

**TENNESSEE REGULATORY AUTHORITY**

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**T.R.A. DOCKET ROOM**

460 James Robertson Parkway  
Nashville, Tennessee 37243-0505

December 6, 2007

Donald L. Scholes, Esq.  
Branstetter, Stranch & Jennings, PLLC  
227 Second Avenue, North, Fourth Floor  
Nashville, TN 37201

Re: Docket 07-00167 - Petition of Lynwood Utility Corporation to Approve  
Alternative Form of Financial Security under Rule 1220-4-13-.07

Dear Mr. Scholes:

To assist the Authority in its review of the above captioned matter, please respond to the following:

In Docket No. 07-00263, Lynwood seeks approval of a loan in an amount not to exceed \$1 million and a working capital line of credit not to exceed \$250,000 from Tennessee Commerce Bank. During discussions with bank representatives, did Lynwood inquire whether Tennessee Commerce Bank would be willing to issue a letter of credit for \$467,000, the amount of security needed to satisfy TRA Rule 1220-4-13-.07(2)? If so, what was the bank's response?

It is requested that you provide response no later than 2:00 P.M. on Friday, December 14, 2007 and reference Docket No. 07-00167. Pursuant to TRA Rule 1220-1-1-.03(4), please submit either (a) the original and thirteen (13) copies or (b) four (4) written copies and an electronic version. Should you have any questions regarding this request, please contact Pat Murphy at (615) 741-2904 (extension 178) before responding.

Sincerely,

Darlene Standley  
Chief of Utilities Division

C: Docket File