



To Duke Energy Customers in South Carolina

Pursuant to the provisions of South Carolina Code of Laws, Section 58-27-865, the Public Service Commission, after public notice, held a hearing on August 31, 2010, to review the fuel costs and fuel procurement practices of Duke Energy.

The Commission, in Docket No. 2010-3-E, approved an increase in the fuel expense component of the rates for the period October 2010 through September 2011 to 2.1070 cents per kilowatt-hour for residential customers, 2.0952 cents per kilowatt-hour for general service and lighting customers and 2.0878 cents per kilowatt-hour for industrial customers.

The increase is due to lower Duke Energy Carolinas projected fuel costs for the next twelve months and less over recovery of fuel costs than during the previous twelve months.

The adjustment to rates for the various classes, including revenue-related taxes and regulatory fee is as follows:

Residential	0.1423 cents/kWh
General Service and Lighting	0.1294 cents/kWh
Industrial	0.1240 cents/kWh

For a typical residential customer using 1000 kilowatt-hours per month, the bill will increase approximately \$1.42 cents.