BEFORE THE TENNESSEE REGULATORY AUTHORITY

Nashville, Tennessee

IN RE:

APPLICATION OF COMMUNITY INITIATIVE FOR A CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY TO PROVIDE NATURAL GAS SERVICES IN CERTAIN AREAS OF MACON COUNTY, TENNESSEE (INCLUDING WITHIN THE CITY OF RED BOILING SPRINGS); TO APPROVE THE TRANSFER OF CERTAIN ASSETS AND CUSTOMERS OF RBS GAS UTILITY, INC.; TO APPROVE FRANCHISE FROM THE CITY OF RED BOILING SPRINGS; TO CONFIRM CANCELLATION OF SPECIAL CONTRACT OF RBS UTILITY, INC.; AND TO SET RATES AND APPROVE TARIFF

Docket No.: 06-00281

NOTICE

At its conference on February 5, 2007, the Tennessee Regulatory Authority (the "TRA") approved the Application of Community Initiative ("CI") for a certificate of public convenience and necessity ("CCN"), contingent on the City of Red Boiling Springs' granting a franchise to CI, among other things. At the time of the conference, final approval of a franchise ordinance – and thus the grant of the requisite franchise – was then pending before the City Council for Red Boiling Springs. However, the Council did not pass the franchise ordinance by the required vote, so the ordinance was not enacted and the franchise was not granted to CI.

Accordingly, CI hereby notifies the TRA that one of the contingencies of the TRA's approval of CI's Application (and the grant of the CCN) was not met, so CI is now not going forward with its Application or its acquisition of the operating assets of RBS Utility, Inc.

Respectfully submitted,

Jack W. Robinson, Jr., #11656

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ATTORNEY FOR COMMUNITY INITIATIVE

Robinson, Jr.

CERTIFICATE OF SERVICE

I hereby certify that I have served a copy of the foregoing document, together with the enclosures, upon the City of Red Boiling Springs, Tennessee, c/o Jon A. Wells, Esq., city attorney, 206 Court Square, P. O. Box 116, Lafayette, Tennessee 37083-0116; Macon County, Tennessee, c/o County Mayor Shelvy Linville, Room 201 Macon County Courthouse, Lafayette, Tennessee 37083; the City of Lafayette, Tennessee, c/o Jon A. Wells, Esq., city attorney, 206 Court Square, P. O. Box 116, Lafayette, Tennessee 37083-0116; the Consumer Advocate Division, Tennessee Attorney General's Office, Attn.: Timothy Phillips, Esq., Senior Counsel, 425 Fifth Avenue North, Nashville, Tennessee 37243-0491; J. Graham Matherne, Esq., attorney for Receiver of RBS Gas Utility, Inc., Wyatt, Tarrant & Combs LLP, Suite 1500, 2525 West End Avenue, Nashville, Tennessee 37203-1423; Robert M. Steele, Esq. and John A. Gupton III, Esq., attorney for Nestle Waters North America, Baker, Donelson, Bearman, Caldwell & Berkowitz, P.C., 211 Commerce Street, Suite 1000, Nashville, TN 37201, by depositing a copy of the same in the United States mail, first class mail, postage prepaid, this \{3\frac{1}{3}\text{th} day of March, 2007.}

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