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January 20, 2007

Hon. Sara Kyle, Chairman  
c/o Sharla Dillon, Docket Manager  
Tennessee Regulatory Authority  
460 James Robertson Parkway  
Nashville, Tennessee 37243-0505

**HAND DELIVERED**

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

Dear Chairman Kyle:

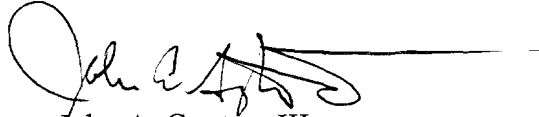
As attorney for Nestle Waters North America Inc., I wish to advise you that representatives of Nestle have met with representatives of Community Initiative, the Receiver for RBS Gas Utility, Inc. and the Consumer Advocate Division, Tennessee Attorney General's Office. As a result of those meetings, Nestle and Community Initiative have reached agreement as to the industrial rate which Community Initiative seeks approval from the Tennessee Regulatory Authority. Community Initiative has filed an amendment to its petition for rate approval which incorporates the rates to which Nestle and Community Initiative have agreed.

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Sincerely yours,

BAKER, DONELSON, BEARMAN,  
CALDWELL & BERKOWITZ, P.C.



John A. Gupton, III

cc: Jack W. Robinson, Jr., Attorney for Community Initiative  
J. Graham Matherne, Attorney for Receiver  
Jeanne Bryant, Receiver  
Dan McCormack, Consumer Advocate Division