KING'S CHAPEL CAPACITY

Providing Superior Wastewater Service to Tennessee

TRA COUNTY ROUM

December 15, 2008

VIA HAND DELIVERY

Mr. Tre Hargett, Chairman Tennessee Regulatory Authority 460 James Robertson Parkway Nashville, Tennessee 37219

Re: Petition of King's Chapel Capacity for Exemption from Financial Security as Required by the TRA's Wastewater Regulations (Docket 08-00069).

Customer Notice.

Dear Chairman Hargett:

Attached is a copy of the notice that was mailed to each of the 54 customers of King's Chapel Capacity ("KCC"). As mentioned in our filing letter of September 24th, KCC respectfully requests a waiver of the TRA rules regarding publication of notice in a local newspaper for this tariff change. This waiver allows KCC to insure that notice is received by all of its customers at a lower cost than would be available through a published newspaper notice.

Thank you for your assistance in this matter.

Sincerely,

John Powell President

Enclosure

1413 Plymouth Drive, Brentwood, TN 37027 Phone: 615-395-0001 Fax: 615-370-3095

KINGS' CHAPEL CAPACITY

Providing Superior Wastewater Service to Tennessee

December 11, 2008

To Customers of Kings' Chapel Capacity

On September 24th, 2008 Kings' Chapel Capacity filed a petition and revised tariffs with the Tennessee Regulatory Authority to recover its bonding costs for wastewater service imposed upon it by the Williamson County Planning Commission. Until now, these bonding costs have been largely subsidized by the developer of Kings' Chapel Subdivision. The developer has now asked Kings' Chapel Capacity to assume the responsibility for these bonding costs.

The tariffs filed by Kings' Chapel Capacity will cause the bond rate component of your monthly bill to increase from \$6.31 to \$21.06. This increase is designed to represent only the actual cost of bond funding, with any over- or under-collection of actual bond costs to be trued-up on an annual basis.

The Tennessee Regulatory Authority has now scheduled a hearing to consider the petition of Kings' Chapel Capacity on December 15th at the TRA's offices at 460 James Robertson Parkway, Nashville, Tennessee. If you have any questions about this change, please let me know, or you can contact the TRA at 1-800-342-8359.

Sincerely,

John Powell President

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