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VIA ELECTRONIC FILING

Chief Clerk
North Carolina Utilities Commission
Dobbs Building
430 North Salisbury Street
Raleigh, North Carolina 27603-5918

Re: Docket No. G-5, Sub 569

Dear Chief Clerk:

Pursuant to North Carolina General Statute § 62-142 and Finding of Fact No. 14 of the Commission's Order on Annual Review of Gas Costs in Docket No. G-5, Sub 414, Public Service Company of North Carolina, Inc. ("PSNC") hereby submits for review and approval a Natural Gas Pipeline Construction and Transportation Agreement, dated July 28, 2016 ("Agreement"), between PSNC and Duke Energy Carolinas, LLC, ("DEC").

Under the Agreement, PSNC proposes to expand its natural gas pipeline system to increase its natural gas transportation capacity to provide long-term natural gas transportation and redelivery service to DEC's Cliffside Steam Station coal-fired electric power generation units in Cleveland and Rutherford County in order for DEC to utilize natural gas to co-fire such units. PSNC submits that the Agreement is in the public interest and respectfully requests that the Commission allow the Agreement to become effective as filed and authorize PSNC to provide natural gas service to DEC pursuant to the Agreement.

The Agreement is confidential in nature and a proprietary trade secret and, therefore, PSNC hereby designates it as such pursuant to N.C. Gen. Stat. § 132-1.2. The Agreement is filed separately under seal.

Should you have any questions, please do not hesitate to contact me. Thank you for your assistance.

Very truly yours,

/s/Mary Lynne Grigg

cc: Lawrence B. Somers, Esq.