

SANFORD LAW OFFICE, PLLC
Jo Anne Sanford, Attorney at Law

May 17, 2019

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

Via Electronic Filing

Re: Aqua North Carolina, Inc.
Docket No. W-218, Sub 497A
Response to Ordering Paragraph No. 24 of the North Carolina
Utilities Commission's General Rate Case Order of December 18,
2018

Dear Ms. Jarvis:

On December 18, 2018, the Commission entered an *Order Approving Partial Settlement Agreement and Stipulation, Granting Partial Rate Increase, and Requiring Customer Notice* ("2018 Rate Case Order") in Docket No. W-218, Sub 497. Ordering Paragraph No. 24 of the 2018 Rate Case Order provided as follows:

That Aqua NC shall prepare amendments to its tariffs detailing its connection/capacity fee practices and procedures on a subdivision-by-subdivision basis. Within 30 days following issuance of this Order, Aqua NC shall propose for Commission approval a proposed schedule in which it will include in its tariffs all connection fees included in its rates, as ordered by this ordering paragraph.

In compliance with Ordering Paragraph No. 24 of the 2018 Rate Case Order, Aqua hereby files amendments to the Schedule of Connection Fees which was attached as Appendix A-3 of the 2018 Rate Case Order. The amendments made by this filing to the Company's Schedule of Connection

Fees are tracked for ease of reference by the Commission, the Public Staff, and other parties to the Sub 497 case.

In addition, the following is a general description of Aqua's connection/capacity fee practices and procedures in compliance with the requirements of Ordering Paragraph No. 24:

Connection fees are established in contractual agreements between the Company and the developer. Typically, connection fees are used to recover costs associated with the physical installation of lateral connections to the utility system.

A capacity fee is a one-time fee that is charged for new, additional, or larger connections to Aqua's water and/or sewer utility systems. Capacity fees recover the costs associated with providing additional facility capacity to new users and existing users requiring additional capacity. Capacity fees are calculated on a per-system basis at the time of the request.

Reduced to its simplest form, the process of calculating capacity fees involves two steps: determining the cost of development-related capital improvements, and allocating those costs equitably to various types of development. However, the calculation of capacity fees can become complicated due to the many variables involved in defining the relationship between development and the need for facilities.

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

Sincerely,

Electronically Submitted

/s/Jo Anne Sanford

State Bar No. 6831

Attorney for Aqua North Carolina, Inc.

c: Parties of Record (Docket No. W-218, Sub 497)

VERIFICATION

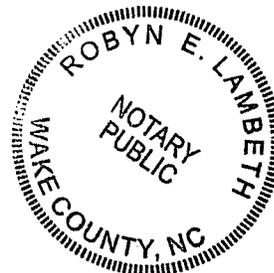
C. Ruffin Poole, being duly sworn, deposes and says that he is Director of Business Development for Aqua North Carolina, Inc.; that he is familiar with the facts set out in this *Response to Ordering Paragraph No. 24 of the North Carolina Utilities Commission's General Rate Case Order of December 18, 2018*, being filed in Docket No. W-218, Sub 497A; that he has read the foregoing Response and knows the contents thereof; and that the same is true of his knowledge except as to those matters stated therein on information and belief, and as to those he believes them to be true.

C. Ruffin Poole
C. Ruffin Poole

Sworn to and subscribed before me this
the 17th day of May 2019.

Robyn E. Lambeth
Robyn E. Lambeth
Notary Public

My Commission expires: May 13, 2021



AQUA NORTH CAROLINA, INC.

SCHEDULE OF CONNECTION FEES		
<u>SYSTEM NAME</u>	<u>CONNECTION FEE - WATER</u>	<u>CONNECTION FEE - SEWER</u>
Alan Acres	\$800.00	
Allendale	\$500.00	
Altice Estates	\$800.00	
Amy Acres	\$500.00	
Apple Grove	\$500.00	
Applegate	\$500.00	
Arbor Run	\$500.00	
Armfield, Phases 1A, 1B, 2, 3, 4, 5	\$500.00	
Ashe Plantation	\$725.00	
Ashebrook Woods	\$500.00	
Ashton Park	\$500.00	
Auburndale	\$500.00	
Autumn Acres	\$800.00	
Avendale		\$3,500.00
Avocet, Phases 1A, 1B, 1C, 1D, 1E, 2, 3, 4, 5	\$500.00	\$500.00
Bakersfield	\$500.00	
Ballard Farm	\$500.00	
Ballentine Place	\$500.00	
Balls Creek	\$800.00	
Barkwood Lane	\$1,200.00	
Bayberry	\$800.00	
Beacon Hill	\$500.00	
Beacon Hills	\$800.00	
Beau Rivage	\$969.00	\$822.00
Beau Rivage Market Place Shopping Center	\$1,000.00	
Beechwood Cove	\$500.00	
Belews Landing	\$500.00	
Bella Port		\$2,500.00
Bells Crossing, Phases 1, 2, 3, 4	\$1,000.00	
Bennett Place		\$1,000.00
Berklee Reserve	\$500.00	
Bethel Forest	\$500.00	
Betts Brook	\$500.00	
Beverly Acres	\$800.00	
Bexley Place	\$500.00	
Birkhaven	\$500.00	
Blue Water Cove	\$500.00	
Bogue Watch		\$2,500.00

Bonaire	\$500.00	
Brafford Farms	\$800.00	
Briar Creek	\$500.00	
Brickfield	\$400.00	
Bridgeport	\$800.00	
Bridle Wood	\$500.00	
Brights Creek	\$500.00	\$500.00
Brinley's Cove	\$500.00	
Brook Forest	\$800.00	
Buck Springs Plantation	\$1,000.00	
Carolina Marina	\$10,000.00	
Cameron Point	\$500.00	
Candy Creek	\$500.00	
Cane Bay	\$500.00	\$500.00
Cannonsgate		\$2,500.00
Canterbury Trails	\$500.00	
Capeside Village	\$750.00	\$1,000.00
Carmel Hills	\$800.00	
Carmel Park	\$800.00	
Cassimir Commons	\$750.00	\$1,000.00
Castle Bay	\$500.00	\$500.00
Castlewood	\$800.00	
Catawba Shores	\$800.00	
Cedar Chase	\$500.00	
Cedar Creek	\$500.00	
Cedar Grove	\$800.00	
Cedar Valley	\$800.00	
Chapelwood Acres	\$800.00	
Charles Place at Arbor Run	\$500.00	
Chatham	\$500.00	
Clarendon Gardens (includes main extension)	\$1,125.00	
Cliftwood West	\$800.00	
Clear Meadow	\$175.00	
Clubview Estates 1	\$800.00	
Collybrooke, Phases 1, 1A, 2	\$500.00	
Colvard Farms, Phase 9		\$500.00
Copperfield (Gaston)	\$800.00	
Coral Ridge	\$1,000.00	\$2,500.00
Country Acres	\$800.00	
Country Acres MHP	\$800.00	
Country Crossing, Phases I, II, and III	\$750.00	
Country Crossing, Phases IV and V	\$670.50	
Country Knolls	\$800.00	
Country Meadows	\$800.00	

Country Valley Ext (Lots 7G, 8G, 9G, 12E, 13E, 14E, 15E, 16E, 17F)		\$2,500.00
Country Woods	\$800.00	
Countryside	\$500.00	
Crabtree II	\$500.00	
Craig Gardens	\$800.00	
Creedmoor Village Shopping Center	\$500.00	
Creekside	\$500.00	
Creekside Shores	\$1,000.00	
Crestview (Rowan County)	\$500.00	
Crestview (Cabarrus County)	\$800.00	
Cross Creek	\$500.00	
Crutchfield Farms	\$500.00	
Dalewood/Monteray	\$800.00	
Deer Path	\$500.00	
Deerwood	\$500.00	
Dolphin Bay		\$1,000.00
Dorsett Downs	\$500.00	
Eagle Landing	\$500.00	
East Bank	\$750.00	\$1,000.00
East Chestnut	\$800.00	
East Gaston MHP	\$500.00	
Eastlake	\$850.00	\$1,000.00
Edgewood Acres I & II	\$800.00	
El Camino	\$800.00	
Emerald Plantation		Actual Cost
Enoch Turner	\$500.00	
Epes Trucking	\$500.00	
Estates at Meadow Ridge	\$500.00	
Ethan's Gate	\$500.00	
Ethan's Glen	\$500.00	
Fairfax	\$800.00	
Fairview Park	\$800.00	
Fairview Wooded Acres	\$800.00	
Falls Creek	\$500.00	
Fallscrest	\$800.00	
Farmwood	\$800.00	
Ferguson Village	\$500.00	
Fleetwood Acres I	\$800.00	
Fleetwood Falls and Fleetwood Falls, Sect 15	\$500.00	
Fontain Village	\$800.00	
Forest Acres	\$800.00	
Forest Cove	\$800.00	
Forest Pines	\$500.00	

Forest Ridge	\$500.00	
Fountain Trace	\$800.00	
Fox Fire	\$800.00	
Fox Ridge	\$800.00	
Fox Run (Gaston)	\$800.00	
Foxbury	\$500.00	
Foxbury Meadows	\$500.00	
Freemont Park	\$500.00	
Gallagher Trails	\$800.00	
Gates at Ethan's Glen	\$500.00	
Glennburn (Sub 385)	\$1,500.00	
Glencroft (Catawba)	\$500.00	
Governors Club		\$4,500.00
Governors Forest		\$4,500.00
Governors Village		\$4,500.00
Grayson Park	\$500.00	
Graystone Forest	\$500.00	\$350.00
Green Acres MHP	\$800.00	
Green Meadows	\$800.00	
Greenwood	\$500.00	
Hanover Downs	\$800.00	
Happy Valley	\$400.00	
Hartman Farms	\$500.00	
Hasentree, Phases 1-3, 4A, 4B, 4C, 5, 6A, 6B, 6C, 7, 8, 9, 10, 11, 15A, 15B, 15E		\$2,500.00
Heartwood	\$500.00	
Heather Acres	\$800.00	
Heather Glen	\$200.00	
Heritage Farms	\$500.00	
Heritage West	\$500.00	
Herman Acres	\$800.00	
Hickory Creek (Houses on Basswood Way Only)	\$500.00	
Hickory Ridge	\$500.00	
Hidden Creek	\$500.00	
Hidden Hills	\$500.00	
Hidden Valley (Chatham County)	\$500.00	
Hidden Valley (Catawba County)	\$800.00	
High Grove, Phase 3	\$500.00	
High Meadows	\$725.00	
Hillsboro	\$500.00	
Hilltop	\$500.00	
Holiday Hills	\$500.00	
Hollywood Acres	\$800.00	
Homestead-Catawba	\$500.00	

Hoyles Creek	\$500.00	
Huntcliff	\$500.00	
Hunters Mark	\$500.00	
Hunters Ridge	\$500.00	
Hunting Ridge	\$500.00	
Huntley Glen Townhomes, Phase 2	\$700.00	
Huntwood	\$500.00	
Idlewild Park	\$800.00	
Ingram Estates	\$500.00	
Inlet Point Harbor	\$750.00	\$1,000.00
Inlet Point Harbor Extension	\$1,000.00	
Inlet Watch	\$750.00	\$1,000.00
Inlet Watch-irrigation meters	\$300.00	
Interlaken	\$500.00	
Island Bridge Way	\$750.00	\$1,000.00
Jack's Landing	\$1,000.00	
Jamestowne	\$500.00	
Keltic Meadows	\$800.00	
Kendale Woods	\$940.00	
Kimberly Courts	\$500.00	
Kings Acres	\$500.00	
Knob Creek	\$500.00	
Knolls Phases I and II only	\$500.00	
Knollview	\$500.00	
Knollwood	\$1,500.00	
Knoxhaven	\$500.00	
Kynwood	\$500.00	
Lakeridge	\$500.00	
Lakewood	\$800.00	
Lamar Acres	\$800.00	
Lancer Acres	\$500.00	
Laurel Acres	\$500.00	
Laurel Woods	\$500.00	
Lazy S	\$250.00	
Lea Landing	\$1,000.00	\$2,500.00
Lennox Woods	\$500.00	
Lighthouse Village	\$750.00	\$1,000.00
Linville Oaks	\$500.00	
Little River Run	\$800.00	
Long Shoals	\$800.00	
Love Point	\$500.00	
Lynmore	\$800.00	
MacGregor Downs	\$800.00	
Magnolia Place	\$850.00	\$1,000.00

Magnolia Place, Ph 3 aka Magnolia Village	\$850.00	\$1,000.00
Magnolia Springs	\$800.00	
Mallard Crossing	\$500.00	
Mallardhead	\$500.00	
Maplecrest	\$800.00	
Mariners Pointe, Phase 1	\$450.00	
Mar-Lyn Forest	\$500.00	
Meadow Creek	\$500.00	
Meadow Ridge	\$500.00	
Meadow Run	\$500.00	
Meadowbrook	\$500.00	
Mill Creek Landing	\$1,000.00	
Mineral Springs	\$500.00	
Monticello Estates	\$500.00	
Montreaux fka Montrose	\$500.00	
Moorlands Reserve	\$1,333.00	
Moratuck Manor	\$1,000.00	
Morningside Park	\$800.00	
Morris Grove	\$500.00	
Morristown	\$1,000.00	
Moss Haven	\$800.00	
Mount Vernon Crossing, Phase 3	\$500.00	
Mountain Creek	\$500.00	
Mountain Point	\$350.00	
Mountainbrook	\$800.00	
Murray Hills	\$800.00	
Myrtlewood	\$800.00	
Nantucket Village	\$500.00	
Nautical Green	\$750.00	\$1,000.00
Neuse Colony	\$2,000.00	\$1,000.00
Neuse River Village	\$500.00	\$500.00
New Chartwell	\$500.00	
Normandy Glen	\$500.00	
Norwood Place	\$1,333.00	
Oak Harbor (excludes Knox Realty)	\$1,750.00	
Oak Hill	\$800.00	
Oakley Park	\$800.00	
Old Cape Cod	\$750.00	\$1,000.00
Old Providence	\$800.00	
Papillon, Ph 2	\$500.00	
Paradise Point	\$800.00	
Park South Station	\$700.00	
Parkway Crossing	\$700.00	
Parkwood	\$500.00	

Peabody Forest	\$500.00	
Pearman Estates	\$500.00	
Pepper Ridge	\$500.00	
Pheasant Ridge	\$500.00	
Phillips Landing	\$800.00	
Piedmont Estates	\$500.00	
Pilot's Ridge, Lots 22 through 29	\$1,000.00	
Pine Knolls	\$500.00	
Pine Meadows	\$500.00	
Pineview	\$500.00	
Pinewood Acres	\$800.00	
Pleasant Gardens	\$500.00	
Polk's Landing	\$500.00	
Polk's Trail	\$500.00	
Ponderosa	\$500.00	
Providence Acres	\$800.00	
Providence North	\$500.00	
Quail Meadows	\$500.00	
Quail Oaks	\$500.00	
Quail's Nest	\$500.00	
Raintree	\$800.00	
Red Mountain	\$500.00	
Regency Village	\$500.00	
Richwood Acres	\$500.00	
Ridgecrest	\$500.00	
Ridgeview Park	\$800.00	
Ridgeway Courts	\$500.00	
Ridgewood	\$500.00	
River Oaks (Guilford County)	\$500.00	
River Oaks (New Hanover County)	\$750.00	
River Oaks, Phase 8 (New Hanover County)	\$1,000.00	\$2,500.00
River Park	\$1,500.00	\$10.00/gpd of capacity
River Point at Beau Rivage	\$969.00	\$822.00
River Ridge Run	\$500.00	
River Run	\$500.00	
Riverside at Oak Ridge	\$500.00	
Riverton Place	\$800.00	
Riverview	\$500.00	
Riverwoods	\$800.00	
Robinfield	\$800.00	
Roland Place	\$750.00	\$1,000.00
Roland Place extension	\$1,000.00	
Rolling Hills	\$500.00	

Rolling Meadows	\$800.00	
Round Tree Ridge		\$2,500.00
Rustic Trials	\$800.00	
Saddlewood	\$800.00	
Sailors Lair	\$1,000.00	\$2,500.00
Sanford's Creek	\$500.00	
Seabreeze	\$750.00	\$1,000.00
Seabreeze Sound Extension	\$1,000.00	\$2,500.00
Seagate I	\$500.00	
Seagate IV	\$500.00	
Sedgley Abby	\$750.00	\$1,000.00
Shade Tree	\$500.00	
Shadow Oaks	\$500.00	
Shangri-la (Catawba)	\$375.00	
Shangri-la (Gaston)	\$800.00	
Shaw Hill Estates	\$500.00	
Sherwood Forest (Catawba County)	\$500.00	
Shiloh	\$500.00	
Shipwatch	\$750.00	\$1,000.00
Silverstone	\$800.00	
Skyland Drive	\$800.00	
Smoke Ridge	\$500.00	
Smokerise	\$500.00	
Snow Creek	\$500.00	
Sopanos Point	\$750.00	\$1,000.00
South Bourne	\$500.00	
South Forest	\$800.00	
South Fork (Catawba)	\$500.00	
South Fork (Gaston)	\$800.00	
South Hill	\$800.00	
South Hill Estates	\$800.00	
South Point Landing	\$800.00	
Southampton	\$800.00	
Southgate	\$800.00	
Southwood (Wake)	\$800.00	
Spencer Road Acres	\$800.00	
Spinnaker Bay	\$800.00	
Spinnaker Pointe	\$1,000.00	
Spring Hill/Springdale	\$800.00	
Spring Shores	\$800.00	
Spring Valley	\$800.00	
Springdale (Guilford)	\$500.00	
Springfield Estates	\$500.00	
Springhaven (Wake)	\$800.00	
Sprinkle	\$500.00	

Stanleystone Estates	\$1,000.00	
Starland Park	\$800.00	
Sterlingshire	\$500.00	
Stonehouse Acres	\$1,000.00	
Stonebridge	\$500.00	
Stoneridge	\$500.00	
Stoney Brook	\$800.00	
Sturbridge Village	\$500.00	
Summerfield Farms	\$500.00	
Summerwind	\$500.00	
Sunset Bay (3 digit lot #s on Roundstone Road)	\$2,500.00	
Sunset Hills	\$800.00	
Sunset Park	\$800.00	
Swiss Pine Lake	\$800.00	
Tablerock	\$800.00	
Telfair Forrest	\$750.00	\$1,000.00
The Cape, Section A	\$750.00	\$1,000.00
The Cape, Section B	\$750.00	\$1,000.00
The Gardens at Flowers	\$850.00	\$1,000.00
The Reserve at Falls Lake, Phase 1, 2, 3	\$500.00	
The Sanctuary	\$750.00	\$1,000.00
The Village at Motts Landing, Phase 1 & 2	\$1,000.00	
The Vineyards	\$500.00	
Thornton Ridge	\$400.00	
Tidelands on the River	\$1,000.00	
Timberlake	\$400.00	
Timberline	\$500.00	
Timberline Shores	\$1,000.00	
Tralee Place	\$1,000.00	
Triple Lakes	\$500.00	
Tuxedo	\$800.00	
Twelve Oaks	\$500.00	
Twelve Oaks Cadet Drive Extension	\$1,700.00	
Twin Creek	\$3,000.00	
Twin Oaks	\$500.00	
Valley Acres	\$500.00	
Valley Dale	\$500.00	
Village Woods	\$500.00	
Walker Estates	\$500.00	
Waterford		\$2,500.00
Watts	\$800.00	
Weatherstone	\$350.00	
Wellington	\$500.00	
Wesley Acres	\$800.00	
West View at River Oaks	\$1,000.00	\$2,500.00

Westfall – 100 foot wide lots (47 lots)		\$2,750.00
Westfall – 80 foot wide lots (60 lots)		\$2,565.00
Westfall – 60 foot wide lots (69 lots)		\$2,250.00
Westfall – Estate Lots (64 lots)		\$3,150.00
Westfall – Amenities		\$2,000.00
Westside Hills	\$500.00	
Willard Run/San Siro	\$500.00	
Willow Creek		\$500.00
Willow Glen at Beau Rivage	\$500.00	\$500.00
Willow Oaks	\$800.00	
Wilson Farm	\$500.00	
Wimbledon	\$1,500.00	
Winding Forest	\$500.00	
Windspray	\$750.00	\$1,000.00
Windswept, Phase 1	\$750.00	\$1,000.00
Windswept, Phase 2 & 3		\$500.00
Windwood Acres	\$800.00	
Woodbridge	\$500.00	
Woodford (Hawks Ridge)	\$500.00	
Woodlake	\$800.00	\$800.00
Woodlake – Irrigation Meter	\$300.00	
Woodland Hills	\$500.00	
Woodland Shores	\$1,000.00	
Woodlawn	\$800.00	
Woodleigh	\$800.00	
Wright Beaver	\$500.00	
Yorkwood Park	\$800.00	

CERTIFICATE OF SERVICE

I hereby certify that on this 17th day of May 2019, a copy of the foregoing *Response to Ordering Paragraph No. 24 of the North Carolina Utilities Commission's General Rate Case Order of December 18, 2018* has been duly served upon all parties of record in Docket No. W-218, Sub 497A by electronic service, addressed as shown below:

Elizabeth D. Culpepper, Staff Attorney
William E. Grantmyre, Staff Attorney
Megan Jost, Staff Attorney
Public Staff Legal Division
4326 Mail Service Center
Raleigh, NC 27699-4326
elizabeth.culpepper@psncuc.nc.gov
william.grantmyre@psncuc.nc.gov
megan.jost@psncuc.nc.gov

Margaret A. Force, Assistant Attorney General
Teresa L. Townsend, Special Deputy Attorney General
North Carolina Department of Justice
P.O. Box 629
Raleigh, NC 27602
pforce@ncdoj.gov
ttownsend@ncdoj.gov

Eric Galamb
12208 Glenlivet Way
Raleigh, NC 27613
egalamb@yahoo.com

Paula Chappell
NCDEQ, Public Water Supply
Parker Lincoln Building
1634 Mail Service Center
Raleigh, NC 27699
paula.chappell@ncdenr.gov

Electronically Submitted

/s/Jo Anne Sanford

sanford@sanfordlawoffice.com
Sanford Law Office, PLLC
Attorney for Aqua North Carolina, Inc.