

Shiloh Falls Utilities, Inc.

P. O. Box .1027

Savannah, Tennessee 38372-1027

(731) 925-8088 FAX (731) 926-2425

February 13, 2006

Ms. Darlene **Standley**, Chief
Utilities Division
Tennessee Regulatory Authority
460 James Robertson Parkway
Nashville, Tennessee 37243-0505

Re: Estimated Financial Security Costs
(Docket No. 05-00105)

Dear Ms. **Standley**:

Please be advised that we have reviewed our estimated costs of the financial security. In accordance with the requirements of the Public Necessity Rules, we will be providing an Irrevocable Letter of Credit to TRA before the required **deadline**. Based on our analysis, our cost of providing the security will be \$350.00. Also, we **will** not be passing this cost onto our customers through our customer rates.

If you have any questions or concerns regarding this information, please feel free to contact our office at (731) 925-4000.

Sincerely,

SHILOH FALLS UTILITIES,



Lisa S. Thomas, President

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