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August 8, 2007

Chairman Eddie Roberson
Tennessee Regulatory Authority
460 James Robertson Parkway
Nashville, Tennessee 37243-0505

VIA ELECTRONIC DELIVERY

filed electronically in docket office on 08/08/07

Re: Data Responses for King's Chapel Capacity, LLC in Docket No. 07-00062—Reserve/Escrow Requirement Pursuant to Tenn. Comp. R. & Regs. 1220-4-13-.07(8).

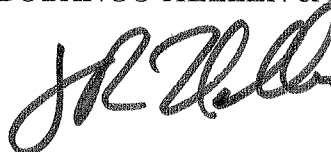
Dear Chairman Roberson:

Please find the Data Responses for King's Chapel Capacity, LLC in the referenced docket enclosed herewith.

Thank you for your assistance regarding this matter. If we can be of further assistance, please do not hesitate to contact us.

Very truly yours,

FARRIS MATHEWS BRANAN
BOBANGO HELLEN & DUNLAP, PLC



Jamie R. Hollin

Enclosure

1. Please complete the following table for the composite collection and treatment systems owned by your Company.¹

Average Service Life - Expected service life in years that the Company uses to calculate depreciation for each category of plant in service as reflected in the annual report filed with the Authority.

Remaining Service Life - The weighted average remaining service life of the collection system plant and the treatment system plant whose individual components may have a different remaining service life based on the year the component was placed into service.²

Original Cost - The total booked cost of all components associated with the system.

Other Systems - Other plant accounts maintained by the Company that are not part of either the Collection System or Treatment System.

	Average Service Life (Yrs.)	Remaining Service Life (Yrs.)	Original Cost (\$)
Collection System			
Treatment System			
Other Systems			

Example

ABC Utility has a collection system comprised of 3 components. Each component in that plant account has an average service life of 50 years. Component 1 with original cost of \$50,000 has just been placed in service. Component 2 with an original cost of \$100,000 has been in service 2 years. And Component 3 with an original cost of \$75,000 has been in service 5 years. Weighted average remaining service life of the collection system is calculated as follows:

$$((\$50,000 * 50 \text{ yrs.}) + (\$100,000 * 48 \text{ yrs.}) + (\$75,000 * 45 \text{ yrs.})) / \$225,000 = \mathbf{47.4 \text{ years}}$$

This information is entered into the table as follows:

¹ Information regarding service life and original total booked cost should be provided only for those systems that are completed and currently serving customers. Information requested is for total company, not by separate wastewater system territories.

² See example provided.

	Average Service Life (Yrs.)	Remaining Service Life (Yrs.)	Original Cost (\$)
Collection System	50	47.4	\$225,000

Company Response:

	Average Service Life	Remaining Service Life (Yrs.)	Original Cost (\$)
Collection System	50	49	\$171,854
Treatment System	24	23	\$250,000
Other Systems	50	49	\$15,410

2. Please complete the table below showing the total³ number of residential wastewater customers at the points in time as indicated.

	Total Currently Served	Total Projected 12/31/07	Total Projected 12/31/08	Total Projected 12/31/09	Maximum Projected To Serve With Existing Systems
Number of Residential Customers					

Company Response:

	Total Currently Served	Total Projected 12/31/07	Total Projected 12/31/08	Total Projected 12/31/09	Maximum Projected To Serve With Existing Systems
Number of Residential Customers	21	50	100	150	218

³ Number of customers is for the total company, not each separate wastewater system territory.

3. If the Company's tariff contains a commercial rate, does that commercial rate include an escrow amount for capital plant replacement?

Company Response:

The Company's tariff does not include a commercial rate.

4. If the answer above is yes:
- (a) What is the monthly escrow amount?
 - (b) How was this amount determined?
 - (c) For what purpose can the escrow funds be used?
 - (d) Are the escrow funds segregated into a separate account for reporting purposes?

Company Response:

Not applicable. The Company's tariff does not include a commercial rate.

5. How many total commercial customers does the Company have?

Company Response:

The Company has no commercial customers.