

Duke Energy Carolinas, LLC  
Form FWP  
January 07, 2008

*Filed pursuant to Rule 433  
January 7, 2008*

*Relating to  
Preliminary Prospectus Supplement dated January 7, 2008 to  
Prospectus dated October 3, 2007  
Registration Statement No. 333-146483-03*

**Duke Energy Carolinas, LLC  
First and Refunding Mortgage Bonds,  
\$400,000,000 5.25% Series Due 2018  
\$500,000,000 6.00% Series Due 2038  
Pricing Term Sheet**

|                                 |  |  |
|---------------------------------|--|--|
| Issuer:                         | Duke Energy Carolinas, LLC   |  |
| Ratings (Moody s/ S&P):         | A2 / A   |  |
| Settlement:                     | January 10, 2008; T+3  |  |
| Interest Payment Dates:         | January 15 and July 15, commencing July 15, 2008   |  |
| Security Description:           | First and Refunding Mortgage Bonds,<br>5.25% Series Due 2018   | First and Refunding Mortgage Bonds,<br>6.00% Series Due 2038 |
| Principal Amount:               | \$400,000,000  | \$500,000,000  |
| Maturity:                       | January 15, 2018   | January 15, 2038   |
| Coupon:                         | 5.25%  | 6.00%  |
| Benchmark Treasury:             | 4.25% due November 15, 2017  | 4.75% due February 15, 2037                                  |
| Benchmark Treasury Yield:       | 3.844%   | 4.355%   |
| Spread to Benchmark             | +145 bp  | +165 bp  |
| Treasury:                       |  |  |
| Yield to Maturity:              | 5.294%   | 6.005%   |
| Initial Price to Public:        | 99.660% per Bond   | 99.930% per Bond   |
| Redemption Provisions:          |  |  |
| Make-Whole Call:                | +25 bp   | +30 bp   |
| CUSIP:                          | 26442CAC8  | 26442CAB0  |
| Joint Book-Running<br>Managers: | J.P. Morgan Securities Inc.<br>Wachovia Capital Markets, LLC   |  |
| Co-Managers:                    | Credit Suisse Securities (USA) LLC<br>Deutsche Bank Securities Inc.<br>Greenwich Capital Markets, Inc.<br>Lehman Brothers Inc. |  |

The issuer has filed a registration statement (including a prospectus) with the SEC for the offering to which this communication relates. Before you invest, you should read the prospectus in that registration statement and other documents the issuer has filed with the SEC for more complete information about the issuer and this offering. You may get these documents for free by visiting EDGAR on the SEC Web site at [www.sec.gov](http://www.sec.gov). Alternatively, the issuer, any underwriter or any dealer participating in the offering will arrange to send you the prospectus if you request it by calling J.P. Morgan Securities Inc. at 212-834-4533 or Wachovia Capital Markets, LLC at 1-800-326-5897.