

# TENNESSEE REGULATORY AUTHORITY

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



460 James Robertson Parkway  
Nashville, Tennessee 37243-0505

January 31, 2007

Mr. Charles B. Welch, Jr.  
Farris Mathews Branam Bobango Hellen & Dunlap PLC  
618 Church Street  
Nashville, Tennessee 37219

RE: Integrated Resource Management, Inc.'s Petition to Amend Certificate of Convenience and Necessity (Docket No. 07-00008)

Dear Mr. Welch:

Applicants for Certificates of Public Convenience and Necessity are required, by statute, to demonstrate their managerial, financial and technical abilities to provide the services for which they seek authority. To assist the Authority in its review of Integrated Resource Management Inc.'s ("IRM") amendment to its Certificate of Convenience and Necessity to provide wastewater utility services to the portion of Blount County, Tennessee known as Ashley Meadows Subdivision, you are requested to provide the following information:

1. An estimated timeframe for construction of the system including estimated date construction will begin and the date it is estimated to end.
2. The engineering and construction plans for the proposed area.
3. Please provide any estimates for growth for the first five years. Please include a breakdown of the class of customers served (residential, commercial, apartments, recreational, institutional, etc.).
4. Please provide the estimated amount of contributed capital to IRM once the system is transferred to IRM.
5. What is the size of the Ashley Meadows Subdivision? How many acres? Please provide specifically, where Ashley Meadows Subdivision is located?
6. A pro forma statement of the cost of operating the system and estimated revenues for the first five years.
7. An estimate of the maximum capacity of the system being installed in Ashley Meadows Subdivision.
8. The pre-filed testimony stated that there would be 22 residential customers; however, the tariff was submitted to include both commercial and residential properties. The tariff states that the residential rate of \$35.11 will apply unless the owner rents the unit to the public for any portion of the year and then the commercial rates will apply. Additionally, the tariff states that the commercial rate will be determined based upon total projected gallons per day. Who will determine, and how will it be determined to convert from residential to commercial status/rates? How will the projected gallons be determined? If the

home is occupied by the owner during a portion of the year, will that portion be billed as residential?

It is requested that this information be provided no later than 2:00 P.M. Thursday, February 8, 2007 and that you reference Docket No. 07-00008 on the response. In accordance with TRA rules submit either (1) thirteen (13) written copies of your response or (2) four (4) written copies and an electronic version.

Should you have any questions regarding this request, please contact Patsy Fulton at 615-741-2904 ext. 193.

Sincerely,

*Dan/1 Feb For Darlene Standley*

Darlene Standley, Chief  
Utilities Division

C: Docket File