carolina. Aqua’s record of service is satisfactory.

2. Aqua expects eventually to serve 193 water and sewer customers in Bedford at Flowers Plantation Subdivision. The service area is shown on plans filed with the application.

3. The North Carolina Department of Environmental Quality, Division of Water Resources (DWR), Public Water Supply Section, has issued a plan approval letter for Bedford at Flowers Plantation Subdivision. The plans are approved under serial number 17-00365, dated May 31, 2017.

4. DWR has issued permit number WQ0039231, dated May 25, 2017, for the construction and operation of Bedford at Flowers Plantation Subdivision, wastewater collection system extension.

5. Aqua has entered into an Agreement dated August 15, 2017, with BFP Developers, LLC (Developer), under which Developer is installing the water and sewer main extensions and will pay to Aqua as a contribution in aid of construction the water and sewer capital cost recovery charges due to Johnston County and Aqua. Aqua is requesting a meter installation fee of \$70 for water service, to be paid by the builder or person first requesting service to a particular lot. Aqua is purchasing the water system from Developer for \$400 per single-family residential equivalent (SFRE), payable quarterly based upon the number of water service meters installed during the previous quarter. Aqua is acquiring the wastewater system from Developer at no cost.

6. Aqua has filed all exhibits required with the application.

7. Aqua has the technical, managerial, and financial capacity to provide water and sewer utility service in this franchise location.

8. The Public Staff has recommended that Aqua be required to post a \$20,000 bond for Bedford at Flowers Plantation Subdivision. Aqua currently has \$13,000,000 of bonds posted with the Commission. Of this amount, \$11,870,000 of bond surety is assigned to specific subdivisions, and \$1,130,000 of bond surety is unassigned.

### CONCLUSIONS

Based on the foregoing and the recommendations of the Public Staff, the Commission concludes that \$20,000 of Aqua's unassigned bond surety should be assigned to Bedford at Flowers Plantation Subdivision; that the water and sewer utility franchise requested by Aqua in Bedford at Flowers Plantation Subdivision should be granted; that a meter installation fee of \$70 for water service should be approved; and that the requested rates should be approved.

IT IS, THEREFORE, ORDERED as follows:

1. That \$20,000 of Aqua's unassigned surety bond is assigned to Bedford at Flowers Plantation Subdivision. The remaining unassigned bond surety shall be \$970,000 (a total of \$160,000 is being assigned concurrently in Docket Nos. W-218, Sub 444, Sub 457, Sub 458, Sub 460, Sub 475, Sub 476, Sub 477, Sub 489, and Sub 501).

2. That Aqua is granted a certificate of public convenience and necessity to provide water and sewer utility service in Bedford at Flowers Plantation Subdivision in Johnston County, North Carolina.

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

4. That Aqua's existing Schedule of Rates approved by Commission Order issued on December 20, 2016, in Docket Nos. W-218, Sub 363, M-100, Sub 138, and M-100, Sub 142, effective January 1, 2017, is approved for utility service in the Bedford at Flowers Plantation Subdivision.

5. That a meter installation fee of \$70 for water service is approved for Bedford at Flowers Plantation Subdivision.

ISSUED BY ORDER OF THE COMMISSION.

This the \_\_\_\_ day of May, 2018.

NORTH CAROLINA UTILITIES COMMISSION

M. Lynn Jarvis, Chief Clerk

**STATE OF NORTH CAROLINA  
UTILITIES COMMISSION  
RALEIGH**

DOCKET NO. W-218, SUB 477

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

AQUA NORTH CAROLINA, INC.

is granted this

CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY

to provide water and sewer utility service

in

Bedford at Flowers Plantation Subdivision

Johnston 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 May, 2018.

NORTH CAROLINA UTILITIES COMMISSION

M. Lynn Jarvis, Chief Clerk



**STATE OF NORTH CAROLINA  
UTILITIES COMMISSION  
RALEIGH**

DOCKET NO. W-218, SUB 489

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

In the Matter of	
Notification by Aqua North Carolina, Inc., 202 )	
MacKenan Court, Cary, North Carolina 27511, )	
of Intention to Begin Operations in an Area )	ORDER RECOGNIZING
Contiguous to a Present Service Area to )	CONTIGUOUS EXTENSION
Provide Water Utility Service in Inlet Point )	AND APPROVING RATES
Harbor Ext Subdivision in New Hanover County, )	
North Carolina )	

BY THE COMMISSION: On March 15, 2018, Aqua North Carolina, Inc. (Aqua), filed a notification of intention to begin water utility operations in Inlet Point Harbor Ext Subdivision, which is contiguous to Aqua’s Inlet Point Harbor service area, in New Hanover County, North Carolina. Aqua proposes to charge the rates currently approved for The Cape Master System service area.

The Public Staff presented this matter at the Commission’s Regular Staff Conference on May 14, 2018.

Based upon the verified notification, and the entire record in this matter, the Commission makes the following

**FINDINGS OF FACT**

1. Aqua presently holds water franchises serving approximately 80,300 customers and wastewater franchises serving approximately 17,700 customers throughout North Carolina. Aqua’s record of service is satisfactory.
2. Aqua expects eventually to serve five water customers in Inlet Point Harbor Ext Subdivision. The service area is shown on plans filed with the notification.
3. The North Carolina Department of Environmental Quality, Division of Water Resources (DWR), Public Water Supply Section, has issued a plan approval letter for Inlet Point Harbor Ext Subdivision. The plans are approved under serial number 17-01025, dated November 30, 2017.

4. Aqua has entered into an Agreement dated January 24, 2017, with Greenhouse 242, LLC, Carl B. Marshburn, III, Mark F. Carter and Wendy W. Carter, Judith M. Johnson and Donnell E. Johnson, Paul D. Sommers and Gayle F. Nicholson (Property Owners), under which Property Owners are installing the water utility system and each Property Owner is paying 1/5 of the total cost of the design, permitting, and construction of the water main extension. Aqua is requesting a meter installation fee of \$70 and a connection fee of \$1,000 for water service, to be paid by the builder or person first requesting service to a particular lot. In lieu of providing sufficient water production, Property Owners will pay Aqua a sum of \$1 to reserve water capacity.

5. Aqua has filed all exhibits required with the notification.

6. Aqua has the technical, managerial, and financial capacity to provide water utility service in this franchise location.

7. The Public Staff has recommended that Aqua be required to post a \$10,000 bond for Inlet Point Harbor Ext Subdivision. Aqua currently has \$13,000,000 of bonds posted with the Commission. Of this amount, \$11,870,000 of bond surety is assigned to specific subdivisions, and \$1,130,000 of bond surety is unassigned.

### CONCLUSIONS

Based on the foregoing and the recommendations of the Public Staff, the Commission is of the opinion that \$10,000 of Aqua's unassigned bond surety should be assigned to the contiguous extension; that the contiguous extension by Aqua in Inlet Point Harbor Ext Subdivision should be recognized; that the meter installation fee of \$70 for water utility service should be approved; that a water connection fee of \$1,000 per SFRE should be approved; and that the requested rates should be approved.

IT IS, THEREFORE, ORDERED as follows:

1. That \$10,000 of Aqua's unassigned surety bond is assigned to the Inlet Point Harbor Ext Subdivision. The remaining unassigned bond surety shall be \$970,000 (a total of \$160,000 is being assigned concurrently in Docket Nos. W-218, Sub 444, Sub 457, Sub 458, Sub 460, Sub 475, Sub 476, Sub 477, Sub 489, and Sub 501).

2. That the contiguous extension of water utility service from the Inlet Point Harbor service area into Inlet Point Harbor Ext Subdivision in New Hanover County, North Carolina, is recognized as meeting the Commission's criteria for the extension.

3. That Appendix A-\_\_ constitutes the Certificate of Public Convenience and Necessity covering the contiguous extension.

4. That Aqua's existing Schedule of Rates approved by Commission Order issued on December 20, 2016, in Docket Nos. W-218, Sub 363, M-100, Sub 138, and M-100, Sub 142, effective January 1, 2017, is approved for water utility service in Inlet Point Harbor Ext Subdivision.

5. That a meter installation fee of \$70 and a connection fee of \$1,000 per SFRE for water service are approved for Inlet Point Harbor Ext Subdivision.

ISSUED BY ORDER OF THE COMMISSION.

This the \_\_\_\_ day of May, 2018.

NORTH CAROLINA UTILITIES COMMISSION

M. Lynn Jarvis, Chief Clerk

**STATE OF NORTH CAROLINA  
UTILITIES COMMISSION  
RALEIGH**

DOCKET NO. W-218, SUB 489

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

AQUA NORTH CAROLINA, INC.

is granted this

CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY

to provide water utility service

in

Inlet Point Harbor Ext Subdivision

New Hanover 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 May, 2018.

NORTH CAROLINA UTILITIES COMMISSION

M. Lynn Jarvis, Chief Clerk

**STATE OF NORTH CAROLINA  
UTILITIES COMMISSION  
RALEIGH**

DOCKET NO. W-218, SUB 501

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

In the Matter of	
Application by Aqua North Carolina, Inc., 202 )	ORDER GRANTING
MacKenan Court, Cary, North Carolina 27511, )	FRANCHISE AND APPROVING
for a Certificate of Public Convenience and )	RATES
Necessity to Provide Water and Sewer Utility )	
Service in Lea Landing Subdivision in New )	
Hanover County, North Carolina )	

BY THE COMMISSION: On April 10, 2018, Aqua North Carolina, Inc. (Aqua), filed an application with the Commission seeking a certificate of public convenience and necessity to provide water and sewer utility service in Lea Landing Subdivision in New Hanover County, North Carolina, and approval of rates. Aqua proposes to charge the rates currently approved for The Cape Master System service area.

The Public Staff presented this matter at the Commission's Regular Staff Conference on May 14, 2018.

Based upon the verified application and the entire record in this matter, the Commission makes the following

**FINDINGS OF FACT**

1. Aqua presently holds water franchises serving approximately 80,300 customers and wastewater franchises serving approximately 17,700 customers in North Carolina. Aqua's record of service is satisfactory.
2. Aqua expects eventually to serve 18 water and sewer customers in Lea Landing Subdivision. The service area is shown on plans filed with the application.
3. The North Carolina Department of Environmental Quality, Division of Water Resources (DWR), Public Water Supply Section, has issued a plan approval letter for Lea Landing Subdivision. The plans are approved under serial number 17-00108, dated March 13, 2017.

4. DWR has issued permit number WQ0039044, dated March 7, 2017, for the construction and operation of Lea Landing Subdivision wastewater collection system extension.

5. Aqua has entered into an Agreement dated February 3, 2018, with McAdams Homes, LLC (Developer), under which Developer is installing the water and sewer utility systems. Aqua is requesting a meter installation fee of \$70, a water connection fee of \$1,000 per single-family residential equivalent (SFRE), and a sewer connection fee of \$2,500 per SFRE, to be paid by the builder or person first requesting service to a particular lot. Aqua is acquiring the water and wastewater systems from Developer at no cost.

6. Aqua has filed all exhibits required with the application.

7. Aqua has the technical, managerial, and financial capacity to provide water and sewer utility service in this franchise location.

8. The Public Staff has recommended that Aqua be required to post a \$20,000 bond for Lea Landing Subdivision. Aqua currently has \$13,000,000 of bonds posted with the Commission. Of this amount, \$11,870,000 of bond surety is assigned to specific subdivisions, and \$1,130,000 of bond surety is unassigned.

### CONCLUSIONS

Based on the foregoing and the recommendations of the Public Staff, the Commission concludes that that \$20,000 of Aqua's unassigned bond surety should be assigned to Lea Landing Subdivision; that the water and sewer utility franchise requested by Aqua in Lea Landing Subdivision should be granted; that a meter installation fee of \$70 for water service should be approved; that a water connection fee of \$1,000 per SFRE should be approved; that a sewer connection fee of \$2,500 per SFRE should be approved; and that the requested rates should be approved.

IT IS, THEREFORE, ORDERED as follows:

1. That \$20,000 of Aqua's unassigned surety bond is assigned to Lea Landing Subdivision. The remaining unassigned bond surety shall be \$970,000 (a total of \$160,000 is being assigned concurrently in Docket Nos. W-218, Sub 444, Sub 457, Sub 458, Sub 460, Sub 475, Sub 476, Sub 477, Sub 489, and Sub 501).

2. That Aqua is granted a certificate of public convenience and necessity to provide water and sewer utility service in Lea Landing Subdivision in New Hanover County, North Carolina.

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

4. That Aqua's existing Schedule of Rates approved by Commission Order issued on December 20, 2016, in Docket Nos. W-218, Sub 363, M-100, Sub 138, and M-100, Sub 142, effective January 1, 2017, is approved for utility service in Lea Landing Subdivision.

5. That a meter installation fee of \$70 and a connection fee of \$1,000 per SFRE for water service are approved for Lea Landing Subdivision.

6. That a connection fee of \$2,500 per SFRE for sewer service is approved for Lea Landing Subdivision.

ISSUED BY ORDER OF THE COMMISSION.

This the \_\_\_\_ day of May, 2018.

NORTH CAROLINA UTILITIES COMMISSION

M. Lynn Jarvis, Chief Clerk

**STATE OF NORTH CAROLINA  
UTILITIES COMMISSION  
RALEIGH**

DOCKET NO. W-218, SUB 501

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

AQUA NORTH CAROLINA, INC.

is granted this

CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY

to provide water and sewer utility service

in

Lea Landing Subdivision

New Hanover 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 May, 2018.

NORTH CAROLINA UTILITIES COMMISSION

M. Lynn Jarvis, Chief Clerk



**STATE OF NORTH CAROLINA  
UTILITIES COMMISSION  
RALEIGH**

DOCKET NO. W-1034, SUB 8

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

In the Matter of	
Application by Water Resources, Inc., )	
5970 Fairview Road, Suite 710, )	
Charlotte, North Carolina 28210, for )	ORDER ESTABLISHING GENERAL
Authority to Increase Rates for Water )	RATE CASE, SUSPENDING RATES,
Utility Service in Rocky River Plantation )	SCHEDULING HEARING, AND
Subdivision in Cabarrus County, and )	REQUIRING CUSTOMER NOTICE
River Walk Subdivision in Mecklenburg )	
County, North Carolina )	

BY THE COMMISSION: On April 18, 2018, Water Resources, Inc. (WRI or Applicant) filed an application with the Commission seeking authority to increase its rates for providing water utility service in Rocky River Plantation Subdivision in Cabarrus County, and River Walk Subdivision in Mecklenburg County, North Carolina.

WRI presently serves approximately 114 residential customers in Rocky River Plantation Subdivision. The present rates have been in effect since January 1, 2017, when they were last adjusted with implementation of House Bill 998 (Session Law 2013-316), in Docket No. M-100, Sub 138, and Docket No. W-1034, Sub 7. The last rates established in a general rate case were in Docket No. W-1034, Sub 4, effective December 19, 2002.

WRI presently serves approximately 32 residential customers in River Walk Subdivision. The present rates have been effective since July 1, 2014, when they were last adjusted with implementation of House Bill 998 (Session Law 2013-316), in Docket No. M-100, Sub 138, and Docket No. W-1034, Sub 7. The prior rates were established in the original franchise proceeding in Docket No. W-1034, Sub 6, effective August 12, 2013.

The Applicant's present and proposed rates are as follows:

	<u>Present Rates</u>	<u>Proposed Rates</u>
<u>Rocky River Planation Subdivision</u>		
Monthly Metered Water Rates:		
Base charge, zero usage	\$ 9.28	\$11.20
Usage charge, per 1,000 gallons	\$ 2.57	\$ 3.10
 <u>River Walk Subdivision</u>		
Monthly Metered Water Rates:		
Base charge, zero usage	\$37.67	\$40.68
Usage charge, per 1,000 gallons	\$ 9.42	\$10.18

The proposed rates would increase the average residential monthly water bill for Rocky River Planation Subdivision from \$23.67 to \$28.56, a 20.7% increase, based on an average monthly usage of 5,600 gallons. The proposed rates would increase the average residential monthly water bill for River Walk Subdivision from \$90.42 to \$97.69, an 8.0% increase, based on an average monthly usage of 5,600 gallons.

The Commission is of the opinion that the application constitutes a general rate case, that the proposed new rates should be suspended pending investigation, and that the matter should be scheduled for customer hearing, subject to cancellation if no significant protests are received subsequent to customer notice.

IT IS, THEREFORE, ORDERED as follows:

1. That this proceeding is declared a general rate case pursuant to G.S. 62-137.
2. That the proposed new rates are suspended for up to 270 days pursuant to G.S. 62-134.
3. That the test period is established as the 12-month period ended December 31, 2017.
4. That the application is scheduled for public hearing at 7:00 p.m., on Thursday, September 20, 2018, in the Mecklenburg County Courthouse, 832 E. 4<sup>th</sup> Street, Courtroom 5350, Charlotte, North Carolina. This hearing may be canceled if no significant protests are received subsequent to public notice on or before July 27, 2018.

5. That an officer or representative of the Applicant is required to appear in person before the Commission at the time and place of the hearing to testify concerning any of the information contained in the application. If the Applicant desires to cross-examine any witnesses at the hearing, the Applicant shall be represented by legal counsel at this hearing.

6. 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 proposed new rates; that the Notice to Customers be mailed or hand delivered no later than 30 days after the date of this Order; and that the Applicant submit to the Commission the attached Certificate of Service properly signed and notarized not later 45 days after the date of this Order.

ISSUED BY ORDER OF THE COMMISSION.

This the \_\_\_\_ day of May, 2018.

NORTH CAROLINA UTILITIES COMMISSION

(SEAL)

M. Lynn Jarvis, Chief Clerk

**STATE OF NORTH CAROLINA  
UTILITIES COMMISSION  
RALEIGH**

**NOTICE TO CUSTOMERS  
DOCKET NO. W-1034, SUB 8  
BEFORE THE NORTH CAROLINA UTILITIES COMMISSION**

Notice is given that Water Resources, Inc., 5970 Fairview Road, Suite 710, Charlotte, North Carolina, filed an application with the North Carolina Utilities Commission on April 18, 2018, for authority to increase rates for water utility service in Rocky River Plantation Subdivision in Cabarrus County, and River Walk Subdivision in Mecklenburg County, North Carolina, as follows:

	<u>Present Rates</u>	<u>Proposed Rates</u>
<u>Rocky River Planation Subdivision</u>		
Monthly Metered Water Rates:		
Base charge, zero usage	\$ 9.28	\$11.20
Usage charge, per 1,000 gallons	\$ 2.57	\$ 3.10
<u>River Walk Subdivision</u>		
Monthly Metered Water Rates:		
Base charge, zero usage	\$37.67	\$40.68
Usage charge, per 1,000 gallons	\$ 9.42	\$10.18

The Commission may consider additional or alternative rate design proposals which were not included in the original application and may order increases or decreases in the rates which differ from those proposed by the Applicant. However, any rate structure considered will not generate more overall revenues than requested.

**EFFECT OF RATES**

The proposed rates would increase the average residential monthly water bill for Rocky River Planation Subdivision from \$23.67 to \$28.56, a 20.7% increase, based on an average monthly usage of 5,600 gallons. The proposed rates would increase the average residential monthly water bill for River Walk Subdivision from \$90.42 to \$97.69, an 8.0% increase, based on an average monthly usage of 5,600 gallons.

## PUBLIC HEARING

The Commission has scheduled the application for public hearing at 7:00 p.m., on Thursday, September 20, 2018, in the Mecklenburg County Courthouse, 832 E. 4<sup>th</sup> Street, Courtroom 5350, Charlotte, North Carolina.

This hearing may be canceled and the matter decided on the filings if no significant protests are received from consumers on or before July 27, 2018. Correspondence concerning the proposed rate increase, service problems, or the public 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 include the name of the subdivision, contact information, and any information that the writer wishes to be considered by the Public Staff in its investigation of the matter, and these statements should be addressed to Mr. Christopher J. Ayers, Executive Director, Public Staff, 4326 Mail Service Center, Raleigh, North Carolina 27699-4326. Written statements can also be faxed to (919) 715-6704 or e-mailed to [david.furr@psncuc.nc.gov](mailto:david.furr@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 submitting the statements appear at a public hearing and testify concerning the information contained in their written statements.

Persons desiring to present testimony concerning their opinion on this application, or any service problems they may be experiencing, may appear at this public hearing and give such testimony.

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 July 27, 2018. Any such motion should be filed with the North Carolina Utilities Commission, 4325 Mail Service Center, Raleigh, North Carolina 27699-4325.

EXHIBIT NO. P-12  
PAGE 6 OF 7

APPENDIX A  
PAGE 3 OF 3

The details of the proposed new rates have been filed with the North Carolina Utilities Commission. 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. Information regarding this proceeding can also be accessed from the Commission's website at [www.ncuc.net](http://www.ncuc.net) under the docket number of this proceeding.

This the \_\_\_\_ day of May, 2018.

NORTH CAROLINA UTILITIES COMMISSION

(SEAL)

M. Lynn Jarvis, Chief Clerk

**CERTIFICATE OF SERVICE**

I, \_\_\_\_\_, mailed with sufficient postage or hand delivered to all affected customers the attached Order Establishing General Rate Case, Suspending Rates, Scheduling Hear, and Requiring Customer Notice issued by the North Carolina Utilities Commission in Docket No. W-1034, Sub 8, by the date specified in the Order.

This the \_\_\_\_ day of \_\_\_\_\_, \_\_\_\_\_.

By: \_\_\_\_\_  
Signature

\_\_\_\_\_  
Name of Utility Company

The above named Applicant, \_\_\_\_\_, personally appeared before me this day and, being first duly sworn, says that the Order Establishing General Rate Case and Requiring Customer Notice was mailed or hand delivered to all affected customers, as required by the Commission Order dated \_\_\_\_\_ in Docket No. W-1034, Sub 8.

Witness my hand and notarial seal, this the \_\_\_\_ day of \_\_\_\_\_, \_\_\_\_.

\_\_\_\_\_  
Notary Public

\_\_\_\_\_  
Address

(SEAL) My Commission Expires: \_\_\_\_\_  
Date

**STATE OF NORTH CAROLINA  
UTILITIES COMMISSION  
RALEIGH**

DOCKET NO. W-1300, SUB 40

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

In the Matter of	
Application by Old North State Water Company, )	
LLC, 4700 Homewood Court, Suite 108, )	ORDER GRANTING
Raleigh, NC 27609, for a Certificate of Public )	FRANCHISE AND APPROVING
Convenience and Necessity to Provide Water )	RATES
Utility Service in Senter Farms Subdivision in )	
Wake County, North Carolina )	

BY THE COMMISSION: On October 24, 2017, Old North State Water Company, LLC (Old North State), filed an amended application seeking a certificate of public convenience and necessity to provide water utility service in Senter Farms Subdivision in Wake County, North Carolina, and approval of rates. Old North State proposes to charge its currently approved uniform water rates.

The Public Staff presented this matter at the Commission’s Regular Staff Conference on May 14, 2018.

Based upon the verified application and the entire record in this matter, 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 eventually to serve 71 water customers in Senter Farms Subdivision. The service area is shown on plans filed with the application.
3. The North Carolina Department of Environmental Quality, Division of Water Resources, Public Water Supply Section, has issued a plan approval letter for Senter Farms Subdivision. The plans are approved under serial number 17-00292, dated May 22, 2017.



4. Old North State has entered into a Water Agreement dated February 13, 2017, with Maplecroft Court, LLC (Developer), under which Developer is installing at Developer's cost the water production, storage, treatment, and distribution system. Old North State is requesting a meter installation fee of \$70. Old North State is not requesting a connection fee. Old North State is purchasing the water system for \$271 per single family residential equivalent (SFRE) from Developer, payable quarterly based upon the number of water service meters installed during the previous quarter.

5. Old North State has filed all exhibits required with the application.

6. Old North State has the technical, managerial, and financial capacity to provide water utility service in this franchise location.

7. The Public Staff has recommended that Old North State be required to post a \$10,000 bond for Senter Farms Subdivision. Old North State currently has \$600,000 of bonds posted with the Commission. Of this amount, \$420,000 of bond surety is assigned to specific subdivisions, and \$180,000 of bond surety is unassigned.

#### CONCLUSIONS

Based on the foregoing and the recommendations of the Public Staff, the Commission concludes that \$10,000 of Old North State's unassigned bond surety should be assigned to Senter Farms Subdivision; that the water utility franchise requested by Old North State in Senter Farms Subdivision should be granted; and that the requested rates should be approved.

IT IS, THEREFORE, ORDERED as follows:

1. That \$10,000 of Old North State's unassigned surety bond is assigned to Senter Farms Subdivision. The remaining unassigned bond surety shall be \$160,000 (a total of \$20,000 is being assigned concurrently in Docket Nos. W-1300, Sub 40 and Sub 43).

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

3. That the Schedule of Rates attached as Appendix B is approved for Old North State in the Senter Farms Subdivision.

4. That Old North State is granted a Certificate of Public Convenience and Necessity to provide water utility service in Senter Farms Subdivision in Wake County, North Carolina.

5. That a meter installation fee of \$70 is approved for Senter Farms Subdivision.

ISSUED BY ORDER OF THE COMMISSION.

This the \_\_\_\_ day of May, 2018.

NORTH CAROLINA UTILITIES COMMISSION

M. Lynn Jarvis, Chief Clerk

**STATE OF NORTH CAROLINA  
UTILITIES COMMISSION  
RALEIGH**

DOCKET NO. W-1300, SUB 40

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

Senter Farms Subdivision

Wake 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 May, 2018.

NORTH CAROLINA UTILITIES COMMISSION

M. Lynn Jarvis, Chief Clerk

SCHEDULE OF RATES

for

OLD NORTH STATE WATER COMPANY, LLC

for providing water utility service in

Senter Farms Subdivision

Wake County, North Carolina

<u>Monthly Base Rate:</u>	\$	15.00	
<u>Water Usage Rate:</u>	\$	5.00/1,000 gallons	
<u>Connection Fee:</u>		None	
<u>Meter Installation Fee:</u>	\$	70.00	
<u>New Account Fee:</u>	\$	20.00	
<u>Reconnection Charge if Service is Discontinued by Utility:</u>			\$30.00
<u>Reconnection Charge if Service is Discontinued by Customer:</u>			\$15.00
<u>Bills Due:</u>		On billing date	
<u>Bills Past Due:</u>		15 days after billing date	
<u>Billing Frequency:</u>		Shall be monthly for service in arrears	
<u>Finance Charges for Late Payment:</u>		1.0% per month will be applied to the unpaid balance of all bills still past due 25 days after billing date.	

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Issued in Accordance with Authority Granted by the North Carolina Utilities Commission in Docket No. W-1300, Sub 40, on this the \_\_\_\_ day of May, 2018.

**STATE OF NORTH CAROLINA  
UTILITIES COMMISSION  
RALEIGH**

DOCKET NO. W-1300, SUB 43

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

In the Matter of	
Application by Old North State Water Company, )	
LLC, 4700 Homewood Court, Suite 108, )	ORDER GRANTING
Raleigh, NC 27609, for a Certificate of Public )	FRANCHISE AND APPROVING
Convenience and Necessity to Provide Water )	RATES
Utility Service in Camberly Subdivision in Wake )	
County, North Carolina )	

BY THE COMMISSION: On November 13, 2017, Old North State Water Company, LLC (Old North State), filed an application seeking a certificate of public convenience and necessity to provide water utility service in Camberly Subdivision in Wake County, North Carolina, and approval of rates. Old North State proposes to charge its currently approved uniform water rates.

The Public Staff presented this matter at the Commission's Regular Staff Conference on May 14, 2018.

Based upon the verified application and the entire record in this matter, 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 eventually to serve 72 water customers in Camberly Subdivision. The service area is shown on plans filed with the application.
3. The North Carolina Department of Environmental Quality, Division of Water Resources (DWR), Public Water Supply Section, has issued a plan approval letter for Camberly Subdivision. The plans are approved under serial number 17-00403, dated August 18, 2017.

4. Old North State has entered into a Water Agreement with Camp Kanata Development, LLC (Developer), under which Developer is installing at Developer's cost the water production, storage, treatment, and distribution system. Old North State is requesting a meter installation fee of \$70. Old North State is requesting a connection fee of \$500 per single family residential equivalent (SFRE). Old North State is purchasing the water system for \$1,000 per SFRE from Developer, payable quarterly based upon the number of water service meters installed during the previous quarter.

5. Old North State has filed all exhibits required with the application.

6. Old North State has the technical, managerial, and financial capacity to provide water utility service in this franchise location.

7. The Public Staff has recommended that Old North State be required to post a \$10,000 bond for Camberly Subdivision. Old North State currently has \$600,000 of bonds posted with the Commission. Of this amount, \$420,000 of bond surety is assigned to specific subdivisions, and \$180,000 of bond surety is unassigned.

#### CONCLUSIONS

Based on the foregoing and the recommendations of the Public Staff, the Commission concludes that \$10,000 of Old North State's unassigned bond surety should be assigned to Camberly Subdivision; that the water utility franchise requested by Old North State in Camberly Subdivision should be granted; and that the requested rates should be approved.

IT IS, THEREFORE, ORDERED as follows:

1. That \$10,000 of Old North State's unassigned surety bond is assigned to Camberly Subdivision. The remaining unassigned bond surety shall be \$160,000 (a total of \$20,000 is being assigned concurrently in Docket Nos. W-1300, Sub 40 and Sub 43).

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

3. That the Schedule of Rates attached as Appendix B is approved for Old North State in Camberly Subdivision.

4. That Old North State is granted a Certificate of Public Convenience and Necessity to provide water utility service in Camberly Subdivision in Wake County, North Carolina.

5. That a meter installation fee of \$70 is approved for Camberly Subdivision.
6. That a \$500 connection fee per SFRE is approved for Camberly Subdivision.

ISSUED BY ORDER OF THE COMMISSION.

This the \_\_\_\_ day of May, 2018.

NORTH CAROLINA UTILITIES COMMISSION

M. Lynn Jarvis, Chief Clerk

**STATE OF NORTH CAROLINA  
UTILITIES COMMISSION  
RALEIGH**

DOCKET NO. W-1300, SUB 43

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

Camberly Subdivision

Wake 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 May, 2018.

NORTH CAROLINA UTILITIES COMMISSION

M. Lynn Jarvis, Chief Clerk



SCHEDULE OF RATES

for

OLD NORTH STATE WATER COMPANY, LLC

for providing water utility service in

Camberly Subdivision

Wake County, North Carolina

<u>Monthly Base Rate:</u>	\$	15.00	
<u>Water Usage Rate:</u>	\$	5.00/1,000 gallons	
<u>Connection Fee:</u>	\$	500.00	
<u>Meter Installation Fee:</u>	\$	70.00	
<u>New Account Fee:</u>	\$	20.00	
<u>Reconnection Charge if Service is Discontinued by Utility:</u>			\$30.00
<u>Reconnection Charge if Service is Discontinued by Customer:</u>			\$15.00
<u>Bills Due:</u>		On billing date	
<u>Bills Past Due:</u>		15 days after billing date	
<u>Billing Frequency:</u>		Shall be monthly for service in arrears	
<u>Finance Charges for Late Payment:</u>		1.0% per month will be applied to the unpaid balance of all bills still past due 25 days after billing date.	

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Issued in Accordance with Authority Granted by the North Carolina Utilities Commission in Docket No. W-1300, Sub 43, on this the \_\_\_\_ day of May, 2018.