

TENNESSEE REGULATORY AUTHORITY

Sara Kyle, Chairman
Eddie Roberson, Director
Pat Miller, Director
Ron Jones, Director



460 James Robertson Parkway
Nashville, Tennessee 37243-0505

March 26, 2007

HAND DELIVERY

Senator Mae Beavers
308 War Memorial Building
Nashville, TN 37243-0217

Representative Susan Lynn
215 War Memorial Building
Nashville, TN 37243-0157

RE: Your Letter of March 15, 2007 in Docket No. 05-00016

TRA, DOCKET ROOM
2007 MAR 27 AM 10:22
P. 770. 1.1

Dear Senator Beavers and Representative Lynn:

Thank you for the opportunity to meet with you both on March 21, 2007 to discuss your above-referenced letter and the action taken by the Tennessee Regulatory Authority ("TRA") in Docket No. 05-00016. As discussed, the TRA dismissed the complaint of King's Chapel Capacity, LLC based in part on the representation of John Powell that the complaint should be dismissed because it was resolved through the settlement agreement between King's Chapel Capacity, LLC and Tennessee Wastewater Systems, Inc. in TN Case No. 31074 in the Chancery Court for Williamson County, Tennessee.

During our discussion, we arrived at a course of action precipitated by Mr. Powell's failure to pursue the complaint in Docket No. 05-00016 before the TRA and by the requirements for reconsideration of the TRA's dismissal. The TRA will proceed to close Docket No. 05-00016 in accordance with its decision on March 12, 2007. Your letter of March 15, 2007 will be considered as a request to the TRA to commence an investigation by TRA staff regarding certain business practices of Tennessee Wastewater Systems, Inc., similar to those which were a part of the allegations in Docket No. 05-00016. Any information that you can provide to assist TRA staff in this investigation will be greatly appreciated. The TRA will inform you of the result of this investigation.

Thank you for bringing these matters to the attention of the TRA. Should you have any additional questions, please do not hesitate to contact me.

Very truly yours,

J. Richard Collier
General Counsel

c: Chairman Sara Kyle
Henry M. Walker, Esq.
Charles B. Welch, Jr., Esq.
John Powell
Docket No. 05-00016