

STATE OF NORTH CAROLINA
UTILITIES COMMISSION
RALEIGH

DOCKET NO. E-7, SUB 831
BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

In the Matter of
Application of Duke Energy Carolinas, LLC) NOTICE TO
For Approval of save-a-watt Approach,) CUSTOMERS OF
Energy Efficiency Rider and Portfolio of) CHANGE IN RATES
Energy Efficiency Programs)

NOTICE IS GIVEN that the North Carolina Utilities Commission entered an Order pursuant to G.S. 62.133.9 in Docket No. E-7, Sub 831 on May 8, 2009, after public hearings, approving implementation of a rate increase, including revenue-related taxes and regulatory fee, of 0.0382cents per kWh for Residential customers, 0.0068 cents per kWh for General Service customers, 0.0068 cents per kWh for Industrial customers and 0.0068 cents per kWh for Lighting customers. This is an increase of approximately \$9.8 million on an annual basis in the rates and charges paid by the retail customers of Duke Energy Carolinas, LLC (“Duke Energy Carolinas”) in North Carolina, effective for service rendered on and after June 1, 2009 (the “Effective Date”).

The rate increase was authorized by the Commission subject to a pending review of Duke Energy Carolinas’ demand-side management and energy efficiency incentive compensation mechanism and represents charges for energy efficiency programs only (the “Rate”) for the period beginning on the Effective Date until a final order is issued by the Commission on the compensation mechanism. Additional information on Duke Energy Carolinas’ energy efficiency programs for residential and nonresidential customers is available on the Company’s Web site, www.duke-energy.com.

All Industrial customers and all General Service customers with annual usage of 1,000,000 kWh or greater in the prior calendar year, under a single contract, that have their own energy efficiency programs, may elect not to participate in any utility-offered energy efficiency program by providing written notification to the utility during the annual enrollment period, which for 2009 means that the customer must make this election within sixty (60) days after receipt of this Notice. Customers that elect not to participate in the programs will not be subject to the Rate. Because the Rate is included in the energy charges of each rate schedule, the monthly bills for customers electing this option will be reduced by 0.0068 cents per kWh.

The monthly bill impact of this adjustment for the typical residential customer using 1000 kWh per month is 38 cents.

ISSUED BY ORDER OF THE COMMISSION.

This the 8th day of May 2009.

NORTH CAROLINA UTILITIES COMMISSION

