

December 15, 2008

electronically filed 12/16/08

Mrs. Darlene Standley, Chief Utilities Division Tennessee Regulatory Authority 460 James Robertson Parkway Nashville, TN 37243-0505

RE: Docket # 08-00202 – Petition of Tennessee Wastewater Systems, Inc. for Approval to Amend its Rates and Charges - Data Response

Dear Mrs. Standley:

Tennessee Wastewater Systems, Inc. (TWSI) provides the following information per your request dated November 21, 2008.

1. Provide a Balance Sheet for the test period.

Response: See Attachment "A".

(*Note: the information contained on this chart is proprietary.*)

2. Provide a copy of TWS's General Ledger (in electronic format if possible) at December 2007 and September 2008.

Response: See Attachment "B" for the General Ledgers for the requested times. (*Note: the information contained on this chart is proprietary.*)

3. Provide a copy of TWS's General Ledger (in electronic format if possible) at December 2007 and September 2008 for each of the affiliated companies that allocate costs to TWS.

Response: See Attachment "C" for the General Ledgers for the requested times of Adenus Group and Adenus Utilities Group.

(Note: the information contained on this chart is proprietary.)

4. Provide a current chart of accounts for TWS.

Response: See Attachment "D".

5. Provide a copy of <u>all</u> contracts between TWS and its affiliated companies <u>and</u> between TWS and any non-affiliated company.



Response: See Attachment "E".

(*Note: the information contained in this attachment is proprietary.*)

6. How many total customers are currently provided wastewater services in Virginia, in Alabama, in Georgia and in Tennessee?

Response: As of the November 1<sup>st</sup> billing cycle, Tennessee Wastewater has 1,768 customers, Alabama Wastewater has 334 customers, and Georgia Wastewater has 82 customers. We do not serve any customers in Virginia.

7. Provide the total customer count in each state, by month, for 2007 and the first nine (9) months of 2008.

#### Response:

Response:				1
Date	AL Wastewater	<b>GA Wastewater</b>	TN Wastewater	Virginia
Jan 2007	77	17	1324	N/A
Feb 2007	91	21	1348	N/A
Mar 2007	105	22	1379	N/A
Apr 2007	117	24	1400	N/A
May 2007	129	26	1417	N/A
Jun 2007	143	29	1433	N/A
Jul 2007	156	33	1463	N/A
Aug 2007	166	37	1490	N/A
Sep 2007	174	44	1524	N/A
Oct 2007	193	50	1560	N/A
Nov 2007	214	54	1589	N/A
Dec 2007	229	57	1600	N/A
Jan 2008	246	62	1627	N/A
Feb 2008	250	67	1634	N/A
Mar 2008	260	68	1644	N/A
Apr 2008	266	71	1646	N/A
May 2008	278	74	1655	N/A
Jun 2008	286	75	1660	N/A
Jul 2008	289	75	1677	N/A
Aug 2008	306	76	1717	N/A

8. How many total customers are expected to be added in Saddle Ridge (Monroe County) by the end of the attrition period?

Response: We do not anticipate any customers to be added in Saddle Ridge by the end of the attrition period.



9. Provide a schedule showing the calculation of the increase in annual revenue of \$349,485, as requested in your petition. Use the following format and the Company's numbers:

Attrition Period Revenue at Current Rates

Less: Attrition Period Operating Expenses

Equals: Attrition Period Net Operating Income at Current Rates

Times: Revenue Conversion Factor
Equals: Additional Revenue Requirement

Response: \$805,512.37 Attrition Period Revenue at Current Rates

Times: 1.608171163 Revenue Conversion Factor

Equals: \$(334,976.87)

(NOTE: Due to our company not utilizing the traditional rate of return calculation off of a rate base and the lack of comparable cases in Tennessee, a ruling from Kentucky on a similarly structured wastewater company was referenced when determining our revenue requirement. This equation took into account several factors that the preceding format did not, such as operating ratio.)

10. Please explain the type of revenue and expenses booked to the following accounts:

536.3	Operations & Maintenance
536.4	Billing & Collections
536	Other Wastewater Revenues – Other
421.3	Utility Fee
421.5	Developer Income
421	Nonutility Income – Other
736.01	Sign-up Costs
765	Regulatory Commission Exp. – Other
426.3	Miscellaneous

#### Response:

Operations & Maintenance: is the portion of the sewer payment received that

is attributable to operation and maintenance work.

Billing & Collections: is the portion of the sewer payment received that is

attributable to postage, statement expense, billing software licensing, and

administrative expense.



536	Other Wastewater Revenues – Other: should have been included under 536.1 – Access Fees
421.3	Utility Fee: is charged to the developer to cover project-related expenses that occur prior to a customer signing up for service. (This should have been classified as 421.5 – Developer Income)
421.5	Developer Income: is the same as 421.3 above
421	Nonutility Income – Other: was an accounting adjustment to correct a prior year's entry.
736.01	Sign-up Costs: were related to invoiced charges associated with East Montgomery Utility District signing up Southridge customers for sewer when they sign up for water.
765	Regulatory Commission Exp. – Other: was a fee paid to Nashville Court Reporters for a transcript of a TRA proceeding.
426.3	Miscellaneous: was a journal entry made in error that was corrected. The approximately \$100 remaining consists of parking and photocopying expense.

#### 11. Describe TWS' budgeting process.

Response: The 2008 Budget process for TWSI was estimated by each general ledger account. The revenues were comprised of non regulated revenues and regulated revenues that were projected based on an estimated customer base. Expenses were estimated based on 2007 historical information with economic adjustments. These revenues and expenses were generated on a monthly basis for the calendar fiscal year 2008.

12. Please provide all documentation supporting, justifying or utilized to calculate the amounts on Exhibits 1-A, 2-A, 2-B, 2-C, 3-A, 4-A, 6-A and 6-B. If available, please provide this in electronic format.

Response: Exhibit 1-A was generated using the P&L statement from the test period. The adjustments made to the P&L are explained on a case-by-case basis in the working papers. Exhibit 2-A was generated using the test period expenses found in Exhibit 1-A and projected revenues found in Exhibit 6-A. Adjustments made to Exhibit 2-A are explained on a case-by-case basis in the working papers. Exhibit 2-B was generated in an attempt to clarify the calculation process used to determine the attrition totals on accounts 408.3 and 409. Exhibit 2-C was generated using attrition period regional customer projection data found in Exhibit 6-A to show the projected monthly Contract Maintenance expense found in account 736.2. The base expense numbers found in Exhibit 3-A were derived from the 2008 plan from Adenus Utilities Group. The base expense numbers found in Exhibit 4-A were derived from the 2008 plan from Adenus Group. Exhibits 6-A and 6-B are essentially built the same way with the exception of the rates being charged in the attrition period. The test period customer totals used to build Exhibits 6-A and 6-B were derived from records spreadsheets found in Attachment "F".



13. Refer to Exhibit 6-A to the testimony of Matt Pickney. Please explain the initials "RSF" and "DCP".

Response: RSF is shorthand for Recirculating Sand Filter, the predominant treatment technology utilized by TWSI. DCP is shorthand for Deep Cell Pond, the second most popular treatment technology utilized by TWSI.

14. Please explain TWS' rationale for excluding the \$800 access fee per lot that is paid by developers from TWS' reported regulated revenue.

Response: TWS excluded the \$800 fee from TWS' reported regulated revenue because this revenue is not from the sale of regulated services and because all expenses relating to this fee have also been excluded from regulated operations. The \$800 fee is a fee paid by the developer to cover the cost of project-related expenses that are incurred during the construction of the wastewater system. These costs are incurred prior to a customer being connected to the system. Since these costs do not directly relate to the customers we serve, it is appropriate that the revenues and expenses not be included with our regulated fee structure. This is not a fee to provide wastewater service to retail customers and is not encompassed in the provisions of our tariff. No expenses or revenues related to this fee are included in this rate case.

15. Provide the dollar amount of access fees paid by developers to TWS for each month from January 2007 through September 2008.

Response: (Note: the information contained in this response is proprietary and can be found on Proprietary Page "A".)

16. Please identify the expenses paid out of the collected access fees by expense type, amount and account number for each month from January 2007 through September 2008. Have these expense amounts been removed from the test period expenses as shown on Exhibit 1-A?

Response: While the question refers to "access fees paid", a more appropriate terminology is "developer income" as explained in response to Question 14.

Developer income collected from East Tennessee projects typically is paid back to SEE to cover construction-related utility costs. In Middle Tennessee, the project-related expenses were incurred by Adenus Solutions Group but were not charged to the utility. This provided a subsidy to the utility. These expenses are not operational expenses and therefore are not included in the test period.

17. Provide the total wastewater revenue amount collected in Virginia, in Georgia, in Alabama, and in Tennessee by month for 2007 and the first nine (9) months of 2008.



Response: (Note: the information contained in this response is proprietary and can be found on Proprietary Page "A".)

18. Provide a schedule itemizing rate case expense by vendor for this rate case.

Response: Rate case expense consists of only one vendor – Boult, Cummings, Conners & Berry for legal expense.

19. Explain TWS' rationale for including the rate case expense associated with Docket No. 0600259 in this rate case.

Response: The expenses incurred as a result of the lengthy regulatory process associated with settling Docket 0600259 were significant and must be passed on to the customers. That Docket was initiated for the purpose of reclassifying a large number of overnight rental properties as commercial customers rather than residential customers. This resolved a discrimination problem between similarly situated customers and was a necessary prerequisite to the filing of this rate case. While the expenses for that Docket took place during the test period, the expense was captured and amortized over a four year horizon to lessen the expense impact on this rate case.

20. Please explain the calculation of the estimated \$4,299 letter of credit fees for the attrition period (account 775.11).

Response: As explained in the working papers, the \$4,299 was based on an estimate by Charles Pickney for the attrition period based on the elimination of the pass-through costs associated with the letter of credit fee requirements by Williamson County.

21. If letter of credit fees are included as an expense, why are the corresponding bond fee revenues not recorded for the attrition period?

Response: The 38 cent per customer bonding rate is included in the test period revenues as well as the attrition period numbers.

22. Please explain the derivation of the percentages and per customer monthly maintenance fees (Exhibit 2-C) used to calculate the attrition period contract maintenance amount shown on Exhibit 2-A (account 736.2).

Response: Calculation of the maintenance fees is based on the cost to provide certain services as established in the 1999 Rate Case. TWSI's Contract Maintenance provider in Middle Tennessee provides a different set of services than TWSI's Contract Maintenance provider in East Tennessee, and therefore is paid a different rate per customer served. The commercial percentage is based on the percentage that maintenance makes up of the standard residential bill.

Fax: 615.220.7209



23. Please explain the expected benefit to customers for the \$116,045 projected increase in contract maintenance from the test period to the attrition period.

Response: While we project a \$116,045 increase in contract maintenance revenues from the test to attrition periods, the increase is due to customer base growth and not an increase in the per customer rate being charged for maintenance service.

24. Please explain the contractual profit sharing arrangement between TWS and Southeast Environmental Engineering. Provide a copy of the contractual agreement.

Response: (Note: the information contained in this response is proprietary and can be found in Proprietary Page "B".)

25. Provide a breakdown of the actual test period contractual profit sharing expense by month.

Response: Contractual profit sharing is paid to SEE based on end of the year performance results, as referenced in response to question #24.

26. Provide a schedule showing the calculation of the projected attrition period expense for contractual profit sharing expense, which the Company states is based on customer growth (Comment ID Attrition05).

Response: (NOTE: While contractual profit sharing is paid out annually, it can be budgeted monthly as the following schedule shows)

Date	Amount
Apr 2008	\$2,056.23
May 2008	\$2,056.23
Jun 2008	\$2,056.23
Jul 2008	\$2,056.23
Aug 2008	\$2,056.23
Sep 2008	\$2,056.23
Oct 2008	\$2,056.23
Nov 2008	\$2,056.23
Dec 2008	\$2,056.23
Jan 2009	\$2,056.23
Feb 2009	\$2,056.23
Mar 2009	\$2,056.23



27. Refer to Company Exhibit 2-A, please explain or provide the calculation of the \$44,333.07 used to calculate the \$31,209.03 adjustment to account 731 (Contractual Svc. – Professional). See cell I37 in your Excel spreadsheet.

Response: This was the actual average of expenses incurred in 2006 and 2007 less \$52.094.14 of the Boult & Cummings invoice 22433 for the East TN Commercial Conversion (Docket 06-00259). We also added an estimate of ASG/Pickney Bros. payments for professional services here, as well.

28. Please explain the types of expenses incurred by SEE that are reimbursed from Sewer Access Fees. Provide the Company's basis for the \$31,617 projected expense for the attrition period.

Per our contract with SEE all Access Fees collected in East Tennessee will be paid out to SEE. Access Fees collected help to offset expenses such as Testing and Reporting, line marking, electricity costs, vegetation control and maintenance expenses that are ongoing even though a small number of homes in the subdivision are hooked up and paying sewer fees. Per TWSI's agreement with SEE, all of these expenses are paid directly by SEE for systems in their service area. The \$31,617 is simply the projected amount that we are obligated to pay SEE.

29. Provide schedules showing the depreciation expense and amortization expense separately by month by account # and/or plant account for the test period. Refer to your 2007 annual report, schedules F-3 and F-5.

The only items for which the company has depreciable expenses are office furniture and a computer. The depreciation amount for those assets is \$231.57 per month.

30. Provide a breakdown of the \$28,272 expense booked to account 408.3 between franchise tax and excise tax.

Response: The \$28,272 was based on an estimated payment for F/E tax through the 3<sup>rd</sup> quarter 2007. The 2007 Franchise & Excise Tax Return shows that TWSI owed \$43,153 in Franchise Tax and \$0 in Excise Tax due to posting a loss.

- 31. Provide copies of the following tax returns (state and federal) for the most recent three (3) tax years for TWS and/or the parent company:
  - a. Tennessee Gross Receipts Tax Returns
  - b. Tennessee Franchise and Excise Tax Returns
  - c. Property tax statement Tennessee Ad Valorem Tax Report
  - d. Employer's Quarterly Federal Tax Returns (Form 941)



Response: See Attachment "G"

Should you have further questions, please let us know.

Sincerely,

Matt Pickney

Operations Manager TN Wastewater

615.220.7202

#### Attachment "A"

#### Attachment "B"

#### Attachment "C"

# Tennessee Wastewater Systems, Inc. Account Listing December 5, 2008

Attachment "D"

Tennessee Wastewater Systems Inc. Chart of Accounts

Account	Туре	Description	Accnt. #	Tax Line
131 · Cash	Bank		131	B/S-Assets: Cash
131 · Cash:131.1 · AmSouth - CD	Bank	AmSouth CD	131.1	B/S-Assets: Cash
131 · Cash:131.5 · Pinnacle Escrow(010294705)	Bank		131.5	<unassigned></unassigned>
131 · Cash:131.7 · Pinnacle Checking	Bank		131.7	<unassigned></unassigned>
131 · Cash:131.9 · Pinnacle Deposits (010293901)	Bank		131.9	B/S-Assets: Cash
141 · Customer A/R	Accounts Receivable		141	<unassigned></unassigned>
141 · Customer A/R:141.1 · Sewer Service	Accounts Receivable		141.1	B/S-Assets: Accts. Rec. and trade notes.
141 · Customer A/R:141.2 · Customer Deposits	Accounts Receivable		141.2	B/S-Assets: Accts. Rec. and trade notes.
141 · Customer A/R:141.4 · Miscellaneous	Accounts Receivable		141.4	B/S-Assets: Accts. Rec. and trade notes.
141.3 · Access Fees	Accounts Receivable		141.3	B/S-Assets: Accts. Rec. and trade notes.
12100 · Inventory Asset	Other Current Asset	Costs of inventory purchased for resale	12100	<unassigned></unassigned>
1499 · Undeposited Funds	Other Current Asset		1499	<unassigned></unassigned>
174 · Misc. Current and Accrued Asset	Other Current Asset		174	B/S-Assets: Other current assets
174 · Misc. Current and Accrued Asset:174.1 · Receivable from Developer	Other Current Asset		174.1	B/S-Assets: Other assets
174 · Misc. Current and Accrued Asset:174.3 · Undeposited Funds	Other Current Asset		174.3	B/S-Assets: Other current assets
174.4 · East TN Access Fees	Other Current Asset		174.4	B/S-Assets: Other current assets
101 ⋅ Utility Plant in Service	Fixed Asset		101	B/S-Assets: Buildings/oth. depr. assets
101 ⋅ Utility Plant in Service:353 ⋅ Land	Fixed Asset		353	<unassigned></unassigned>
101 · Utility Plant in Service:360 · Collection Sewers-Force	Fixed Asset		360	B/S-Assets: Buildings/oth. depr. assets
101 · Utility Plant in Service:361 · Collection Sewers-Gravity	Fixed Asset		361	<unassigned></unassigned>
101 · Utility Plant in Service:380 · Treatment and Disposal Equip	Fixed Asset		380	<unassigned></unassigned>
101 - Orling Plant in Service 390 - Orlice Furniture & Misc. Equip	Fixed Asset		390	B/S-Assets: Buildings/oth, depr. assets
108.1 · Accum Deprec · Faulin	Fixed Asset		108 1	B/S-Assets: Buildings/oth depr. assets
231 · Accounts Payable	Accounts Payable		231	<unassigned></unassigned>
235 · Sewer Deposits (New Service)	Other Current Liability		235	<unassigned></unassigned>
241 · Misc. Current & Accrued Liab.	Other Current Liability		241	B/S-Liabs/Eq.: Other current liabilities
241 · Misc. Current & Accrued Liab.:241.1 · Payroll Liabilities	Other Current Liability		241.1	B/S-Liabs/Eq.: Other current liabilities
241 · Misc. Current & Accrued Liab.:241.2 · Non-Revenue Receipts due Others	Other Current Liability	Pass through receipts	241.2	B/S-Liabs/Eq.: Other current liabilities
241 · Misc. Current & Accrued Liab.:241.6 · Accrued Interest Payable	Other Current Liability		241.6	B/S-Liabs/Eq.: Other current liabilities
241 · Misc. Current & Accrued Liab.:241.7 · Accrued Purchases	Other Current Liability		241.7	B/S-Liabs/Eq.: Other current liabilities
242 · Intercompany Liabilities	Other Current Liability		242	B/S-Liabs/Eq.: Other current liabilities
242 · Intercompany Liabilities:242.1 · Intercompany-Adenus Group	Other Current Liability		242.1	B/S-Liabs/Eq.: Other current liabilities
242 · Intercompany Liabilities:242.2 · Intercompany-Adenus Utilities	Other Current Liability		242.2	B/S-Liabs/Eq.: Other current liabilities
242 · Intercompany Liabilities:242.3 · Intercompany-Adenus Solutions	Other Current Liability		242.3	B/S-Liabs/Eq.: Other current liabilities
242 · Intercompany Liabilities:242.5 · Intercompany-Adenus Operations	Other Current Liability		242.5	B/S-Liabs/Eq.: Other current liabilities
242 · Intercompany Liabilities:242.9 · Intercompany Cash	Other Current Liability		242.9	<unassigned></unassigned>
232 · Notes Payable	Long Term Liability		232	B/S-Liabs/Eq.: L-T Mortgage/note/bonds pay.
232 · Notes Payable:232.1 · Prime Trust Loan	Long Term Liability	Tims Ford - 770	232.1	B/S-Liabs/Eq.: L-T Mortgage/note/bonds pay.
232 · Notes Payable:232.2 · Start-Up Loan from Pickney	Long Term Liability		232.2	B/S-Liabs/Eq.: L-T Mortgage/note/bonds pay.
265 · Misc. Operating Reserves	Long Term Liability		265	B/S-Liabs/Eq.: L-T Mortgage/note/bonds pay.
265 · Misc. Operating Reserves:265.1 · Inspection Costs	Long Term Liability		265.1	B/S-Liabs/Eq.: L-T Mortgage/note/bonds pay.
265 · Misc. Operating Reserves:265.2 · Sewer Sys/Comp Repl - Post 2006	Long Term Liability		265.2	B/S-Liabs/Eq.: L-T Mortgage/note/bonds pay.
201 · Common Stock	Equity	Capital Stock	201	<unassigned></unassigned>
215 · Retained Earnings	Equity	Retained Earnings	215	<unassigned></unassigned>
271 · Cont. in Aid of Construction	Equity		271	<unassigned></unassigned>
272 - Accum. Amort. on CIAC	Equity		272	<unassigned></unassigned>

# Tennessee Wastewater Systems, Inc. Account Listing December 5, 2008

Account	Туре	Description	Accnt. #	Tax Line
400 · Operating Revenues	Income		400	<unassigned></unassigned>
400 · Operating Revenues:521 · Flat Rate Revenues	Income		521	<unassigned></unassigned>
400 · Operating Revenues:521 · Flat Rate Revenues:521.1 · Residential-Flat Sewer	Income		521.1	<unassigned></unassigned>
400 · Operating Revenues:521 · Flat Rate Revenues:521.2 · Commercial Sewer	Income		521.2	<unassigned></unassigned>
400 · Operating Revenues:522 · Measured Revenues	Income		522	<unassigned></unassigned>
400 · Operating Revenues:522 · Measured Revenues:522.1 · Residential	Income		522.1	<unassigned></unassigned>
400 · Operating Revenues:536 · Other Wastewater Revenues	Income		536	<unassigned></unassigned>
400 · Operating Revenues:536 · Other Wastewater Revenues:536.1 · Sewer Access Fees	Income		536.1	<unassigned></unassigned>
400 · Operating Revenues:536 · Other Wastewater Revenues:536.11 · Refunds	Income		536.11	<unassigned></unassigned>
400 · Operating Revenues:536 · Other Wastewater Revenues:536.3 · Operations & Maintenance	Income		536.3	<unassigned></unassigned>
$400\cdot \text{Operating Revenues:} 536\cdot \text{Other Wastewater Revenues:} 536.4\cdot \text{Billing \& Collections}$	Income		536.4	<unassigned></unassigned>
$400\cdot \text{Operating Revenues:} 536\cdot \text{Other Wastewater Revenues:} 536.5\cdot \text{Bonding}$	Income		536.5	<unassigned></unassigned>
400 · Operating Revenues:536 · Other Wastewater Revenues:536.6 · Franchise Income	Income		536.6	<unassigned></unassigned>
400 · Operating Revenues:536 · Other Wastewater Revenues:536.7 · Bioxide	Income		536.7	<unassigned></unassigned>
400 · Operating Revenues:536 · Other Wastewater Revenues:536.8 · Forfeited Customer Deposits	Income		536.8	<unassigned></unassigned>
400 · Operating Revenues:536 · Other Wastewater Revenues:536.9 · Penalty Fees	Income		536.9	<unassigned></unassigned>
419 · Interest Earned	Income	Interest Income	419	Income: Interest income
421 · Nonutility Income	Income	Other Income	421	Income: Other income
421 · Nonutility Income:421.2 · Gain/Loss on Sale of Assets	Income	sale of software	421.2	<unassigned></unassigned>
421 · Nonutility Income:421.3 · Utility Fee	Income		421.3	<unassigned></unassigned>
421 · Nonutility Income:421.4 · Professional Services	Income		421.4	<unassigned></unassigned>
421 · Nonutility Income:421.5 · Developer Income	Income		421.5	<unassigned></unassigned>
50000 · Cost of Goods Sold	Cost of Goods Sold	Costs of items purchased and then sold to custome 50000	lei 50000	<unassigned></unassigned>
401 · Operating Expenses	Expense		401	<unassigned></unassigned>
401 · Operating Expenses:703 · Salaries and Wages - Officers	Expense		703	<unassigned></unassigned>
401 · Operating Expenses:710 · Purchased Wastewater Treatment	Expense		710	<unassigned></unassigned>
401 · Operating Expenses:715 · Purchased Power	Expense		715	<unassigned></unassigned>
401 · Operating Expenses:716 · Telemetry Monitoring	Expense		716	<unassigned></unassigned>
401 · Operating Expenses:718 · Bioxide	Expense		718	<unassigned></unassigned>
401 · Operating Expenses:720 · Materials and Supplies	Expense		720	<unassigned></unassigned>
401 · Operating Expenses:731 · Contractual Svc - Professional	Expense	Legal Fees	731	Deductions: Other deductions
401 · Operating Expenses:735 · Contractual Svc - Testing	Expense		735	<unassigned></unassigned>
401 · Operating Expenses:736 · Contractual Services	Expense		736	<unassigned></unassigned>
401 · Operating Expenses:736 · Contractual Services:736.01 · Sign-up Costs	Expense		736.01	<unassigned></unassigned>
401 · Operating Expenses:736 · Contractual Services:736.02 · Contract Maintenance	Expense		736.02	<unassigned></unassigned>
401 · Operating Expenses:736 · Contractual Services:736.03 · Contractual Svc	Expense		736.03	<unassigned></unassigned>
401 · Operating Expenses:736 · Contractual Services:736.04 · Subcontract Work	Expense		736.04	<unassigned></unassigned>
401 · Operating Expenses:736 · Contractual Services:736.05 · Access Fees	Expense		736.05	<unassigned></unassigned>
401 · Operating Expenses:736 · Contractual Services:736.08 · Lawn Mowing	Expense		736.08	<unassigned></unassigned>
401 · Operating Expenses:736 · Contractual Services:736.10 · One-Call Expenses	Expense		736.10	<unassigned></unassigned>
401 · Operating Expenses:736 · Contractual Services:736.11 · Contractual Profit Sharing	Expense		736.11	<unassigned></unassigned>
401 · Operating Expenses:736 · Contractual Services:736.12 · AUG - MGMT Fees	Expense		736.12	<unassigned></unassigned>
401 · Operating Expenses:736 · Contractual Services:736.9 · Adenus Group - MGMT Fees	Expense		736.9	<unassigned></unassigned>
401 · Operating Expenses:740 · Rent	Expense		740	<unassigned></unassigned>
401 · Operating Expenses:755 · Insurance	Expense		755	<unassigned></unassigned>
401 · Operating Expenses:755 · Insurance:755.8 · Auto Insurance	Expense		755.8	<unassigned></unassigned>
401 · Operating Expenses:765 · Regulatory Commission Exp.	Expense	Exp. incurred with formal cas	765	<unassigned></unassigned>
401 · Operating Expenses:765 · Regulatory Commission Exp∴765.1 · Rate Case Work	Expense		765.1	<unassigned></unassigned>

# Tennessee Wastewater Systems, Inc. Account Listing December 5, 2008

<unassigned></unassigned>	421.6		Other Income	421.6 ⋅ Misc. Income
<unassigned></unassigned>	nts and comp; 66900	Discrepancies between bank statements and comp: 66900	Expense	66900 · Reconciliation Discrepancies
<unassigned></unassigned>	427.2		Expense	427 · Interest Expense:427.2 · Loan Interest
Deductions: Interest expense	427.1		Expense	427 · Interest Expense:427.1 · Interest on Debt to Associated
<unassigned></unassigned>	427		Expense	427 · Interest Expense
<unassigned></unassigned>	426.5		Expense	426 · Misc. Nonutility Expenses:426.5 · Developer Income Reimbursement
<unassigned></unassigned>	426.4		Expense	426 · Misc. Nonutility Expenses:426.4 · Parking
<unassigned></unassigned>	426.3		Expense	426 · Misc. Nonutility Expenses:426.3 · Miscellaneous
<unassigned></unassigned>	426.2		Expense	426 · Misc. Nonutility Expenses:426.2 · Bank & NSF Fees
Deductions: Other deductions	426.1	Dues and Subscriptions	Expense	426 · Misc. Nonutility Expenses: 426.1 · Dues and Subscriptions
<unassigned></unassigned>	426		Expense	426 · Misc. Nonutility Expenses
<unassigned></unassigned>	409	Federal Taxes	Expense	409 · Income Tax
<unassigned></unassigned>	408.7		Expense	408 · Taxes Other than Income: 408.7 · Tax Penalties
<unassigned></unassigned>	408.6		Expense	408 · Taxes Other than Income: 408.6 · Public Utility
<unassigned></unassigned>	408.5		Expense	408 · Taxes Other than Income: 408.5 · Personal Privilege Tax
<unassigned></unassigned>	408.4		Expense	408 · Taxes Other than Income: 408.4 · Labor & Workforce Dev.
<unassigned></unassigned>	408.3		Expense	408 · Taxes Other than Income: 408.3 · Franchise & Excise
Deductions: Local property taxes	408.1	Property Taxes	Expense	408 · Taxes Other than Income: 408.1 · Property Taxes
<unassigned></unassigned>	408		Expense	408 · Taxes Other than Income
<unassigned></unassigned>	775.9		Expense	401 · Operating Expenses:775 · Miscellaneous Expenses:775.9 · Billing Costs
<unassigned></unassigned>	775.8		Expense	401 · Operating Expenses:775 · Miscellaneous Expenses:775.8 · Interest on Customer Deposits
<unassigned></unassigned>	775.7		Expense	401 · Operating Expenses:775 · Miscellaneous Expenses:775.7 · Public Notice Costs
<unassigned></unassigned>	775.6		Expense	401 · Operating Expenses:775 · Miscellaneous Expenses:775.6 · Franchise Fees
<unassigned></unassigned>	775.5		Expense	401 $\cdot$ Operating Expenses:775 $\cdot$ Miscellaneous Expenses:775.5 $\cdot$ Deed Registration
<unassigned></unassigned>	775.4		Expense	401 · Operating Expenses:775 · Miscellaneous Expenses:775.4 · Membership Dues
<unassigned></unassigned>	775.3		Expense	401 · Operating Expenses:775 · Miscellaneous Expenses:775.3 · Licenses & Permits
<unassigned></unassigned>	775.23		Expense	401 · Operating Expenses:775 · Miscellaneous Expenses:775.23 · Maintenance Agreements
<unassigned></unassigned>	775.20		Expense	401 · Operating Expenses:775 · Miscellaneous Expenses:775.20 · Software Licenses
<unassigned></unassigned>	775.2		Expense	401 · Operating Expenses:775 · Miscellaneous Expenses:775.2 · Postage
<unassigned></unassigned>	775.18		Expense	401 · Operating Expenses:775 · Miscellaneous Expenses:775.18 · Interest Expense
<unassigned></unassigned>	775.13		Expense	401 · Operating Expenses:775 · Miscellaneous Expenses:775.13 · Easement Fees
<unassigned></unassigned>	775.12		Expense	401 · Operating Expenses:775 · Miscellaneous Expenses:775.12 · Depreciation Expense
<unassigned></unassigned>	775.11		Expense	401 · Operating Expenses:775 · Miscellaneous Expenses:775.11 · Letter of Credit - Fees
<unassigned></unassigned>	775.10		Expense	401 · Operating Expenses:775 · Miscellaneous Expenses:775.10 · Office Supplies
<unassigned></unassigned>	775.1		Expense	401 · Operating Expenses:775 · Miscellaneous Expenses:775.1 · Telephone
<unassigned></unassigned>	775		Expense	401 · Operating Expenses:775 · Miscellaneous Expenses
<unassigned></unassigned>	770	Bad Debt	Expense	401 · Operating Expenses:770 · Bad Debt
<unassigned></unassigned>	765.3		Expense	401 · Operating Expenses:765 · Regulatory Commission Exp.:765.3 · Inspection Fee
<unassigned></unassigned>	765.2		Expense	401 · Operating Expenses:765 · Regulatory Commission Exp.:765.2 · Filing Fee
Tax Line	Accnt. #	Description	Туре	Account

#### Attachment "E"

Security   Company						
Size   Dear   10   Size   Dear						
Security   Company	Residential # Cust.					
Figure 1	Black Bear 116	Black Bear 118	Black Bear 120	Black Bear 119	Black Bear 111	Black Bear 107
Commercial   Com	Browning 4	Browning				
Gene Code	Eagle Crest 48	Eagle Crest 4				
Falling Nations	Emory Cove 3	Emory Cove 3	Emory Cove 3		Emory Cove 3	Emory Cove
Segment   Lending   Segm						
Times   Price   Section		Grainger's Landing 3				
The Interface   Column   The Interface   The Interface   Column   The Interface   The Interface   The Interface   The Interface   The Interface   The Interface   The Int						
School   1   1   School   1   Sch						
Carpor   C						
Subpty Presence   19						
Seiner   Ribba						
Smart Cond						
South Visign   10						
Start Case   2  Start Case						
Serr Case   1   10   Serr Case   1   11   Serr Case   1   Serr Case				, ,		
Sean February						
File Code						
Turner   Landrig   7						
Window Person   17   Window						
Syndroxy   Title   Text   Title   Ti						
Ef Res Tot 798  Gennecial   Foat   Fo						
Commercial   Four   Comm						
Source of Food   1   Source	ET Res. Tot 702	ET Res. Tot 712	ET Res. Tot 730	ET Res. Tot 739	ET Res. Tot 746	ET Res. Tot 74
Source of Food   1   Source						L
Source of Food   1   1   1   1   1   1   1   1   1	Commercial # Cust.					
Section   Sect						
Select Richard   Decompt						
Symmet Year   10				Elk Springs 11		
Symmet Year   10			Settler's Ridge 0	Settler's Ridge 0	Settler's Ridge 0	
Timber Tops Remail   1						
TR State Bank		Timber Tops Rental 0	Timber Tops Rental 1	Timber Tops Rental 1	Timber Tops Rental 1	
Trillium Cove						
Tissquare will Food   2   Tissquare will Food   3   Tissquare will Food   3   Tissquare will Food   3   Tissquare will Food   3   Tissquare will Food   4   Tissquare will Food   5   Tissquare will Food   5   Tissquare will Food   5   Tissquare will Food   7   Tissquare will F						
Tisquare wo Food   3						
ET Comm. Tot						
ET Total   728   ET T						
Aug-07   Sep-07   S						
Aug-07   Sep-07   S	FT Total 718	ET Total 728	FT Total 747	ET Total 758	ET Total 766	ET Total 775
Residential	ET Total	21 10141 720	E1 10tai 141	21 10tai 100	21 10tal 100	El Total
Residential	lul-07	Aug-07	Son-07	Oct-07	Nov-07	Doc-07
Black Bear   108   Black Bear   107   Black Bear   107   Black Bear   1						
Browning						
Eagle Crest						
Emory Cove   3   Emory Em						
Falling Waters   14   Grainger's Landing   6   Falling Waters   14   Falling Waters   15   Falling Waters   16   Falling Waters   17   Falling Waters   18   Falling Waters	Eagle Crest 48	Eagle Crest 48	Eagle Crest 48		Emory Cove 3	
Graingers Landing   6   Holden Springs   100   The Highlands   6   Jackson Bend   10   Logacy Mountain East   27				Grainger's Landing 6		
Hidden Springs   100   The Highlands   6   Backson Bend   50   B	Falling Waters 14	Falling Waters 14	Falling Waters 14	Hidden Springs 1	Hidden Springs 1	Hidden Springs
The Highlands	Grainger's Landing 6	Grainger's Landing 6	Grainger's Landing 6	King Branch Road 16	King Branch Road 17	King Branch Road 18
The Highlands	Hidden Springs 100	Hidden Springs 100	Hidden Springs 103	Jackson Bend 19	Jackson Bend 20	Jackson Bend 2 <sup>-</sup>
Jackson Bend   19   Legacy Mountain East 87   Legacy Preserve 93   Legacy Preserve 93   Sendy Cove   19   Legacy Preserve 94   Legacy Preserve 95   Sender Ridge 2   Sendy Cove   32   Sendy Cove   32   Sendy Cove   33   Sendy Cove   33   Sendy Cove   33   Sendy Cove   33   Sendy Cove   34   Sendy Cove   34   Sendy Cove   35   Sendy C					Settler's Ridge 3	Settler's Ridge
Legacy Mountain East   87   Legacy Mountain East   87   Legacy Mountain East   87   Legacy Preserve   93   Legacy Mountain East   87   Legacy Preserve   93   Legacy Mountain East   87   Legacy Preserve   93   Settler's Ridge   2   Settler's						
Ligago / Preserve   93   Settler's Ridge   2   Smoky Cove   31   Smoky Cove   32						
Settler's Ridge   2   Smoky Cove   31   Smoky Cove   32   Smoky						
Smoky Cove   31   Smoky Cove   32   Smoky Cove   32   Smoky Village   24   Starr Crest   1   22   Starr Crest			-37			
Smoky Village   24   Smoky Village   25   Smar Crest   22   Smar Crest   22   Smar Crest   12   Smar						
Starr Crest   19   Starr Crest   12   Starr Crest						
Starr Crest     119						
Swan Harbour   6						
Tail Caks				21 1103. 101	21 1103. 101	E1 Kc3. 10t
Tumer's Landing   7   Windsor Pointe   14   Wyndsong   1   Windsor Pointe   14   Wyndsong   1   Windsor Pointe   14   Wyndsong   1   Wyndsong   1   ET Res. Tot   762   ET Res. Tot   767   ET Res. Tot   76				Cabin # Cust	Cabin # Cust	Cabin # Cust
Windsor Pointe   14   Windsor Pointe   14   Windsor Pointe   14   Windsor Pointe   14   Windsorg   1						
Wyndsong						
ET Res. Tot   755						
Commercial						
Commercial	ETRES. Tot 755	ETRES. Tot 762	ETRES. Tot 767			
Brownlee w/ Food   1   Brownlee w/ Food   2   Start Frest II   22   Start Crest II   22   Start Crest II   22   Start Crest II   23   Start Crest II   23   Start Crest II   24   Start Crest II   25   Sta				. 0		
Brownlee w/o Food   1   Elk Springs   13   Settler's Ridge   5   Settler's Ridge   5   Settler's Ridge   6   Summit View   8   Timber Tops Rental   1   TN State Bank   1   TN State Bank   1   TN State Bank   1   TN Square w/o Food   2   TTSquare w/o Food   3   ET Comm. Tot   To m. Tot   Timber Tops Rental   1   TN State Bank   1   TN Square w/o Food   2   TTSquare w/o Food   3   ET Comm. Tot   To m. Tot   Timber Tops Rental   1   TN Square w/o Food   2   TTSquare w/o Food   3   TTSquare w/o	Commercial # Cust.	Commercial # Cust.	Commercial # Cust.	-3,	<u> </u>	
Brownlee w/o Food   1   Elk Springs   13   Settler's Ridge   5   Settler's Ridge   6   Summit View   8   Timber Tops Rental   1   TN State Bank	Brownlee w/ Food 1	Brownlee w/ Food 1	Brownlee w/ Food 1	Legacy Preserve 90		Legacy Preserve 9
Elk Springs   13   Settler's Ridge   6   Settler's Ridge   8   Settler's Ridge   8   Summit View   14   Settler's Ridge   8   Summit View   14   Timber Tops Rental   1   Timber Tops Rental   Timber Top				Settler's Ridge 10	Settler's Ridge 12	Settler's Ridge 1:
Settler's Ridge   6   Summit View   14   Timber Tops Rental   1   1   TN State Bank   1   TI State Bank   1   TI Square w/ Food   2   TI Square w/ Food   3   ET Comm. Tot   37   ET Comm. Tot   To Comm. To Comm. Tot	Elk Springs 13	Elk Springs 14	Elk Springs 15	Smoky Cove 27	Smoky Cove 29	
Summit View   14   Timber Tops Rental   1						
Timber Tops Rental   1   TN State Bank   TN						
TN State Bank						
Trillium Cove						
TTSquare w/ Food   2   TTSquare w/ Food   3   TTSquare w/ Food   4   TTSquare w/ Food   5						
TTSquare w/o Food   3     ET Comm. Tot   37     ET Comm. Tot   38     ET Comm. Tot   46     ET Comm. Tot   49     ET Comm. Tot   49     ET Comm. Cabin   # Cust.     Black Bear   2     Legacy Preserve   3     Smoky Cove   2     Starr Crest II   1     Trillium Cove   1     ET ComCab Tot   9     ET ComCab Tot   9     ET ComCab Tot   9     ET Commercial   # Cust.     Brownlee w/o Food   1     Brownlee w/o Food   2     Trsquare w/o Food   2     Trsquare w/o Food   3     Trsquare w/o F						
ET Comm. Tot   46   ET Comm. Tot   49   Comm. Cabin   # Cust.   Black Bear   2   Legacy Preserve   3   Smoky Cove   2   Starr Crest II   Trillium Cove   1   Trillium Cove   Trilliu					5,0	122
Black Bear   2   Legacy Preserve   3   Smoky Cove   2   Starr Crest II   1   Trillium Cove   1   Trillium Cove   1   Trillium Cove   ET ComCab Tot   Brownlee w/o Food   1   Brownlee w/o Food   1   Brownlee w/o Food   1   Brownlee w/o Food   1   Trillime Tops Rental   1   Trillime Tops Ren				Comm. Cabin # Cust	Comm. Cabin # Cust	Comm. Cabin # Cust
Legacy Preserve   3   Smoky Cove   2   Starr Crest    1   1   1   Trillium Cove   Trillium C	3'	1	49			
Smoky Cove   2   Smoky Cove   2   Starr Crest II   1   Trillium Cove   Trill		1				
Starr Crest II		1				
Trillium Cove		1				
ET ComCab Tot   9       ET ComCab Tot   9     ET ComCab Tot   9     ET ComCab Tot   9     ET ComCab Tot   9     ET ComCab Tot   9     ET ComCab Tot   9     ET ComCab Tot   9     ET ComCab Tot   9     ET ComCab Tot   9		1				
Commercial		1				
Brownlee w/o Food   1   Brownlee w/o Food   1   Brownlee w/o Food   1   Brownlee w/o Food   1   Brownlee w/Food   1   Brownlee w/o Food   Brownlee w/o Food   1   Brownlee w/o Food   1   Brownlee w/o Food   1   Brownlee w/o Food   1   Brownlee w/o Food   Brownlee w/o Food   1   Brownlee w/o Food   1   Brownlee w/o Food   Brownlee w/o Foo		1		ET COMCAD FOR 9	ET COMCAD FOR 9	ET COMICAD TOT
Brownlee w/o Food   1   Brownlee w/o Food   1   Brownlee w/o Food   1   Brownlee w/o Food   1   Brownlee w/Food   1   Brownlee w/o Food   Brownlee w/o Food   1   Brownlee w/o Food   1   Brownlee w/o Food   1   Brownlee w/o Food   1   Brownlee w/o Food   Brownlee w/o Food   1   Brownlee w/o Food   1   Brownlee w/o Food   Brownlee w/o Foo		1		Commonsial "O	Commondial 1// C	Commencial III C
Brownlee w/ Food		1				
Timber Tops Rental   1   Timber Tops Rental		1	I			
Timber Tops Rental   0   Timber Tops Rental   1   Timber Tops Rental   1   Timber Tops Rental   1   TN State Bank   1   TN State Bank   1   TN State Bank   1   TN State Bank   1   TN Square w/ Food   2   TTSquare w/ Food   2   TTSquare w/ Food   3	1	1				
TN State Bank	1	1				
TTSquare w/ Food 2		1				
TTSquare w/o Food 3 TTSquare w/o Food 3 TTSquare w/o Food		1		TN State Bank 1		
TTSquare w/o Food 3 TTSquare w/o Food 3 TTSquare w/o Food	į l	1				
		1				
		1				
		1				
ET Total 792 ET Total 808 ET Total 816 ET Total 842 ET Total 857 ET Total 8	ET Total 792	ET Total 808	ET Total 816	ET Total 842	ET Total 857	ET Total 86
	7.52					

Jan-07 Subdivision # 0	Cust.	Feb-07 Subdivision # 0	Cust.	Mar-07 Subdivision # 0	ust.	Apr-07 Subdivision # 0	Cust.	May-07 Subdivision #	Cust.	Jun-07 Subdivision # 0	Cust.
					_				_		
Abington Ridge	37	Abington Ridge	44	Abington Ridge	46	Abington Ridge	47	Abington Ridge	51	Abington Ridge	51
Belle Vista	8	Belle Vista	8	Belle Vista	8	Belle Vista	9	Belle Vista	12	Belle Vista	12
Blue Water Bay	12	Blue Water Bay	12	Blue Water Bay	16	Blue Water Bay	16	Blue Water Bay	17	Blue Water Bay	17
Cornerstone @ MC	8	Cornerstone @ MC	8	Cornerstone @ MC	8	Cornerstone @ MC	8	Breakers at Swan B	0	Breakers at Swan B	0
Fanning Bend	0	Fanning Bend	0	Fanning Bend	1	Fanning Bend	1	Cornerstone @ MC	8	Cornerstone @ MC	8
Harbor Pointe	8	Harbor Pointe	8	Harbor Pointe	9	Harbor Pointe	9	Fanning Bend	1	Fanning Bend	3
Highland Cove	54	Highland Cove	54	Highland Cove	54	Highland Cove	54	Harbor Pointe	9	Harbor Pointe	9
Horseshoe Bend	26	Horseshoe Bend	26	Horseshoe Bend	26	Horseshoe Bend	26	Highland Cove (HO/	54	Highland Cove (HO/	54
The Keys	1	The Keys	1	The Keys	1	The Keys	1	Horseshoe Bend	26	Horseshoe Bend	26
Lost Hollow	3	Lost Hollow	3	Lost Hollow	3	Lost Hollow	3	The Keys	1	The Keys	1
McLemore Farms	36	McLemore Farms	36	McLemore Farms	36	McLemore Farms	38	Lost Hollow	3	Lost Hollow	3
Oakwood	23	Oakwood	23	Oakwood	23	Oakwood	23	McLemore Farms	39	McLemore Farms	39
Oak Pointe	113	Oak Pointe	116	Oak Pointe	117	Oak Pointe	120	Oakwood	24	Oakwood	24
Pebble Brook	20	Pebble Brook	21	Pebble Brook	21	Pebble Brook	21	Oak Pointe	119	Oak Pointe	119
Sunnydale Farms	17	Sunnydale Farms	17	Sunnydale Farms	17	Sunnydale Farms	19	Pebble Brook	21	Pebble Brook	22
Southridge	175	Southridge	175	Southridge	178	Southridge	179	Sunnydale Farms	19	Sunnydale Farms	20
Saddle Springs	2	Saddle Springs	2	Saddle Springs	2	Saddle Springs	2	Southridge	179	Southridge	179
Watkins Creek	52	Watkins Creek	52	Watkins Creek	51	Watkins Creek	51	Saddle Springs	2	Saddle Springs	2
								Watkins Creek	51	Watkins Creek	52
MT Res. Totals	595	MT Res. Totals	606	MT Res. Totals	617	MT Res. Totals	627	MT Res. Totals	636	MT Res. Totals	641
Commercial # C	Cust.	Commercial # C	Cust.	Commercial # C	ust.	Commercial # 0	Cust.	Commercial #	Cust.	Commercial # 0	Cust.
Cedar Hill Baptist	1	Cedar Hill Baptist	1	Cedar Hill Baptist	1	Cedar Hill Baptist	1	Cedar Hill Baptist	1	Cedar Hill Baptist	1
Coopertown School	1	Coopertown School	1	Coopertown School	1	Coopertown School	1	Coopertown School	1	Coopertown School	1
Cyndi's Restaurant	1	Cyndi's Restaurant	1	Cyndi's Restaurant	1	Cyndi's Restaurant	1	Cyndi's Restaurant	1	Cyndi's Restaurant	1
Jim's Quick Stop	1	Fanning Bend Clubh	1	Fanning Bend Clubh	1	Fanning Bend Clubh	1	Fanning Bend Clubh	1	Fanning Bend Clubh	1
Jo Byrns School	1	Jim's Quick Stop	1	Jim's Quick Stop	1	Jim's Quick Stop	1	Jim's Quick Stop	1	Jim's Quick Stop	1
K&J Market	1	Jo Byrns School	1	Jo Byrns School	1	Jo Byrns School	1	Jo Byrns School	1	Jo Byrns School	1
Lance's Pizza	1	K&J Market	1	K&J Market	1	K&J Market	1	K&J Market	1	K&J Market	
	1		1		1		1		1		- 1
Mapco Express	1	Lance's Pizza	1	Lance's Pizza	1	Lance's Pizza	1	Lance's Pizza	1	Lance's Pizza	1
Providence Baptist	1	Mapco Express	1	Mapco Express	7	Mapco Express	1	Mapco Express	1	Mapco Express	
Riley's Country Mkt.	1	Providence Baptist	1	Paris Landing Coast	1	Paris Landing Coast	1	Paris Landing Coast		Paris Landing Coast	1
Stewart Co. H.S.	1	Riley's Country Mkt.	1	Providence Baptist	1	Providence Baptist	1	Providence Baptist	1	Pizza Pro	1
		Robertson Co. EMS	1	Riley's Country Mkt.	1	Riley's Country Mkt.	1	Riley's Country Mkt.	1	Providence Baptist	1
		Stewart Co. H.S.	1	Robertson Co. EMS	1	Robertson Co. EMS	1	Robertson Co. EMS	1	Riley's Country Mkt.	1
		Tims Ford State Par	1	Stewart Co. H.S.	1	Stewart Co. H.S.	1	Stewart Co. H.S.	1	Robertson Co. EMS	1
				Tims Ford State Par	1	Tims Ford State Par	1	Tims Ford State Par	1	Stewart Co. H.S.	1
										Sudden Service BP	1
										Tims Ford State Par	1
MT Comm. Totals	11	MT Comm. Totals	14	MT Comm. Totals	15	MT Comm. Totals	15	MT Comm. Totals	15	MT Comm. Totals	17
MT Total	606	MT Total	620	MT Total	632	MT Total	642	MT Total	651	MT Total	658
Jul-07		Aug-07		Sep-07		Oct-07		Nov-07		Dec-07	
	Cust.		Cust.		Cust.		Cust.		Cust.		Cust.
Abington Ridge	54	Abington Ridge	54	Abington Ridge	58	Abington Ridge	61	Abington Ridge	64	Abington Ridge	64
Belle Vista	13	Belle Vista	13	Belle Vista	14	Belle Vista	14	Belle Vista	14	Belle Vista	14
Blue Water Bay	17	Blue Water Bay	17	Blue Water Bay	19	Blue Water Bay	19	Blue Water Bay	20	Blue Water Bay	21
Breakers at Swan Ba	7	Breakers at Swan B	14	Breakers at Swan Ba	19	Breakers at Swan Ba	19	Breakers at Swan B	20	Breakers at Swan Ba	20
Cornerstone @ MC	8	Cornerstone @ MC	8	Cornerstone @ MC	8	Cornerstone @ MC	8	Cornerstone @ MC	10	Cornerstone @ MC	10
Fanning Bend	4	Fanning Bend	4	Fanning Bend	4	Fanning Bend	4	Fanning Bend	4	Fanning Bend	4
Harbor Pointe	9	Harbor Pointe	9	Harbor Pointe	9	Fred Mann	9	Fred Mann	1	Fred Mann	9
Highland Cove (HO/	54	Highland Cove (HO/	54	Highland Cove (HO/	54	Harbor Pointe	54	Harbor Pointe	9	Harbor Pointe	54
Horseshoe Bend	26	Horseshoe Bend	26	Horseshoe Bend	26	Highland Cove (HO/	26	Highland Cove (HO/	54	Highland Cove (HO/	26
Lost Hollow	3	Lost Hollow	3	Lost Hollow	3	Horseshoe Bend	3	Horseshoe Bend	26	Horseshoe Bend	3
McLemore Farms	39	McLemore Farms	39	McLemore Farms	39	Lost Hollow	1	Lost Hollow	3	Lost Hollow	1
Oak Pointe	120	Oak Pointe	122	Oak Pointe	128	McLemore Farms	39	McLemore Farms	40	McLemore Farms	40
Oakwood	24	Oakwood	24	Oakwood	24	Oak Pointe	128	Oak Pointe	128	Oak Pointe	128
Pebble Brook	22	Pebble Brook	22	Pebble Brook	26	Oakwood	24	Oakwood	25	Oakwood	25
Saddle Springs	2	Saddle Springs	2	Saddle Springs	2	Pebble Brook	26	Pebble Brook	26	Pebble Brook	26
Southridge	178	Southridge	178	Southridge	178	Saddle Springs	2	Saddle Springs	3	Saddle Springs	3
Sunnydale Farms	20	Sunnydale Farms	21	Sunnydale Farms	22	Southridge	178	Southridge	179	Southridge	180
The Keys	1	The Kevs	1	The Keys	1	Sunnydale Farms	24	Sunnydale Farms	24	Sunnydale Farms	24
Watkins Creek	53	Watkins Creek	54	Watkins Creek	57	The Keys	1	The Keys	1	The Keys	1
	- 55		Ŭ.		<u> </u>	Watkins Creek	59	Watkins Creek	62	Watkins Creek	63
MT Res. Totals	654	MT Res. Totals	665	MT Res. Totals	691	MT Res. Totals	699	MT Res. Totals	713	MT Res. Totals	716
Commercial # 0	Cust.	Commercial # C	Cust.	Commercial # C	ust.	Commercial # 0	Cust.	Commercial #	Cust.	Commercial # 0	Cust.
Cedar Hill Baptist	4	Cedar Hill Baptist	,uol. 4	Cedar Hill Baptist	4	Cedar Hill Baptist	Juot. 4		<i>σ</i> ασι. <sub>4</sub>	Cedar Hill Baptist	Juot.
								Cedar Hill Baptist			
Coopertown School	1	Coopertown School	1	Coopertown School	1	Coopertown School	1	Coopertown School		Coopertown School	
Cyndi's Restaurant	1	Cyndi's Restaurant	1	Cyndi's Restaurant	1	Cyndi's Restaurant	1	Cyndi's Restaurant	1	Cyndi's Restaurant	1
Fanning Bend Clubh	1	Fanning Bend Clubh	1	Fanning Bend Clubh	1	Fanning Bend Clubh	1	Fanning Bend Clubh	1	Fanning Bend Clubh	1
Jim's Quick Stop	1	Jim's Quick Stop	1	Jim's Quick Stop	1	Jim's Quick Stop	1	Jim's Quick Stop	1	Jim's Quick Stop	1
Jo Byrns School	1	Jo Byrns School	1	Jo Byrns School	1	Jo Byrns Elementary	1	Jo Byrns Elementary	1	Jo Byrns Elementary	1
K&J Market	1	K&J Market	1	K&J Market	1	K&J Market	1	K&J Market	1	K&J Market	1
Lance's Pizza	1	Lance's Pizza	1	Lance's Pizza	1	Lance's Pizza	1	Lance's Pizza	1	Lance's Pizza	1
Mapco Express	1	Mapco Express	1	Mapco Express	1	Mapco Express	1	Mapco Express	1	Mapco Express	1
Paris Landing Coast	1	Paris Landing Coast	1	Paris Landing Coast	1	Paris Landing Coast	1	Paris Landing Coast	1	Paris Landing Coast	1
Pizza Pro	1	Pizza Pro	1	Pizza Pro	1	Pizza Pro	1	Pizza Pro	1	Pizza Pro	1
Providence Baptist	1	Providence Baptist	1	Providence Baptist	1	Providence Baptist	1	Providence Baptist	1	Providence Baptist	1
	1	Riley's Country Mkt.	1	Riley's Country Mkt.	1	Riley's Country Mkt.	1	Riley's Country Mkt.	1	Riley's Country Mkt.	1
		Robertson Co. EMS	1	Robertson Co. EMS	1	Robertson Co. EMS	1	Robertson Co. EMS	1	Robertson Co. EMS	1
Riley's Country Mkt.	1		1	Stewart Co. H.S.	1	Stewart Co. H.S.	1	Stewart Co. H.S.	1	Stewart Co. H.S.	1
Riley's Country Mkt. Robertson Co. EMS	1	Stewart Co. H.S.			1		1	Sudden Service BP	1		1
Riley's Country Mkt. Robertson Co. EMS Stewart Co. H.S.	1 1	Stewart Co. H.S. Sudden Service BP	1	Sudden Service RP		Sudden Service RP				Sudden Service RP	
Riley's Country Mkt. Robertson Co. EMS Stewart Co. H.S. Sudden Service BP	1 1 1	Sudden Service BP	1	Sudden Service BP Tims Ford State Par	1	Sudden Service BP Tims Ford State Par	- 1		- 1	Sudden Service BP Tims Ford State Par	1
Riley's Country Mkt. Robertson Co. EMS Stewart Co. H.S.	1 1 1		1	Sudden Service BP Tims Ford State Par	1	Tims Ford State Par	1	Tims Ford State Par	1	Tims Ford State Par	1
Riley's Country Mkt. Robertson Co. EMS Stewart Co. H.S. Sudden Service BP	1 1 1 1	Sudden Service BP	1		1	Tims Ford State Par Tire HQ	1	Tims Ford State Par Tire HQ	1	Tims Ford State Par Tire HQ	1
Riley's Country Mkt. Robertson Co. EMS Stewart Co. H.S. Sudden Service BP Tims Ford State Par	1 1 1	Sudden Service BP Tims Ford State Par	1	Tims Ford State Par	1	Tims Ford State Par Tire HQ Toon Town Video &	1	Tims Ford State Par Tire HQ Toon Town Video &	1 1	Tims Ford State Par Tire HQ Toon Town Video &	1 1 1
Riley's Country Mkt. Robertson Co. EMS Stewart Co. H.S. Sudden Service BP	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	Sudden Service BP	1 1		17	Tims Ford State Par Tire HQ	1	Tims Ford State Par Tire HQ	1 1 1 19	Tims Ford State Par Tire HQ	1 1 1 19
Riley's Country Mkt. Robertson Co. EMS Stewart Co. H.S. Sudden Service BP Tims Ford State Par MT Comm. Totals		Sudden Service BP Tims Ford State Par MT Comm. Totals		Tims Ford State Par  MT Comm. Totals		Tims Ford State Par Tire HQ Toon Town Video & MT Comm. Totals	1 1 19	Tims Ford State Par Tire HQ Toon Town Video & MT Comm. Totals		Tims Ford State Par Tire HQ Toon Town Video & MT Comm. Totals	
Riley's Country Mkt. Robertson Co. EMS Stewart Co. H.S. Sudden Service BP Tims Ford State Par	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	Sudden Service BP Tims Ford State Par	17	Tims Ford State Par	17	Tims Ford State Par Tire HQ Toon Town Video &	1	Tims Ford State Par Tire HQ Toon Town Video &	1 1 1 19	Tims Ford State Par Tire HQ Toon Town Video &	1 1 1 19

		1 tor 2007:		QUARTERLY I Treasury – Internal Re			OMB No. 1	545-0029	<u>ገ ነበሞበ</u> ነ
							Report f	or this Quarter	of 2007 (Check one.)
(EIN) Emp	loyer id	entification number	62-154820	2			X	1: January, F	ebruary, March
			nnessee Was	stewater Sys	stems, Ind			2: April, May	, June
		7630 Dirror	Dood Dile					3: July, Augu	st, September
Addı	ess	7638 River	ROAU PIKE				П	4: October, Nov	ember, December
		Nashville		TN	37209				QBMT2901 03/05/07
Par 1	t 1; A Num inclu	Answer these que ber of employees who iding: Mar. 12 (Quarte	stions for this or received wages, to rail, June 12 (Quar	quarter. ips, or other compens ter 2), Sept. 12 (Quarte	ation for the pay r 3), Dec. 12 (Qu	period arter 4)	. 1 _		
2	Wag	es, tips, and other cor	npensation	. , ,	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		. 2 _		13,296.68
3	Tota	I income tax withheld	from wages, tips, a	and other compensation	on		. 3		1,299.00
Ŭ			•						
4 5		wages, tips, and othe able social security an		and tips:	urity or Medicare	e tax	[	Check and g	o to line 6.
	5a	Taxable social security w	vanes	Column 1 1 13 , 296 . 68 x	.124 =		8.79		
	Ju								
	5 <b>b</b>	Taxable social security ti	ips	x	.124 =				
	5 c	Taxable Medicare wages	: & tips	13,296.68 x	,029 =	38	5.60		
	5 d	Total social security	and Medicare taxe	s (Column 2, lines 5a	+ 5b + 5c = line 5	5 <b>d)</b>	. 5d_		2,034.39
6 7	Tota TAX 7a	Il taxes before adjustm ADJUSTMENTS (Read Current quarter's fra	d the instructions fo	= line 6) or line 7 before complet	ting lines 7a throu	ugh 7h.):			3,333.39
	7 b								
	7 c	Current quarter's adjustn	nents for tips and group	o-term life insurance	• • • • • • • • • • • • • • • • • • • •		<del></del>		
	7 d	Current year's incom	ne tax withholding	(attach Form 941c)	, <u> </u>				
	7e	Prior quarter's social sec	curity and Medicare tax	es (attach Form 941c)					
	7 f	Special additions to	federal income tax	(attach Form 941c)					•
	7 g	Special additions to socia	al security and Medicar	e (attach Form 941c)	•••••				
	7h	TOTAL ADJUSTMEN	ITS (Combine all ar	nounts: lines 7a throug	h 7g.)		. 7h_		-0.01
8	Tota	l taxes after adjustme	nts (Combine lines	6 and 7h.)		,-,-,-	. 8 _		3,333.38
9	Adva	ance earned income c	redit (EIC) payment	ts made to employees	,,,,,,,,,,,,,,		; 9 _		
10	Tota	l taxes after adjustme	nt for advance EIC	(line 8 - line 9 = line 1	0)		. 10 _		3,333.38
11	Tota	I deposits for this qua	rter, including over	payment applied from	a prior quarter .		. 11 _	_	3,333.38
	Follo	nce due (If line 10 is now the Instructions for F	Form 941-V, Payme	ent Voucher.			. 12 _	·	
		rpayment (If line 11 is by Act and Paperwork i					1 (Rev.	Check one 1-2007)	Apply to next return.  Send a refund.

For Privacy Act and Paperwork Reduction Act Notice, see the Payment Voucher.

Form 941 (Rev. 1-2007)

Form <b>941</b> (Rev. 1-2007) Pa	ege 2		17
lame (not your trade name)	-	_	-Employer identification number (EIN)
	ewater Systems,		62-1548202
f you are unsure about wh Circular E), section 11.	your deposit schedule a nether you are a monthly sche	and tax liability for this quedening and tax liability for this quedening the depositor or a semiweekly	quarter. ly schedule depositor, see Publication 15
14 TN Enter the s multiple sta	tate abbreviation for the state ates.	where you made your deposit	ts OR enter "MU" if you made your deposits in
15 Check one: 🔲 L	ine 10 is less than \$2,500. Go	to Part 3.	
. X Y	ou were a monthly schedule onen go to Part 3.	lepositor for the entire quarter.	r. Fill out your tax liability for each month.
Т	ax liability: Month 1	1,098.50	
	Month 2	1,178.40	
	Month 3	1,056.48	
	otal liability for quarter	3,333.38	
∐ <b>Yo</b> ւ Rep	were a semiweekly schedule ort of Tax Liability for Semiwe	depositor for any part of this cell each of this cell each of the delegant of	quarter. Fill out Schedule B'(Form 941): attach it to this form.
art 3: Tell us about	our business. If a ques	tion does NOT apply to	your business, leave it blank.
for details.)  X Yes. Designee	s name Norma Mile	5	cuss this return with the IRS? (See instructions
Select a 5-digit Perso  No.	nal Identification Number (PIN	) to use when talking to IRS.	12345
Under penalties of pe	I MUST fill out both pag rjury, I declare that I have exar dge and belief, it is true, corre	es of this form and SIGN mined this return, including accord, and complete.	Vit. companying schedules and statements, and to
Sign your		)	Print your name here Charles Pickney,
name here	_chlor	えら	Print your title here President
Date	04/27/2007	4	Best daytime phone (615) 356-288
rt 6: For paid prepa	rers only (optional)		
Paid Preparer's, Signature			
Firm's name			
Address			EIN
			ZIP code
Date	Pho	ne	SSN/PTIN
	Check if you are self-emp	ployed.	QBMT2902

	ر 2007:	Employer's QL	JARTERLY	Federal 7	fax Return		B
	.3	Department of the Trea	asury — Internal i	Revenue Servi	ce	OMB No. 154	70107 5-0029
Jay (	dentification number	62-1548202				Report for	this Quarter of 2007 (Check one.)  January, February, March
Trade name	your trade name) Ter	nessee Waste	water Sy	stems,	Inc.	X 2	
Address	851 Aviatio	n Parkway					July, August, September
Part 1. A	Smyrna		TN	37167		4:	October, November, December
1 Num inclu	Miswer these ques ber of employees who ding: Mar. 12 (Quarter	tions for this quar received wages, tips, or 1), June 12 (Quarter 2),	ter. r other compens Sept. 12 (Quarte	ation for the p	ay period	•	QBMT2901 03/05/07
2 Wage	es, tips, and other com	pensation	· · · · · · · · · · · · · · · · · · ·	***********		. !	10.500
· · · ·	meome tax withheld th	om wages, tips, and oth	er compensation	1,	*****	ą	1 055 00
4 If nov 5 Taxab	vages, tips, and other o	compensation are subje Medicare wages and tip	ct to social secu	rity or Medica	re tax	□ c	theck and go to line 6
		Colum 12					S go to mio o,
5b 7	Faxable social security tips		x 1	124 =	Τ,550	.00	
5c T	axable Medicare wages & t	ips 12,	500.01 x n	129 -	260		
5d T	otal social security and	f Bandin				50	
_	and Sudding and	i Medicare taxes (Colun	nn 2, lines 5a + 5	ib + 5c = line !	5d)	5d	1,912.50
7 TAX AD	DJUSTMENTS (Read the	s (lines 3 + 5d = line 6)			*******	6	3,169.50
74 G	urrent quarter's fractio	ns of cents		····_	.);		
76 Cu	urrent quarter's sick pa	у		••••			
		for tips and group-term life i					
7e Prio	Or (Warter's applied as the	withholding (attach Fo	rm 941c)			_	
7f Sne	ecial additions to to to	nd Medicare taxes (attach Fo	rm 941c)			<del>_</del>	
7g Spec	cial additions to social social	al income tax (attach Fo	rm 941c)			<del></del>	
7h TOT	TAL ADJUSTMENTS (C)	ity and Medicare (attach For	m 941c)			<del></del>	
Total taxe	s after adjustments (Co	ombine all amounts: line	es 7a through 7g.	)	7	h	
Advance e	earned income credit (E	(IC) navments made to		••••••	8		3,169.50
Total taxes	s after adjustment for a	dvance EIC (line 9 line	on one see	**********	9		3,169.50
Total depos	sits for this quarter, inc	cluding overpayment an	r → - IITE 10)	***********	10		3,169.50
Balance du	le (If line 10 is more the	in line 11	huen now a bijo	r quarter , .	11		3,169.50
Follow the I.	nstructions for Form 94	1-V, Payment Voucher.	erence here.)		12		3,169.50
rivacy Act a	ind Paperwork Reducti	on Act Notice, see the F	erence here.) 'ayment Voucher	BAA	Form <b>941</b> (Rev.	Check ( 1-2007)	Apply to next return.  Send a refund.

ev. 1-20	07) Page <b>2</b>				970207
our trade name				<del></del>	11000
Jan 2. 7. II	Vastewater Syste	ems, Inc.		Employer identification number (EIN)	
		dule and tax liability for the schedule depositor or a semiw	is quarter.	62-1548202	
14 <u>TN</u> Enter multip	the state abbreviation for the	state where you made your don	eekly schedul	e depositor, see Publication 15 r "MU" if you made your deposits in	
15 Check one:	Line 10 is less than \$2,500	J. Go to Part 3,	osits OR enter	r "MU" if you made your deposits in	
$[\overline{X}]$		lule depositor for the entire quar	ter. Fill out yo	ur tax liability for each month.	
	Tax liability: Month 1	1,056.5			
	Month 2	1,056.5	0		
	Month 3	1,056.4	8		
<b>_</b>	Total liability for quarter	3.169 =	Λ		
Part 3: Tell us abov	You were a semiweekly sched Report of Tax Liability for Sem	3,169.5 Jule depositor for any part of this iweekly Schedule Depositors, an	C MILANDAN FILL		
	•	AMOUNT AGES MOI SUDIA KO	) VAUP buci:	2000 lane 3rts .	
16 If your business ha	as closed or you stopped pay	ing wages	your bush	F7	
enter the final date	Vois paid were				nd
Part 4: May we spea Do you want to allo for details.)	nk with your third-party w an employee, a paid tax pre	ave to file a return for every qua designee? eparer, or another person to disc	rter of the yea	r	
X Yes, Designed	olo para Till Till m		uss this retur	n with the IRS? (See instructions	
E Posignet	e's name Jill Turr	iff			
Select a 5-digit Pers No.	onal Identification Number (PI	N) to use when talking to IRS.	03606		
Part 5: Sign here. Yo Under penalties of pe the best of my knowle	u MUST fill out both pagerjury, I declare that I have exa edge and belief, it is true, corr	ges of this form and SIGN amined this return, including acco ect, and complete.	l <b>it.</b> Ompanying sch	edules and statements, and to	
Sign your name here		·	Print your name here	Charles Pickney,	Τr
5.	Chilon 2	<del>\</del>	Print your title here	President	<u> </u>
Date	1-30-01		Doot door	164	
Part 6: For paid prepa	rere only tout		Dest daytime	phone <u>(615)</u> 220-7202	2
Paid Preparer's Signature	cors only (optional)				
Firm's name					
Address			P11.		
			EIN		·- <u>-</u>
- D - I			ZIP co		
Date -	Phone				
	Check if you are self-employ				<del></del>
			<del></del>	QBMT2902 03/	05/07

فر از	, Januai	ry 2007)	Department o	f the Treasury – Internal	Revenue Service		OMB No.	1545-0	029
(EIN	l) oloyer id	.: dentification number	62-1548	202			Report	for th	nis Quarter of 2007 (Check one.) January, February, March
		your trade name) a (if any)		Wastewater Sy		nc.		2:	April, May, June
	ress		ation Parkw	, av			X	3:	July, August, September
		Smyrna		TN	37167			4:	October, November, December
Pai	rt 1 · 7	Answer these	e questions for t	hic austor					QBMT2901 03/05/0
1	Nun	nber of employe uding: Mar. 12 (	es who received wag Quarter 1), June 12 (0	les, tips, or other comper Quarter 2), Sept. 12 (Quar	nsation for the pa ter 3), Dec. 12 (Qi	y period uarter 4)	. 1		1
2	Wag	ges, tips, and otl	ner compensation	• • • • • • • • • • • • • • • • • • • •		.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	. 2 _		12,500.01
3	Tota	al income tax wi	thheld from wages, ti	ps, and other compensal	ion		. 3		1,257.00
4	lf no	o wages, tips, an	d other compensatio	n are subject to social se	ecurity or Medica	re tax		c	theck and go to line 6.
5	Taxa	able social secu	rity and Medicare wa	ges and tips: Column 1		Column 3			
	5a	Taxable social se	curity wanes	12,500.01	v 124 =	Column 2 1 . 55 (	0.00		
	5 b		•						
	5c			12,500.01					
	5 d	Total social se	ecurity and Medicare	taxes (Column 2, lines 5a	a + 5b + 5c = line	5d)	. 5d_		1,912.50
6	Tota	al tavas hafara a	divetments (lines 3 4	5d = line 6)			6		3,169.50
7		ADJUSTMENTS	(Read the instruction	ns for line 7 before compl	eting lines 7a thro	ough 7h.):	0.02		
	7 b			• • • • • • • • • • • • • • • • • • • •					
	7c	Current quarter's	adjustments for tips and	group-term life insurance					
	7 d	Current year's	income tax withhold	ing (attach Form 941c)					
	7e	Prior quarter's so	cial security and Medicar	e taxes (attach Form 941c)					
	7 f	Special addition	ons to federal income	tax (attach Form 941c) .					
	7g	Special additions	to social security and Me	dicare (attach Form 941c)	······ <u> </u>				
	7h	TOTAL ADJUS	TMENTS (Combine a	ll amounts: lines 7a throu	ıgh 7g.)		7h_		0.02
8	Tota	l taxes after adj	ustments (Combine li	nes 6 and 7h.)			8 _		3,169.52
9	Adva	ance earned inc	ome credit (EIC) payr	nents made to employee	s	,,	9 _		
10				EIC (line 8 - line 9 = line			_		
11	Tota	l deposits for th	is quarter, including	overpayment applied froi	n a prior quarter		11 _		
12			10 is more than line 1 ns for Form 941-V, Pa	1, enter the difference he yment Voucher.	ere.)		12 _		3,169.52
				10, enter the difference h		Form <b>941</b>	(Rev.		Check one Apply to next return.  OPS Send a refund.

<b>941</b> (Rev. 1-2007) Pa	age <b>2</b>		710601
ame (not your trade name)	age Z	Employer Identificat	ion number (EIN)
Tennessee Wast	tewater Systems, I	nc. 62-15482	02
Part 2: Tell us about If you are unsure about w (Circular E), section 11.	your deposit schedule and nether you are a monthly scheduk	tax liability for this quarter. depositor or a semiweekly schedule depositor, see	Publication 15
•	tate abbreviation for the state who	re you made your deposits OR enter "MU" if you ma	de your deposits in
15 Check one: L	ine 10 is less than \$2,500. Go to P	art 3.	
Y	ou were a monthly schedule depo hen go to Part 3.	sitor for the entire quarter. Fill out your tax liability f	or each month.
			ing and the second of the seco
	ax liability: Month 1		$\lim_{n\to\infty}  h(T_n)  \leq 2  h(T_n) ^2$
	Month 2		
	Month 3		
X You	otal liability for quarter  J were a semiweekly schedule deport of Tax Liability for Semiweekly	Total must equal line 10 ositor for any part of this quarter. Fill out Schedule E Schedule Depositors, and attach it to this form.	
	•	1 does NOT apply to your business, leave	e it blank.
	·	ges	
		1	
enter the final date y		file a return for every quarter of the year	Check here.
Part 4: May we speak	with your third-party design		
for details.)  X Yes. Designee	's name Jill Turriff	4	
-		use when talking to IRS. 03606	-
Part 5: Sign here. Yo Under penalties of pe	u MUST fill out both pages erjury, I declare that I have examine edge and belief, it is true, correct,	ed this return, including accompanying schedules and	l statements, and to
Sign your		Print your name here <u>Char</u> l	les Pickney, Jr.
name here	chluson	Print your title here Presi	ident
Date	10-30-07	Best daytime phone	(615) 220-7202
Part 6: For paid prep	arers only (optional)		
Paid Preparer's Signature			
Firm's name			
Address		EIN	
		ZIP code	
Date		SSN/PTIN	
	Check if you are self-employ	ed.	, QBMT2902 03/05/07

Check one Apply to next return.

Send a refund.

Form 941 (Rev. 1-2007)

		1 for 2007	Employer's QUARTERLY Federal Tax Return Department of the Treasury – Internal Revenue Service	n OMB No.	1545 (	970107
	, italy	y 2007)	Department of the Treasury — Internal Revenue Service			nis Quarter of 2007 (Check one.)
ρ	) loyer id	entification nůmber	62-1548202			January, February, March
		our trade name)	Tennessee Wastewater Systems, Inc.		2:	April, May, June
	- 112.115				3:	July, August, September
Addı	ress		tion Parkway	X	4:	October, November, December
		Smyrna	TN 37167			QBMT2901 03/05/0
Par 1	t 1: A Num inclu	Answer these of the of employees uding: Mar. 12 (Qu	questions for this quarter.  who received wages, tips, or other compensation for the pay period arter 1), June 12 (Quarter 2), Sept. 12 (Quarter 3), Dec. 12 (Quarter 4)	1		1
2	Wag	jes, tips, and other	r compensation	2		12,500.01
3	Tota	ıl income tax withl	neld from wages, tips, and other compensation	3		1,257.00
4 5	If no	wages, tips, and a	other compensation are subject to social security or Medicare tax  y and Medicare wages and tips:  Column 1  Column  12,500.01 x .124 = 1,5			
	5b					
	ວນ		rity tips x .124 =			
	5 c	Taxable Medicare w	rages & tips 12,500.01 x .029 = 3	62.50		
	5d	Total social secu	urity and Medicare taxes (Column 2, lines 5a + 5b + 5c = line 5d)	5d		1,912.50
6 7		ADJUSTMENTS (	ustments (lines 3 + 5d = line 6)			3,169.50
	7 b	Current quarter's	s sick pay			•
	7c	Current quarter's ad	ijustments for tips and group-term life insurance			
	7d	Current year's in	ncome tax withholding (attach Form 941c)			
	7 e	Prior quarter's socia	al security and Medicare taxes (attach Form 941c)			
	7 f		s to federal income tax (attach Form 941c)			·
	7 g		social security and Medicare (attach Form 941c)			
	7h	TOTAL ADJUST	MENTS (Combine all amounts: lines 7a through 7g.)	7h		
8	Tota	l taxes after adjus	tments (Combine lines 6 and 7h.)	8		3,169.50
9	Adva	ance earned incon	ne credit (EIC) payments made to employees	9		
10	Tota	l taxes after adjus	tment for advance EIC (line 8 - line 9 = line 10)	10		3,169.50
11	Tota	l deposits for this	quarter, including overpayment applied from a prior quarter	11		
12	Bala	nce due (If line 10	is more than line 11, enter the difference here.)	12		3,169.50

Follow the Instructions for Form 941-V, Payment Voucher.

13 Overpayment (If line 11 is more than line 10, enter the difference here.) ...

For Privacy Act and Paperwork Reduction Act Notice, see the Payment Voucher. BAA

<b>/41</b> (Rev. 1-2007) Pag	e <b>2</b>	
(not your trade name)		Employer Identification number (EIN)
<del></del>	ewater Systems, Inc.	62-1548202
	our deposit schedule and tax liability ther you are a monthly schedule depositor or a	for this quarter. semiweekly schedule depositor, see Publication 15
14 TN Enter the sta		our deposits OR enter "MU" if you made your deposits in
15 Check one: Lin	e 10 is less than \$2,500. Go to Part 3.	
	u were a monthly schedule depositor for the entengo to Part 3.	tire quarter. Fill out your tax liability for each month.
Тах	cliability: Month 1	
	Month 2	
	Month 3	<del></del>
Tot	tal liability for quarter	Total must equal line 10.
		part of this quarter. Fill out Schedule B (Form 941): ositors, and attach it to this form.
Part 3: Tell us about y	our business. If a question does NOT	apply to your business, leave it blank.
16 If your business has c	losed or you stopped paying wages	
enter the final date you	anaid wanee	
	employer and you do not have to file a return for	r every quarter of the year Check here.
Part 4: May we speak	with your third-party designee?	rson to discuss this return with the IRS? (See instructions
,	name Jill Turriff	·
A Yes. Designee's	name OIII IUIIIII	·
Select a 5-digit Person No.	nal İdentification Number (PIN) to use when talkir	ng to IRS. 03606
Under penalties of peri	MUST fill out both pages of this form jury, I declare that I have examined this return, in lige and belief, it is true, correct, and complete.	and SIGN it. ncluding accompanying schedules and statements, and to
		Print your name here Charles Pickney, Jr.
Sign your name here		Print your
Date	01/14/2008	Best daytime phone (615) 220-7202
Part 6: For paid prepa	rers only (optional)	
Paid Preparer's Signature		
Firm's name		
Address		EIN
		ZIP code
Date	Phone	SSN/PTIN
	Check if you are self-employed.	QBMT2902 03/05/07

	41 for 200 Pary 2008)		r's QUARTERLY Fede the Treasury – Internal Revenu	eral Tax Retur e Service		<b>7701</b> 0
,И) mployer	.s Identification number					for this Quarter of 2008 (Check one. 1: January, February, March
Name (not	t your trade name)		Wastewater System			2: April, May, June
Address			ay	· · · · · · · · · · · · · · · · · · ·		3: July, August, September
				167		4: October, November, December
art 1:	Answer these	questions for th	e anador		<u> </u>	QBMT2901 02/12/
1 Nui inc	mber of employee luding: Mar. 12 (C	es who received wage Juarter 1), June 12 (Qu	s, tips, or other compensation f arter 2), Sept. 12 (Quarter 3), D	or the pay period ec. 12 (Quarter 4)	1 _	
						4,166.6
						416.0
			are subject to social security o			
5 Tax	able social secur	ity and Medicare wage	es and tips:  Column 1	,		
5 a	Taxable social sec	urity wages	4,166.67 x.124=	Column 2 5	<u>.</u> 16.67	
5 b			x .124 =			
5с			4,166.67 x .029 =			
5 d			xes (Column 2, lines 5a + 5b + 5			637.50
, ,,,,,,	Current quarter	's fractions of cents	d = line 6) for line 7 before completing line	s 7a through 7g):		1,053.50
7 c			up-term life insurance			
7d			(attach Form 941c)			
7 e	Prior quarter's socia	al security and Medicare ta	xes (attach Form 941c)			
7f	Special addition	s to federal income ta	x (attach Form 941c)			•
7 g	Special additions to	social security and Medica	are (attach Form 941c)			
7 h			mounts: lines 7a through 7g.) .			
			6 and 7h.)			· · · · · · · · · · · · · · · · · · ·
			as made to employees			
	taxes after aujust				10	1.053 50
Total		ment for advance EIC	(line 8 - line 9 = line 10)	******************		
Balan	deposits for this o	iment for advance EIC quarter, including over is more than line 11, e	(line 8 - line 9 = line 10)  rpayment applied from a prior quanter the difference here.)	uarter	11	
Balan For int Overp	deposits for this of the control of	quarter, including over is more than line 11, e to pay, see the instruction is more than line 10,	(line 8 - line 9 = line 10)  rpayment applied from a prior quanter the difference here.)	uarter	11	

, 941 (Rev. 1-2008) Page 2	970208
e (not your trade name) ennessee Wastewater Systems,	Employer identification number (EIN)
Part 2: Tell us about your denocit cohodule as	11 H 1 11 (
(Circular E), section 11.	ule depositor or a semiweekly schedule depositor, see Publication 15
$\frac{\mathrm{TN}}{\mathrm{multiple}}$ Enter the state abbreviation for the state w	here you made your deposits OR enter "MU" if you made your deposits in
15 Check one: X Line 10 is less than \$2,500. Go to	Part 3.
You were a monthly schedule dep Then go to Part 3.	positor for the entire quarter. Fill out your tax liability for each month.
Tax liability: Month 1	
Month 2	
Month 3	
Total liability for quarter	Total must equal line 10.
	positor for any part of this quarter. Fill out Schedule B (Form 941): y Schedule Depositors, and attach it to this form
Part 3: Tell us about your business. If a question	on does NOT apply to your business, leave it blank.
16 If your business has closed or you stopped paying wa	
enter the final date you paid wages	<u> </u>
17 If you are a seasonal employer and you do not have to	o file a return for every quarter of the year
- Grand Me Soeak with voil third name days	«wo a ?
	gnee:  , or another person to discuss this return with the IRS? See instructions
X Yes. Designee's name and phone number Ji	11 Turriff (615) 220-7202
Select a 5-digit Personal Identification Number (PIN) to No.	use when talking to IRS. 03606
Part 5: Sign here. You MUST fill out both pages	of this form and SIGN it
Under penalties of perjury, I declare that I have examine the best of my knowledge and belief, it is true, correct, a	
Sign your name here	Print your name here <u>Charles Pickney</u>
Chlis My	Print your title here President
Date	Best daytime phone (615) 220-7202
Part 6: For paid preparers only (optional)	
Paid Preparer's Signature	
if self omployed	
Aridrose	FIN
	ZIP code
Date Phone	SSN/PTIN
Check if you are self-employed	

و ا	41 for 2008:	Employer's QU	ARTERLY Fe	deral Tax Re	eturn	No. 1545 <u>-</u> 0	058 
	uary 2008)	Department of the Treas	sury – Internal Reve	nue Service	Repo	ort for th	is Quarter of 2008 (Check one.)
EIN) Employe	ے r identification number	62-1548202				] 1:	January, February, March
Name (no	or your date	Tennessee Waste			.     [	X 2:	April, May, June
Trade na						3:	July, August, September
Address	851 Aviat	tion Parkway			-     [	4:	October, November, December
	Smyrna		TN	37 <u>167</u> 	-   '		QBMT2901 02/12/08
Part 1		questions for this qua who received wages, tips, parter 1), June 12 (Quarter 2		ion for the pay per	iod r 4)	1	0
		r compensation					
/ I	f no wages, tips, and	other compensation are su	bject to social secu	rity or Medicare ta:	x		Check and go to line 6.
4 II 5 T	laxable social securi	ty and Medicare wages and Co	tips: lumn 1	. Co	olumn 2		
!	<b>5a</b> Taxable social seco	urity wages	x.	124 =			·
	5b Taxable social sec	urity tips	x .	.124 =	ı		
	5c Taxable Medicare	wages & tips	x	.029 =			
	5d Total social sec	curity and Medicare taxes (	Column 2, lines 5a +	5b + 5c = line 5d)	*******	5d	
6 7	TAX ADJUSTMENTS 7a Current quarte	(Read the instructions for lir's fractions of cents	ne 7 before completi	ing lines 7a tiliougi	. 79).	<del></del>	
	7c Current quarter's	adjustments for tips and group-te	erm life insurance	· · · · · · · · · <u> </u>			·
	7d Current year's	income tax withholding (at	tach Form 941c)				
	7e Prior quarter's so	ocial security and Medicare taxes	(attach Form 941c)	.,			
	7f Special addition	ons to federal income tax (a	ittach Form 941c)				
	-	s to social security and Medicare (					
8							
9							2.06
10		ljustment for advance EIC (l					
11							
12	F information on	how to nay see the instructi	ons.			. 12 _	Check one Apply to next return.
13 For	Overnovment (If lin	ne 11 is more than line 10, e erwork Reduction Act Notic	nter the difference n	Voucher. BAA	Form 94	1 (Rev.	<b>⊢</b>

. .

Part 6: For paid preparers only (optional)

Paid Preparer's Signature Firm's name (or yours if self-employed) Address ZIP code Date Phone SSN/PTIN Check if you are self-employed. QBMT2902 02/12/08



# STATE OF TENNESSEE 2006 AD VALOREM TAX REPORT



COMPANY NAME	Tennessee Wastewa	ter Systems	inc.		
	River Road Pike FICE INFORMATION)	CITY	Nashville	STATE TN	ZIP CODE 37209
STREET (PRINCIPLE OF	FICE INFORMATION IN TE	CITY Ennëssee)		STATE	ZIP CODE
PHONE NUMBER	(615) 356-2880		FAX NUMBER	(615) 356-7295	
	E-MAIL AI	DDRESS	Charles.Picknev@tenne	sseewastewater.com	

MAIL TO:

# COMPTROLLER OF THE TREASURY OFFICE OF STATE ASSESSED PROPERTIES

James K. Polk State Office Building 505 Deaderick Street, Suite 1700 Nashville, Tennessee 37243-0281 (615) 401-7900 FAX (615) 532-8666

osap.osap@state.tn.us

1.	Company Name Tenne	ssee Wastewater Systems, In	С.		
2.	Principal Office Location	7638 River Road Pike			
		Nashville		TN	<del>37209</del> -
		Сіту		State	Zip
3.	Is Company	INDIVIDUAL? COOPERATIVE?	PARTNERSHIP OTHER?	? X	CORPORATION?
4. If	a CORPORATION or OTH	IER similar enterprise, sup	ply the following information	on:	
	Under laws of what state	organized Tennessee	Date	organized 3-18-2	003
5.	Name & address of PRES	BIDENT, OWNER, OR PAR	RTNER Charles Pick	(ney, Jr.	
	President Position/Title	7638 River Road Pike Number & Stre		shville City	TN 37209 .
6.	Name & address of GENI	ERAL MANAGER	Anne .		
Nu	mber & Street City State Zip				decree of the second se
7.	GROSS Investment in SN	STEM plant and property	December 31, 2005	\$0	:
8.	NET Investment in SYST	EM plant and property Dec	ember 31, 2005	\$0	
9.	SYSTEM GROSS Reven	ue (Income) for year ended	d December 31, 2005	\$ 50	36,812
10.	SYSTEM NET OPERATI	NG Revenue (Income) for	year ended December 31	, 2005 \$ 83	3,404
11.	Amount of LOANS FROM	I FEDERAL AGENCIES, if	any	\$0	
12.	Indicate stock & debt of co	mpany:			
		Amount Authorized	No. of Shares or Amount Issued	Book or Per Value	Market or Cash Value
	Preferred Stock			. 1900.0	
	Common Stock	1,000	1,000	<b>\$1</b>	1,000
	Bonds				
	Other Long-Term Debts	-		when the state of	
13.	State surplus at beginning	g of 2005 \$ 0	End o	f 2005 \$ 0	
14.	State amount of dividends	paid for the year 2005:	Preferred \$	Common	\$
15.	State exact dollar amount your Federal Income Tax		K ACTUALLY PAID OR O	WED FOR 2005 as	reported on
16.	State ACTUAL CASH or M January 1, 2006 \$9,02	ARKET VALUE of all Tenne 20,267	essee plant and property as	of	

17.	State NET additions ( 2004 \$1,094,33	additions less retirement	s) to Tennessee 2005 	plant and p \$2,363,979	roperty for:	
18.	Total number of sub	scribers in Tennessee	913			
19.	Does your company	operate solely (100%) in	Tennessee?	Х	YES	NO
		' it will not be necessary i <b>you must</b> complete quest		stions 20-27	<b>7.</b>	
20.	GROSS Investment in	Tennessee plant and prop	perty December 3	1, 2005	\$	
21.	NET Investment in Te	nnessee plant and propert	y December 31, 2	2005	\$	
22.	TENNESSEE GROS	SS Revenue (Income) for	year ended Dec	cember 31,	2005 \$	
23.	TENNESSEE NET O	OPERATING Revenue (I	ncome) for year e	nded Decen	nber 31, 2005	\$
24.	Percent of TENNESS December 31, 2005	EE GROSS Investment		SYSTEM G	ROSS Investm	ent in plant and property
25.	Percent of TENNESS December 31, 2005	EE NET Investment as c		STEM NET I	investment in p	lant and property
26.		EE GROSS Revenue (In er 31, 2005			TEM GROSS	Revenue (Income) for
<b>2</b> 7.		EE NET OPERATING R or year ended December				NET OPERATING %
28.	Does your company o	r its parent holding comp	any file the follov	wing? Chec	k all that appl	y:
	a. SEC	Form 10-K				
	b. Anno	ual report to stockholders	3			
	File one copy of ea Assessed Properties		d in item 28 wi	th the Con	ptroller of the	e Treasury, Office of State
29.	What was the date or a federal entity?	of your last rate case? _ State PSC Wha	1999 It was the return	<del></del>		heard by a state PSC N/A %
	·	· · · · · · · · · · · · · · · · · · ·		on equity gi		IVA
30.	Special questions reg	arding this report should	be directed to:			
	NAME:	Charles Pickney, Jr.				,
	TITLE:	President				
	ADDRESS:	7638 River Road Pike		Number & Street	· · · · ·	
		Nashville			TN	37209
		City		State	· · ·	Zip
	PHONE NUMBER:	( 615) 356-2880				
	FAX NUMBER:	( 615) 356-7295				

# BALANCE SHEET ASSETS

#### **AS OF DECEMBER 31**

		2005	2004
Item	Fixed Assets	<del></del>	
1.	Utility Plant in Service	\$ 9,705,788	\$ 6,415,574
2.	Plant Under Construction	0	0
3.	Property Held for Future Use	0	0
4.	Plant Acquisition Adjustment	0	0
5.	Total Fixed Assets	\$9,705,788	\$6,415,574
6.	LESS Depreciation & Amortization Reserve	\$685,521	\$164,645
7.	Net Fixed Assets	\$ 9,020,267	\$ 5,970,427
	Other Property & Investments		
*8.	Non-Utility Property	\$	\$
9.	LESS Accumulated Depreciation	0	0
10.	Net Non-Utility Property	0	0
*11.	INVESTMENT IN AFFILIATED COMPANIES	0	0
*12.	OTHER INVESTMENTS	0	0
13.	Miscellaneous Physical Property	0	0
14.	Sinking Funds	0	0
15.	Other Fund Accounts	0	0
16.	Total Other Property & Investments	\$ 0	\$ 0
	Current Assets		
17.	Cash	\$ 287,982	\$250,383
18.	Special Cash Deposits		
19.	Working Funds		
20.	Temporary Cash Investments		
21.	Notes Receivable from Affiliated Companies		
22.	Other Notes Receivable		
23.	Due from Customers & Agent - Net		•
24.	Accounts Receivable from Affiliated Companies Net		
25.	Other Accounts Receivable - Net		
26.	Interest & Dividends Receivable		
27.	Pre-Payments		
28.	MATERIALS & SUPPLIES		
29.	Liquefied Natural Gas Stored		
30.	Subscriptions to Security Issues		
31.	Other Current Assets		
32.	Total Current Assets	\$ 287,982	\$250,383
	Deferred Charges		
33.	Discount on Long-Term Debt		
34.	Extraordinary Maintenance & Retirements		
35.	Clearing Accounts		
36.	Other Deferred Charges		
37.	Total Deferred Charges	\$	\$
38.	TOTAL ASSETS	\$9,308,249	\$ 6,220,810

<sup>\*</sup>GIVE A DETAILED BREAKDOWN AND DESCRIPTION OF THIS TYPE OF PROPERTY INVESTMENT.

### BALANCE SHEET LIABILITIES & OTHER CREDITS

#### **AS OF DECEMBER 31**

		2005	2004
<u>ltem</u>	Capital Stock & Retained Earnings		
1.	Common Capital Stock Outstanding	\$1,000	\$ 1,000
2.	Preferred Capital Stock Outstanding		
3.	Premiums on Capital Stock		
4.	Other Capital Liability Accounts		
5.	Proprietor's Capital		
6.	Other Capital		
7.	Retained Earnings Reserved	\$319,915	\$ 235,511
8.	Unappropriated Retained Earnings		
9.	LESS Discount on Capital Stock		
10.	LESS Capital Stock Expense	***************************************	
11.	Total Capital Stock & Retained Earnings	\$ 320,915	\$ 236,511
	Long-Term Debt		
12.	Funded Debt Outstanding	\$	\$
13.	Receivers Certificates		<u> </u>
14.	Advances from Affiliated Companies	· · · · · ·	
15.	Other Long-Term Debt(s)	\$ 99,896	\$ 131,896
16.	Total Long-Term Debt(s)	\$ 99,896	\$ 131,896
	Current & Accrued Liabilities		
47		<b>c</b> r	•
17.	Notes Payable to Affiliated Companies	\$	\$
18.	Other Notes Payable	- AAAAAAAA	
19.	Accounts Payable to Affiliated Companies		
20.	Other Accounts Payable	4.00.450	4.0.754
21.	Customers Deposits	\$ 60,456	\$ 42,751
22.	Matured Interest & Dividends		
23.	Matured Long-Term Debt(s)		
24.	Advance Billing & Payments	<del></del>	
<b>25</b> .	Taxes Accrued		
26.	Unmatured Interest, Dividends, & Rents Accrued		
27.	Refunds Due Customers	-	
28.	Other Current Liabilities		40.754
29.	Total Current & Accrued Liabilities	\$ 60,456	\$ 42,751
	Deferred Credits & Reserves		
30.	Premium on Long-Term Debt	\$	\$
31.	Insurance Reserve		
32.	Provident Reserve		
33,	Amortization Reserve		
34.	Employment Stabilization Reserve		
35.	Other Deferred Credits & Reserves	<u> </u>	
36.	Accumulated Deferred Income Taxes		
37.	Total Deferred Credits & Reserves	\$	\$
	Contributions in Aid of Construction		
38.	Contributions in Aid of Construction	\$ 9,020,267	\$ 5,970,427
39.	TOTAL LIABILITIES & OTHER CREDITS	\$ 9,501,534	\$ 6,220,810

#### SUPPLEMENT TO BALANCE SHEET

#### As of December 31

		<u>2005</u>	2004
1.	Contributed Plant	\$ 9,705,788	\$6,415,574
2.	Accumulated Depreciation on Contributed Plant	\$ 685,521	\$164,645
3.	Net Contributed Plant	\$ 9,020,267	\$5,970,427
<b>.</b>	Non- Contributed Plant		
<del>)</del> .	Accumulated Depreciation on Non- Contributed		
<b>3</b> .	Net Non- Contributed Plant		
7.	Total Utility Plant in Service		
3.	Total Accumulated Depreciation		
9.	*TOTAL NET PLANT	\$ 9,020,267	\$5,970,427
VΕ	IIS FIGURE SHOULD BE EQUAL TO THE FIGURE REPO T FIXED ASSET		GE REPRESENTING
NE Lis	T FIXED ASSET below the items included in the Contributed Plant Account:		AMOUNT
is:	below the items included in the Contributed Plant Account:  ver Collection Systems		<u>AMOUNT</u> \$1,481,976
NE Lis	below the items included in the Contributed Plant Account:  ver Collection Systems  ver Treatment Systems		AMOUNT
NE Lis Se	below the items included in the Contributed Plant Account:  ver Collection Systems  ver Treatment Systems		AMOUNT \$1,481,976 \$6,339,511
·is	below the items included in the Contributed Plant Account:  ver Collection Systems  ver Treatment Systems  d		AMOUNT \$1,481,976 \$6,339,511

# LONG-TERM DEBT

# Mortgages, Bonds, Promissory Notes, & Miscellaneous Long-Term Debt

		lssue	•
		Date of Maturity	
TOTALS		Description: (Bonds, Notes, or Other Instrument)	•
co.	€	Beginning of Year Balance	
₩.	*	Principal Paid During Year	
<b>⇔</b> *	<b>ω</b>	*End of Ye®vallance	
		Rate (%) Amount	Interest
G	49	mount	for Year
		Leave This Column Blank	

4

CT-0405

### INCOME STATEMENT

12,008,740,59

AS OF DECEMBER 31

			AS OF L	A C C F IN D F I / 2 I
		11,555,149,60	2005	2004
Item 1.	Operating Revenues	11.500	•	
	Unmetered Revenue	(17)	\$	\$
2.	Metered Revenue	190		
3.	Fire Hydrant Revenue & Service			
4.	Revenue from Sale of Taps			
5.	Sewerage Revenue		\$458,480	\$347,627
6.	Other Revenue		\$28,261	
7.	Total Operating Revenues		\$486,741	\$347,627
	Operating Expense			
8.	Water Supply Expense		\$	\$
9.	Pumping Expense			
10.	Purification Expense			
11.	Distribution Expense			
12.	Customer Accounting & Collection Expense			
13.	Administrative & General Expense Operating Taxes:			
14.	State, County, & Municipal Taxes		\$36,505	\$19,354
15.	Federal Income Taxes	line 15: 5 14:952 7	\$14,290	\$12,733
16.	Other Federal Taxes	11/0 9527		
17.	Depreciation Expense	\$ 14,		
18	Amortization Expense			
19.	Other Operating Expense		\$423,424	\$316,670
20.	Total Operating Expense		\$474,219	\$348,757
21.	NET OPERATING INCOME		\$12,522	\$(1,130)
21.	HET OF ERATING MODILE		<u>Ψ1-,∪</u>	
	Other Income		•	
22.	Dividend Income		\$	\$
23.	Allowance for Funds Used During Construction (AFUD)	C)	····	
	LESS: Federal Income Taxes on AFUDC			
24.	Other Interest Income		<del>,</del>	
25.	Total Interest Income			
26.	Income from Non-Operating Property			\$17,546
27.	Miscellaneous Income	1	\$69,441	\$7,240
28.	Total Other Income		\$69,441	\$24,786
	Miscellaneous Deductions from Income			
29.	Miscellaneous Income Charges		\$	\$
30.	Federal Income Tax - Non-Operating			
31.	Other Non-Operating Taxes			
32.	Total Miscellaneous Deductions			
33.	Net Other Income		\$0	
34.	Gross Income	d. 1.	\$151,404	\$
<b>V</b> 1.	5,000 II.00.II.0	per Charles		
	Interest & Other Deductions	•		¢
35.	Interest on Funded Debt			\$
36.	Other Interest Deductions			
37.	Amortization of Discount on Long-Term Debt			
38.	Release of Premium on Long-Term Debt-Credit			
39.	Other Fixed Charges		400.000	
40.	TOTAL INTEREST & OTHER DEDUCTIONS		<del>\$68,000 \$68,000 \$ 100.000 \$ 100.0000 \$ 100.0000000000</del>	
41.	Net Income Before Extraordinary Items		\$83,404	\$42,622
	Extraordinary & Delayed Items			
42.	Extraordinary & Delayed Items			
42. 43.	Net Income to Retained Earnings		\$83,404	\$42,622
~U.	net moome to izeramen rainings		Ψυυ,τντ	ψ : Σ, Ο Σ Σ

# LEASED EQUIPMENT

This schedule should include all operating equipment located in Tennessee that is leased or used by your company.

		M	 	
Location (County & City)				
Depreciated Cost	↔			
Accumulated Depreciation	↔			
Original Cost	↔			
Tax Liability Lessor or Lessee				
Owner				
Lease Expiration Date				
Annual Depreciation Rate				
Age Of Units		, 11		
Total Annual Amount of Rent	<b>69</b>			
No. Of Units				
ype of Jipment			<del></del> ·•	

# TENNESSEE PROPERTY December 31, 2005

WATER DISTRIBUTION SY	<u> </u>	Gross Investr Within Corporate Lin		Gross Inve Outs Corporate	ide	Gross Investment Total
Meters	\$		\$			\$
Mains by Size & Kind:						
Pumps - Booster				. Andrew .		
Fire Hydrants		• • • • • • • • • • • • • • • • • • • •				
Total Investment	\$		\$			\$
Total Cash Value 1/1/2006	\$		\$			\$
WATER SUPPLY & EQUIPM	MENT				<del></del>	
Wells & Springs	\$		\$		. ;	\$
Boilers & Motors		- , ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,				
Pumps & Other Pumping Equ	uip.					
Reservoirs & Stand Pipes						
Purification & Filtration	-					
Miscellaneous	***					
Total Investment	\$		\$			\$
Total Cash Value 1/1/2006	\$		\$		<u></u>	\$
Total Gross Investment in fur	rniture, fixtures, ed	quipment, autor	nobiles, <u>materia</u>	ls & suppli	es, & other gene	ral equipment
	\$		\$			\$
Total cash value of above	\$		\$			<b>B</b>
CONSTRUCTION WORK IN	PROGRESS (CV	VIP)		*********	•	
Gross Investment (CWIP)	\$	<del></del>	\$		;	\$
Personal @ 15%	\$		\$			\$
Real @ 100%	\$		\$			β .
	REA	AL ESTATE - 7	ENNESSEE			
Land:	Year	Purchased	Deed	Page	Gross	Cash Value
Acres Location	Acquired	From	Book	No.	Investment \$	Jan. 1, 2006 \$
			Total	Land	\$	\$
Structures:			Year		Gross	Cash Value
Kind & Type	Location		Constructed/A	cquired	Investment \$	Jan. 1, 2006 \$
			Total Str teal Estate/Tenn	essee	\$ \$ \$	\$ \$ \$

PROPERTY SHEET

One sheet to be completed for each county, city, and special school district where property located. Note:

Name of city or special school	ol district	County					
WATER DISTRIBUTION SYS	STEM	Gross Investn Within Corporate Lir		Gross Inv Outs Corporate	ide	ŧı	Gross vestment
Meters			\$		-	\$	***************************************
Mains by Size & Kind:					-	-	
				<u> </u>			
Pumps - Booster							
Fire Hydrants							
Total Investment	_9	<b>)</b>	\$			\$	
Total Cash Value 1/1/2006	\$	5	\$			\$	
WATER SUPPLY & EQUIPN	MENT						
Wells & Springs	5	6	\$			\$	
Boilers & Motors	_						
Pumps & Other Pumping Equ	 ip.						
Reservoirs & Stand Pipes							•
Purification & Filtration	***************************************						
Miscellaneous					-		
Total Investment		3	\$			\$	
Total Cash Value 1/1/2006	<u> </u>	<b>B</b>	\$			\$	, <u>'</u>
Total Gross Investment in fur	niture, fixtures,	equipment, auton	nobiles, materi	als & suppl	ies, & other gen	eral e	equipment
	. , ,		\$			\$	
Total cash value of above		<b></b>	\$			\$	
CONSTRUCTION WORK IN	Ermu				-		
Gross Investment (CWIP)		<b>&gt;</b>	\$			\$	
Personal @ 15%		***	\$		,	\$	
Real @ 100%		<u> </u>	\$			\$	
11041 @ 100%	R	EAL ESTATE - T	<del></del>		-		
Land:	-			_	_		
Acres Location	Year Acquired	Purchased From	Deed Book	Page No.	Gross Investment \$	: 	Cash Value Jan. 1, 2006 \$
		education of the second	Total	Land	\$		\$
Structures: Kind & Type	Location		Year Constructed/		Gross Investment \$	t 	Cash Value Jan. 1, 2006 \$
		<del></del> .	Total St	ructures	\$	<del></del>	\$
			Total Rea		\$		\$
		Total All Prone			<u>.</u> \$		**

### **PURCHASES AND SALES OF TENNESSEE PROPERTY**

List all purchases and sales of Tennessee real property (including Telecommunications Towers) that occurred during the year 2005. Give all applicable information for each transaction separately. (You may copy pages as needed)

Please attach a copy of the warranty deed or sales contract.

	PURCHASES
Date of Purchase:	
County/City:	
Assessor's Tax Map & Parcel Number:	
Purchase Price:	
Physical Address:	
	Number & Street
City State Zip	
Description of Property:	
Grantor (seller):	
Type of Improvement:	
	SALES
Date of Sale:	
County/City:	
Assessor's Tax Map & Parcel Number:	
Sale Price:	
Physical Address:	
	Number & Street
City State Zip	
Description of Property:	
Grantee (buyer):	
Type of Improvement:	

### REAL PROPERTY UNDER CONSTRUCTION

Tennessee Code Annotated 67-5-503 provides that, "If after January 1 and before September 1 of any year, an improvement or new building is completed and ready for use or occupancy?the assessor of property shall make or correct the assessment of such property, on the basis of the value of the improvement at the time of its completion?"

List all real properties under construction or properties that will be completed by September 1, 2006.

County and City	Property Owner and Map Reference	Description of Improvement	Construction Cost
			\$
			- In the second
	ALANA SANTANI		
		1	
			Walter 10 - 10 - 10 - 10 - 10 - 10 - 10 - 10
44			
	Substitution According to the Control of the Contro		
			eur 10 - 17 - 1

DATE: 7/13/2006

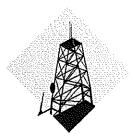
I, Charles Pickney, Jr.	, being the PRESIDENT OF
Tennessee Wastewater Systems,	, do hereby swear and affirm that the foregoing Ad
Valorem Tax Report for the year two tho	ousand six has been prepared from <u>only</u> the original
books, papers, and records of said resp	condent under my direction in accordance with
Tennessee Code Annotated, §67-5-1316	6, and is true and correct to the best of my knowledge
and belief.	
	Chaba Gily &
	NAME
	Predsident
	OFFICIAL CAPACITY

A Filed





# STATE OF TENNESSEE 2007 AD VALOREM TAX REPORT





COMPANY NAME Tennessee Waste	ewater System	s, Inc.				
STREET 851 Aviation Parkway	CITY	Smyrna	STATE	TN	ZIP CODE	37167
(PRINCIPLE OFFICE INFORMATION)		<b>6</b> 9015	<del></del>			
STREET (PRINCIPLE OFFICE INFORMATION IN	CITY TENNESSEE)	,	STATE	-	ZIP CODE	
PHONE NUMBER (615) 220 - 7202		FAX NUMBER	<u>(61</u>	5) 220 – 7	7209	<del></del>

E-MAIL ADDRESS Charles.Pickney@tennesseewastewater.com

MAIL TO:

# COMPTROLLER OF THE TREASURY OFFICE OF STATE ASSESSED PROPERTIES

James K. Polk State Office Building 505 Deaderick Street, Suite 1700 Nashville, Tennessee 37243-0281 (615) 401-7900 FAX (615) 532-8666 osap.osap@state.tn.us

1.	Company Name Tenne	ssee Wastewater Systen	ns, Inc.			
2.	Principal Office Location	849 Aviation Parkway				
	•		Number & Street			
		Smyrna	City	TN_		167 Zio
						-r
3.	, ,	INDIVIDUAL?	PARTNERSHII	P? <u>x</u>	CORPO	DRATION?
	<del></del>	COOPERATIVE?	OTHER?			
4.	If a CORPORATION or OT	HER similar enterprise, s	supply the following inform	mation:		
	Under laws of what state o	rganized <u>Tennessee</u>	Da	te organized	3-18-2003	
5.	Name & address of PRESI	DENT, OWNER, OR PA	RTNER Charles Pi	ckney, Jr.	<del>)</del>	
	President	849 Aviation Parkw			TN	37167
	Position/Title	Number & Str	reet	City	State	Ζip
6.	Name & address of <b>GENE</b>	RAL MANAGER		Name		
	Number & St	reet	City	s	tate	Zip
7.	GROSS Investment in SYSTEM plant and property December 31, 2007				\$0	
8.	NET Investment in SYSTE	M plant and property Dec	cember 31, 2007		\$ 0	
9.	SYSTEM GROSS Revenu	e (Income) for year ende	d December 31, 2007		\$ 764,241	<del>,</del>
10.	SYSTEM NET OPERATIN	G Revenue (Income) for	year ended December 3	1, 2007	\$ (294,195)	
11.	Amount of LOANS FROM	FEDERAL AGENCIES, if	f any		\$0	**********
12.	Indicate stock & debt of cor	npany:				
	•	Amount Authorized	No. of Shares or Amount Issued	Book o Per Valu		arket or sh Value
	Preferred Stock					
	Common Stock	1,000	1,000	<del></del>	 \$1,00	00
	Bonds					
	Other Long-Term Debts					
13.	State surplus at beginning	of 2007 \$0	End (	of 2007 \$	n	
14.	State amount of dividends					
					mmon <u>\$0</u>	
15.	State exact dollar amount o your Federal Income Tax R		X ACTUALLY PAID OR	OWED FOR 26	007 as reporte	d on
16.	State ACTUAL CASH or M/		nessee plant and proper	ty as of		

17.	State NET additions (additions less retirements) to Tennessee plant and property for:  2006 \$ 1,291,573 2007 \$ 5,541,600
18.	Total number of subscribers in Tennessee
19.	Does your company operate solely (100%) in Tennessee? X YES NO
	If you checked "YES" it will not be necessary to complete questions 20-27.  If you checked "NO" you must complete questions 20-27.
20.	GROSS Investment in Tennessee plant and property December 31, 2007 \$
21.	NET Investment in Tennessee plant and property December 31, 2007\$
22.	TENNESSEE GROSS Revenue (Income) for year ended December 31, 2007 \$0
23.	TENNESSEE NET OPERATING Revenue (Income) for year ended December 31, 2007 \$ 0
24.	Percent of TENNESSEE GROSS Investment as compared to SYSTEM GROSS Investment in plant and property December 31, 2007
25.	Percent of TENNESSEE NET Investment as compared to SYSTEM NET Investment in plant and property December 31, 2007 0 %
26.	Percent of TENNESSEE GROSS Revenue (Income) as compared to SYSTEM GROSS Revenue (Income) for year ended December 31, 2007 0 %
27.	Percent of TENNESSEE NET OPERATING Revenue (Income) as compared to SYSTEM NET OPERATING Revenue (Income) for year ended December 31, 2007 0 %
28.	Does your company or its parent holding company file the following? Check all that apply:
	a. SEC Form 10-K
	b. Annual report to stockholders
	File one copy of each of the items checked in item 28 with the Comptroller of the Treasury, Office of State Assessed Properties.
29.	What was the date of your last rate case? 1999 Was the case heard by a state PSC
	TN or a federal entity? PSC What was the return on equity granted? N/A %
30.	Special questions regarding this report should be directed to:
	NAME:
	TITLE:
	ADDRESS:  Number & Street
	Number & Salest
	City State Zip
	PHONE NUMBER: ( )
	FAX NUMBER: ( )

## BALANCE SHEET ASSETS

### **AS OF DECEMBER 31**

		<u>2007</u>	2006
<u>ltem</u>	Fixed Assets		
1.	Utility Plant in Service	\$17,095,724	\$11,555,149
2.	Plant Under Construction	-	
3. 4.	Property Held for Future Use Plant Acquisition Adjustment		
4. 5.	Total Fixed Assets	17,095,724	11,555,149
6.	LESS Depreciation & Amortization Reserve	1,656,896	1,243,309
7.	Net Fixed Assets	\$15,438,828	\$10,311,840
	Other Property & Investments	<u> </u>	
*0		•	
*8. 9.	Non-Utility Property	_\$	\$ .
9. 10.	LESS Accumulated Depreciation  Net Non-Utility Property		
*11.	INVESTMENT IN AFFILIATED COMPANIES		
*12,	OTHER INVESTMENTS		
13.	Miscellaneous Physical Property	10,693	
14.	Sinking Funds		
15.	Other Fund Accounts		
16.	Total Other Property & Investments	\$ 10,693	\$0
	Current Assets		
17.	Cash	\$577,098	457,959
18.	Special Cash Deposits	Ψ011,000	457,000
19.	Working Funds	•	
20.	Temporary Cash Investments		
21.	Notes Receivable from Affiliated Companies		
22.	Other Notes Receivable		
23.	Due from Customers & Agent Net		
24.	Accounts Receivable from Affiliated Companies Net		
25. 26.	Other Accounts Receivable – Net Interest & Dividends Receivable		
26. 27.	Pre-Payments		
28.	MATERIALS & SUPPLIES		
29.	Liquefied Natural Gas Stored		
30.	Subscriptions to Security Issues		
31.	Other Current Assets	***************************************	
32.	Total Current Assets	\$577,098	\$457,959
	<u>Deferred Charges</u>		
33.	Discount on Long-Term Debt	\$	\$
34.	Extraordinary Maintenance & Retirements	Ψ	<u> </u>
35.	Clearing Accounts	<del></del>	
36.	Other Deferred Charges		
37.	Total Deferred Charges	\$0	\$0
38.	TOTAL ASSETS	\$15,827,073	\$10,769,799
· · · · · · · · · · · · · · · · · · ·		Ψ10,021,010	1 Φ10,700,700

<sup>\*</sup>GIVE A DETAILED BREAKDOWN AND DESCRIPTION OF THIS TYPE OF PROPERTY INVESTMENT.

### BALANCE SHEET LIABILITIES & OTHER CREDITS

### **AS OF DECEMBER 31**

		<u>2007</u>	2006
<u>ltem</u>	Capital Stock & Retained Earnings		
1.	Common Capital Stock Outstanding	\$ 1,000	\$ 1,000
2.	Preferred Capital Stock Outstanding		
3.	Premiums on Capital Stock		-
4. 5.	Other Capital Liability Accounts Proprietor's Capital	46 T T T T	
5. 6.	Other Capital		
7.	Retained Earnings Reserved	124,570	21,508
8.	Unappropriated Retained Earnings	124,010	21,000
9.	LESS Discount on Capital Stock	,	
10.	LESS Capital Stock Expense		
11.	Total Capital Stock & Retained Earnings	\$125,570	\$22,508
	Long-Term Debt		
12.	Funded Debt Outstanding	\$	\$
13.	Receivers Certificates		
14.	Advances from Affiliated Companies		
15.	Other Long-Term Debt(s)	99,896	99,896
16.	Total Long-Term Debt(s)	\$99,896	\$99,896
	Current & Accrued Liabilities		
17.	Notes Payable to Affiliated Companies	\$	\$
18.	Other Notes Payable	Ψ	<u> </u>
19.	Accounts Payable to Affiliated Companies		
20.	Other Accounts Payable	White William Company	
21.	Customers Deposits	85,713	69,160
22.	Matured Interest & Dividends		
23.	Matured Long-Term Debt(s)		
24.	Advance Billing & Payments		
25.	Taxes Accrued		
26.	Unmatured Interest, Dividends, & Rents Accrued		
27. 28.	Refunds Due Customers Other Current Liabilities		
20. 29.	Total Current & Accrued Liabilities	\$146,837	\$69,160
20.		φ140,007	ψ09,100
	<u>Deferred Credits &amp; Reserves</u>		
30.	Premium on Long-Term Debt	\$	\$
31.	Insurance Reserve		
32.	Provident Reserve		
33.	Amortization Reserve		
34.	Employment Stabilization Reserve		
35. 36.	Other Deferred Credits & Reserves Accumulated Deferred Income Taxes		
30. 37.	Total Deferred Credits & Reserves	\$0	\$0
07.		ΨΟ	ΙΨΟ
00	Contributions in Aid of Construction	<b>Mar</b> 400 000	440.044.040
38.	Contributions in Aid of Construction	\$15,438,828	\$10,311,840
39.	TOTAL LIABILITIES & OTHER CREDITS	\$15,827,073	\$10,503,404

### SUPPLEMENT TO BALANCE SHEET

### As of December 31

		<u>2007</u>	<u>2006</u>
1.	Contributed Plant	\$17,095,724	\$11,555,149
2.	Accumulated Depreciation on Contributed Plant	1,656,896	1,243,309
3.	Net Contributed Plant	15,438,828	10,311,840
4.	Non- Contributed Plant		
5.	Accumulated Depreciation on Non- Contributed		
6.	Net Non- Contributed Plant		
7.	Total Utility Plant in Service		
8.	Total Accumulated Depreciation		
9.	*TOTAL NET PLANT	\$15,438,828	\$10,311,840
<u>NET</u>	IS FIGURE SHOULD BE EQUAL TO THE FIGURE REP FIXED ASSET  below the items included in the Contributed Plant Accoun		E REPRESENTING
•			<u>AMOUNT</u>
Sew	rer Collection Systems		\$ 1,956,399
Sew	er Treatment Systems		10,727,049
Lan	d		2,755,380
Offic	ce Furniture and Equipment		
		TOTAL CONTRIBUTED PLANT	\$15,438,828

# LONG-TERM DEBT

# Mortgages, Bonds, Promissory Notes, & Miscellaneous Long-Term Debt

	Leave This Column Blank		
for Year	Amount	<i>•</i>	\$
Interest	Rate (%)		
i,	*End of Year Balance		* <del>*</del>
	Principal Paid During Year	<b>↔</b>	\$
	Beginning of Year Balance	· <del>•</del>	<del>\$</del>
	Description: (Bonds, Notes, or Other Instrument)		TOTALS
400	Date of Maturity		
**************************************	Date of Issue		

### **INCOME STATEMENT**

### **AS OF DECEMBER 31**

		<u>2007</u>	<u>2006</u>
<u>ltem</u>	Operating Revenues	ф	φ.
1.	Unmetered Revenue		\$
2.	Metered Revenue	<del></del>	
3.	Fire Hydrant Revenue & Service		
4. -	Revenue from Sale of Taps	466.070	E00 175
5.	Sewerage Revenue	466,272	590,175
6. 7.	Other Revenue	65,499	63,182
7.	Total Operating Revenues	<u>\$531,772</u>	\$653,357
	Operating Expense		
8.	Water Supply Expense	\$	\$
9.	Pumping Expense	<u> </u>	<u> </u>
10.	Purification Expense		
11.	Distribution Expense		
12.	Customer Accounting & Collection Expense		
13.	Administrative & General Expense Operating Taxes:	<del>(a. i.a.g</del>	
14.	State, County, & Municipal Taxes	114,602	57,635
15.	Federal Income Taxes	37,000	26,595
16.	Other Federal Taxes	0.,000	=0,000
17.	Depreciation Expense	<b></b>	
18	Amortization Expense	######################################	
19.	Other Operating Expense	906,834	563,254
20.	Total Operating Expense	\$1,058,436	\$647,484
21.	NET OPERATING INCOME	\$ (526,664)	\$ 5,873
<b>4</b> . 1.	HET OF EITH HAD MOOME	_ψ (320,004)	Ψ 0,010
	Other Income		
22.	Dividend Income	\$	\$
23.	Allowance for Funds Used During Construction (AFUDC)	<del></del>	
	LESS: Federal Income Taxes on AFUDC		
24.	Other Interest Income		
25.	Total Interest Income	<del></del>	
26.	Income from Non-Operating Property		
27.	Miscellaneous Income	232,469	182,431
28.	Total Other Income	\$232,469	\$182,431
		\$100 market	
	Miscellaneous Deductions from Income		
29.	Miscellaneous Income Charges	\$	\$
30.	Federal Income Tax – Non-Operating		
31.	Other Non-Operating Taxes	1	
32.	Total Miscellaneous Deductions		
33.	Net Other Income		
34.	Gross Income	\$(294,195)	\$101,660
0.5	Interest & Other Deductions	•	
35.	Interest on Funded Debt	\$	\$
36.	Other Interest Deductions		
37.	Amortization of Discount on Long-Term Debt	<del></del>	
38.	Release of Premium on Long-Term Debt-Credit		
39.	Other Fixed Charges		
40.	TOTAL INTEREST & OTHER DEDUCTIONS	<u>\$0</u>	\$0
41.	Net Income Before Extraordinary Items	\$(294,195)	\$101,660
40	Extraordinary & Delayed Items	<u>.</u>	
42.	Extraordinary & Delayed Items	\$	\$
43.	Net Income to Retained Earnings	\$(294,195)	\$101,660

# LEASED EQUIPMENT

This schedule should include all operating equipment located in Tennessee that is leased or used by your company.

Location (County & City)	·
Depreciated Cost	€-
Accumulated Depreciation	<b>↔</b>
Original Cost	♥
Tax Liability Lessor or Lessee	
Owner	
Lease Expiration Date	
Annual Depreciation Rate	
Age Of Units	
Total Annual Amount of Rent	<b>↔</b>
No. Of Units	
Type of Equipment	

CT-0405

## TENNESSEE PROPERTY December 31, 2007

WATER DISTRIBUTION SYS		Gross investmen Within Corporate Limits	•	s Investment Outside orate Limits	Gross Investment Total
Meters			\$		\$
Mains by Size & Kind:					
Pumps – Booster	# ** * * * * * * * * * * * * * * * * *	<u> </u>			
Fire Hydrants					
Total Investment	\$		\$		\$
Total Cash Value 1/1/2007	\$		\$		\$
WATER SUPPLY & EQUIPM	ENT				
Wells & Springs	 \$		\$		\$
Boilers & Motors					
Pumps & Other Pumping Equ	ip				
Reservoirs & Stand Pipes	<u> </u>		42		
Purification & Filtration			· · · · · · · · · · · · · · · · · · ·		<del></del>
Miscellaneous					
Total Investment			\$		\$
Total Cash Value 1/1/2007	<u>\$</u>		\$		\$
Total Gross Investment in furr	niture, fixtures, eq	uipment, automob	iles, <u>materials &amp; s</u>	upplies, & other g	eneral equipment
			\$		\$
Total cash value of above	\$				\$
CONSTRUCTION WORK IN	PROGRESS (CW	<u>'IP)</u>			
Gross Investment (CWIP)	\$		\$		\$
Personal @ 15%	\$	.,,,	\$		\$
Real @ 100%	_\$_		\$		\$
	<u>RE</u>	AL ESTATE - TEN	INESSEE		
Land:  Acres Location	Year Acquired	Purchased From	Deed Pa Book N		Cash Value ent Jan. 1, 2008
	<del></del> .		Total Land	\$	\$
Structures:			Year	Gross	Cash Value
Kind & Type	Location	Co	onstructed/Acquire		
	<del>, , , , , , , , , , , , , , , , , , , </del>		Total Structure Estate/Tennesse operty/Tennesse	ee \$	\$ \$ \$ CT-0405

PROPERTY SHEET

One sheet to be completed for each county, city, and special school district where property located. Note:

Name of city or special school	district				County	- Constitute of the Constitute
WATER DISTRIBUTION SYST	<u>TEM</u>					
		Gross Investa Within Corporate Lia		Gross Inv Outs Corporate	ide	Gross Investment
Meters	<u> </u>	-		\$		\$
Mains by Size & Kind:						
•						
						4114 94144
			л			
Pumps – Booster						
Fire Hydrants	<u>-</u>					
Total Investment	<u>\$</u>			\$		\$
Total Cash Value 1/1/2008				\$		\$
WATER SUPPLY & EQUIPME	ENT					
Wells & Springs	\$			\$		\$
Boilers & Motors						
Pumps & Other Pumping Equip	D					
Reservoirs & Stand Pipes						
Purification & Filtration	•			<del>_</del>		1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-
Miscellaneous						
Total Investment				\$		\$
Total Cash Value 1/1/2008				\$		<u> </u>
Total Gross Investment in furni	ture, fixtures, e	equipment, autor	nobiles, <u>mate</u>	erials & suppli	<u>ies,</u> & other gene	ral equipment
	<u>\$</u>			\$		<u> </u>
Total cash value of above	<u>\$</u>			\$		\$
CONSTRUCTION WORK IN P	ROGRESS (C	WIP)				
Gross Investment (CWIP)	_\$			\$		\$
Personal @ 15%	<u>.</u> \$			\$		<u> </u>
Real @ 100%	\$			\$		\$
Land:	RE	EAL ESTATE -	TENNESSEE			
<u>Lanu.</u>	Year	Purchased	Deed	d Page	Gross	Cash Value
Acres Location	Acquired	From	Bool		Investment	Jan. 1, 2008
	-		<del></del>		\$	
	**************************************			al Land	ф.	_ <u> </u>
Structures			100	ai Lailu	\$	Ψ
Structures:			Ye	ar	Gross	Cash Value
Kind & Type	Location		Constructe	d/Acquired	Investment	Jan. 1, 2008
		<u> </u>			\$	\$
			Tatel (	Structures	Φ	ф
				eal Estate	\$ \$	<u>\$</u> \$
		Total All Prop			\$ \$	\$
		ا_	Ω			CT-0405

### **PURCHASES AND SALES OF TENNESSEE PROPERTY**

List all purchases and sales of Tennessee real property (including Telecommunications Towers) that occurred during the year 2007. Give all applicable information for each transaction separately. (You may copy pages as needed) Please attach a copy of the warranty deed or sales contract.

	<u>PURCHASES</u>			
Date of Purchase:				
County/City:				
Assessor's Tax Map & Parcel Number:				
Purchase Price:				
Physical Address:				
	Number & Street			
	City State Zip	p		
Description of Property:				
Grantor (seller):				
Type of Improvement:				
	SALES			
Date of Sale:				
County/City:	·			
Assessor's Tax Map & Parcel Number:				
Sale Price:				
Physical Address:				
	Number & Street			
	City State Zip	<u></u>		
Description of Property:				
Grantee (buyer):				
Type of Improvement:				

### **REAL PROPERTY UNDER CONSTRUCTION**

Tennessee Code Annotated 67-5-503 provides that, "If after January 1 and before September 1 of any year, an improvement or new building is completed and ready for use or occupancy...the assessor of property shall make or correct the assessment of such property, on the basis of the value of the improvement at the time of its completion..."

List all real properties under construction or properties that will be completed by September 1, 2008.

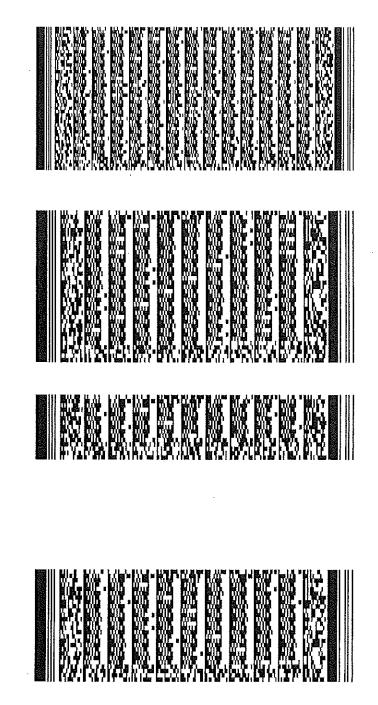
County and City	Property Owner and Map Reference	Description of Improvement	Construction Cost
and the second s			\$
	4		•
			17 300
			4
,		***************************************	

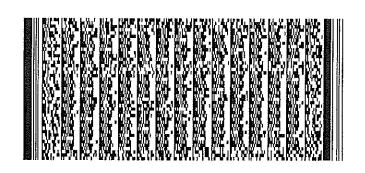
I <u>, Charles Pickney, Jr.</u> , being the OWNER, PRESIDENT,
SECRETARY, AND /OR PARTNER OF <u>Tennessee Wastewater Systems, Inc.</u> , do hereby swear
and affirm that the foregoing Ad Valorem Tax Report for the year two thousand seven has
been prepared from only the original books, papers, and records of said respondent under my
direction in accordance with Tennessee Code Annotated, §67-5-1316, and is true and correct
to the best of my knowledge and belief.
NAME

President
OFFICIAL CAPACITY

**DATE:** <u>6/6/08</u>

FAE TENNESSEE DEPARTMENT OF REVENUE 170 FRANCHISE, EXCISE TAX RETURN						
Taxable Year Account Number						
12/31/07	317417926					
Due Date	FEIN or SSN					
10/15/08	62-1548202					
Name and Address  TENNESSEE WASTEWATER SYSTEM  851 AVIATION PARKWAY SMYRNA TN 37167  Check the box above if address information has been updated.						
Taxpayer Phone No.:  Taxpayer E-Mail:						
PLEASE NOTE: This page must be returned with the remainder of your FAE 170, Franchise, Excise Tax Return to expedite processing.	our					
Subtotals from Return Schedules A. 3. Franchise tax (25 & per \$100.00; min. \$100.00) , \$ 43,153						
B. 7. Net excise tax due \$ C. 8. Total Franchise and Excise taxes Add lines 3 and 7 \$ 43,15						
C. 16. Total amount due (overpayment) - Total of lines 10, 12, 13, 14, and 15, less Line11 \$ If overpayment reported on Line 16, complete A and/or B: A. Credit to next year's tax \$ B. Refund \$						







TENNESSEE DEPARTMENT OF REVENUE

	FRANCHISE,	EXCISE IA	X RETURN			
	Taxable		Account			l or SSN
FAE		/01/07	31741	7926	62-1	548202
<b>170</b> 1022	Ending: 12	/31/07	Due D <b>4/15</b>	* *	AMENDED RETURN, plethe box at right.	ease check .
	b. Foreign Cor	Domestic Corporation poration	j. Single Member LLC/ of parent (see instru k, LP		FINAL RETURN for term withdrawal, please check right. Application of Public Law	box at
	d. S Corporation		I. LLP  m. RLLP		Excise Tax, please check right.	k box at
	e. LLC f. PLLC		n. PRLLP o. Business Trust		Payment for this return w via EFT, please check th right.	,
	h. Single Mem	ber LLC/individual ber LLC/corporation ber LLC/general partn	•		Taxpayer has made an e calculate net worth per th sions of T.C.A. 67-4-210: please check the box at r	ne provi- 3 (g)-(i), right.
					listed in federal IRC ins	
			R SYSTEMS, I	NC.	scribes the principal buse. 221300	isiness activity in Tennes-
	851 AVIATI SMYRNA	ON PARKWA	Y TN 37167		Date Tennessee Operations Began	If you use a paid preparer and do not want forms mailed to you next year,
					3/11/93	check box at right.
	A - COMPUTATION					DOLLARS CENTS
<ol> <li>Total net v</li> </ol>	worth from Schedule I	F1, Line 5 or Sched	ule F2, Line 3		(1)	17,261,284
	& tangible personal p					2,839,449
			hereof on the greater of L	ines 1 or 2; minimum	\$100.00) (3)	43,153
	B - COMPUTATION					4 000
	ubject to excise tax fro	om Schedule J, Line	31		(4)	-4,800
	(6.5% of Line 4)	on Cabodula T. Dod			(5)	
7 Not ovele	apture or tax credit ito	m Schedule 1, Man Line 6)			(6)	
			UE OR OVERPAYMENT			
			17		(8)	43,153
9. Deduct: T	otal credit from Sched	lule D. Line 7 (cann	ot exceed Line 8)	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	r (9)	
10. Subtotal:	Line 8 less Line 9 (if L	ine 9 exceeds Line	8, enter 0 here)		(10)	43,153
11. Deduct: T	otal payments from S	chedule E, Line 7				39,145
12. Penalty (5	i% for each 30-day pe	riod of delinquency	not to exceed 25%; minir	num penalty is \$15)	(12)	
13. Interest (1	2.25% per annum on	taxes unpaid by the	e due date)		(13)	246
14. Penalty or	n estimated franchise,	excise tax paymer	nts		(14)	751
<ol><li>15. Interest or</li></ol>	n estimated franchise,	excise tax paymer	nts		(15)	
			12, 13, 14, and 15, less L	ine 11	(16)	5,115
	ment reported on Lir redit to next year's ta	-	B, Re	fund \$		
	TORNEY - Check YES	Under рела	lties of perjur), I declare that I have		best of my knowledge and belief, it is	
	signature certifies	Chlis	billy	9-12	08 PHAT.	
	parer has the authority	Taxpayer's Signa	a. Wall CPA	Date 12.	9/10/08	Title
to execute this fo			<del></del>	P00043543	7/10/08	615-373-3771
the taxpayer and		Tax Preparer's Si	gnature TPARK DRIVE,	Preparer's SSN SUITE 430	Date	Telephone
,	ect confidential tax to perform any and	Preparer's Addres		20111 430	<del></del>	
all acts relating to	· · · · · · · · · · · · · · · · · · ·	BRENTWO		TN 37027-	5032	
-	X YES	City		State ZIP		
V-R0011001	<del></del>	<del></del>			Remit amou	int on Line 16, payable to:
OR OFFICE	<b>&gt;</b>				Andrew Jac 500 Deader	E DEPARTMENT OF REVENUE kson State Office Building ick Street, Nashville, TN 37242

TENNESSEE DEPARTMENT OF REVENUE FRANCHISE, EXCISE TAX RETURN

		1-111-11	/ 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1			
FAE	Beginning:	ole Year 1/01/06	Accoun 31741			N or SSN 1 <b>548202</b>
<b>170</b> 1022	Ending: 12	2/31/06	Due D <b>9/1</b> 5		AMENDED RETURN, pi	
	i —	•			FINAL RETURN for term withdrawal, please check right.  Application of Public Law Excise Tax, please chec	k box at
	d. Insurance (		m. RLLP n. PRLLP o. Business Trust	ut	right.  Payment for this return via EFT, please check thright.	was sent he box at
	h. Single Men	mber LLC/individual mber LLC/corporation mber LLC/general parine	p. Not-For-Profit q. Other		Taxpayer has made an e calculate net worth per the sions of T.C.A. 67-4-210 please check the box at	he provi- )3 (g)-(l), right.
			R SYSTEMS, I	NC.	listed in federal IRC ins	siness activity code (NAICS) structions that best de- usiness activity in Tennes-
	849 AVIATI SMYRNA	ION PARKWA	Y TN 37167		Date Tennessee Operations Began 3/11/93	If you use a paid preparer and do not want forms mailed to you next year, check box at right.
SCHEDULE	A COMPLITATION	N OF FRANCHISE T	rav		3/22/25	DOLLARS CENTS
		***			(1)	
					(2)	
					m \$100,00) (3)	
•	B - COMPUTATION			2, 11, 11, 11, 11, 11, 11, 11, 11, 11, 1		
			<del></del>		(4)	130,756
<ol><li>Excise tax</li></ol>	(6.5% of Line 4)				(5)	8,499
6. Add: Recar	pture of excise tax c	credit from Schedule	T, Part 2		(6)	)
<ol><li>7. Net excise</li></ol>	e tax due (Line 5 pius	ıs Line 6)	*********			
SCHEDULE	C - COMPUTATION	N OF TOTAL TAX D	UE OR OVERPAYMENT			
8 Total Franc	chise and Excise tax	res - Add lines 3 and	17		(8)	37,696
9. Deduct: To	otal credit from Sched	dule D, Line 7 (canno	not exceed Line 8)		. (9)	
IV. OUDIDIAI. LI	nie o iess rine s (ii r	THE 9 EXCEEDS THE	o' eufei o uere)		. (10)	37,696
11. Deduct: To	otal payments from S	Schedule E, Line 7 $_{\odot}$			. (11)	56,676
12. Penalty (5%	% for each 30-day pe	eriod of delinquency	not to exceed 25%; mining	mum penalty is \$15)	(12)	4 740
			e due date)			
-		e, excise tax payment	, , , , , , , , , , , , , , , , , , , ,		(14)	
		e, excise tax payment			(15)	1,786
			12, 13, 14, and 15, less L	line 11	(16)	
A. X Cre	edit to next year's tax	1 . /	9,302 B. Re	efund \$		
	FORNEY - Check YES	Onder penalit	des of perjury, I declare that I have		the best of my knowledge and belief, it is	1
if this taxpayer's si	-	Chlub	, was		3-07 - PEN	
• •	arer has the authority	Taxpayer's Signatu		P00043543	a lis land	Title 615_272_2771
to execute this for	1	77/	<del></del>	-	<u> 7/10/01</u> .	615-373-3771
the taxpayer and is		Tax Preparer's Skg	gnature TPARK DRIVE,	Preparer's SSN SUITE 430	Date	Telephone
receive and inspec				POLITE 420		
information and to		Preparer's Address BRENTWOO		TN 37027-	- にいろう	
all acts relating to matters.	respective tax  YES	City	<u> </u>	State ZIP		
maπers. μετ V-R0011001 (11/08		/ Cny		Slate	Remit amou	nt on Line 16, payable to:
OR OFFICE	"				TENNESSE Andrew Jack	EE DEPARTMENT OF REVENUE kson State Office Building ick Street, Nashville, TN 37242

### TENNESSEE DEPARTMENT OF REVENUE APPLICATION FOR EXTENSION OF TIME TO FILE

FRANCHISE, EXCISE TAX RETURN Taxable Year Account No. FEIN or SSN FAE 1/01/06 Beginning: 317417926 62-1548202 173 Due Date Ending: 12/31/06 1022 4/17/07 Make your check payable to the Tennessee Department of Revenue for the amount shown on TAXPAYER NAME AND MAILING ADDRESS Line 4 of the worksheet and mail to: TENNESSEE WASTEWATER SYSTEMS, INC. NAME Tennessee Department of Revenue Andrew Jackson State Office Bldg. 7638 RIVER ROAD PIKE BOX (STREET) 500 Deaderick Street NASHVILLE CITY Nashville, TN 37242 ZIP 37209-5733 TN STATE sion of time, of six (6) months will be granted provided you pay estimated taxes equal to ninety percent ( x liability for the tax year of the minimum tranchise tax of \$100 whichever is greater. ompulingilne paymen dues usyears credii(s) and coment years estimated tax paymen ROUND TO NEAREST DOLLAR WORKSHEET FOR COMPUTATION OF EXTENSION PAYMENT Estimated Franchise Tax current year 49,100 00 2. Estimated Excise Tax current year 7,576 00 3. Deduct: Prior year's overpayment and estimated payments and tax credits made for current year 00 4. Amount due with extension request (90% or greater of Lines 1 and 2 less Line 3; if Line 3 is greater than total of Lines 1 and 2, enter 0 and return form without payment) 56,676 00 Keep Upper Portion For Your Records ▼ Return Copy Below - Detach Here ▼ CUT HERE - -FAE RV-R0011301 If your account number is not preprinted or unknown, enter federal identification number/social security number. 173 TENNESSEE DEPARTMENT OF REVENUE Application for Extension of Time to File Franchise, Excise Tax (FEIN/ SSN) ▶ 1022 62-1548202 Filing Extended AMOUNT DUE Period 12/31/06 Due Date (Line 4 of worksheet) 56,676 00 ACCOUNT 317417926 Under penalties of perjury, I declare that I have examined this report, and to the best of my knowledge and belief, it is true, correct, and complete. TENNESSEE WASTEWATER SYSTEMS, INC. 1307 7638 RIVER ROAD PIKE Taxpayer's Signature NASHVILLE TN 37209-5733 Telephone 615-373-3771 FOR OFFICE USE ONLY

Tax Preparer's Signature

BRENTWOOD,

Preparer's Address

BLANKENSHIP CPA GROUP, PLLC

37027-5032

State

71P

City

TN

12/31/06 TENNESSEE WASTEWATER SYSTEMS

огт 022	., •	31/00	IENNESSEE	WASTEWATER	SISTEM	s, INC.	31/41/	926	
			Schedu	ile D SCHEDULE Oi	CREDITS				
1.	Gross Premiums tax credit (	cannot excee	d Schedule C, Line 8	3)	(	1)			
2.	Tennessee Income Tax (car	not exceed S	chedule B, Line 5)	.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	(	2)			

Schedule D SCHEDULE OF CREDITS					
Gross Premiums tax credit (cannot exceed Schedule C, Line 8)	(1)				
2. Tennessee Income Tax (cannot exceed Schedule B, Line 5)	(2)				
3. Day Care Credit from Schedule W, Line 18/LIHTC from Schedule Y, Line 3	(3)				
4. Industrial Machinery Credit from Schedule T, Line 11					
5. Jobs Tax Credit from Schedule X, Line 28	(5)				
6. Jobs Tax Credit computed in accordance with T.C.A. Section 67-4-2109(c)(2)(H) or (I)	(6)				
7. Total Credit - Add lines 1 through 6 (Enter here and on Schedule C, Line 9)		(7)			

Schedule E 5	SCHEDULE OF PAYMENTS		
Overpayment from previous year if available	(1)		
First quarterly estimated payment			
Second quarterly estimated payment	(2)		
Third quarterly estimated payment	445		
5. Fourth quarterly estimated payment	(5)	56,676	
5. Extension payment			
7. Total payments - Add lines 1 through 6 (Enter here and on Schedule		(7)	56,67

### COMPUTATION OF FRANCHISE TAX

	Schedule F1 NON-CONSOLIDATED NET WORTH		
1.	Net Worth (total assets less total liabilities)	(1)	11,678,693
2.	Indebtedness to or guaranteed by parent or affiliated corporation	(2)	
	Total lines 1 and 2	(3)	11,678,693
4.	Ratio (Schedules N, O, P, or R if applicable or 100%)	(4)	100.000000%
5.	Total - Line 3 multiplied by Line 4 (Enter here and on Schedule A, Line 1)	(5)	11,678,693

Schedule F2 CONSOLIDATED NET WORTH		
Consolidated Net Worth (total assets less total liabilities)	(1)	
2. Ratio (Schedule 170NC or 170SF)	(2)	%
3. Total - Line 1 multiplied by Line 2 (Enter here and on Schedule A, Line 1)	(3)	

Ш	Schedule G - DETERMINATION OF REAL AN	ID TANGIBLE PROPERT	<i>'</i>		
	BOOK VALUE OF PROPERTY OWNED - Cost less accumulated depreciation				In Tennessee
1	Land		,	(1)	1,523,380
2.	Buildings, leaseholds, and improvements			(2)	
3.	Machinery, equipment, furniture, and fixtures			(3)	983
4.	Automobiles and trucks			(4)	
5.	Prepaid supplies and other tangible personal property (Attach schedule)			(5)	
6.	Share of partnership real and tangible property provided that the partnership does not file a return	(Attach sch.)		(6)	
7.	Inventories and work in progress			(7)	
	a. Deduct exempt inventory in excess of \$30 million (§67-4-2108(a)(6)(B))			(7a) (	3
8.	Deduct value of certified pollution control equipment (Include copy of certificate (§67-	5-604))		(8)	j
9.	Deduct exempt required capital investments (T.C.A. Section 67-4-2108(a)(6)(G))			(9)	]
10.	SUBTOTALS - Add lines 1 through 7, less Line 7a through Line 9			(10)	1,524,363
	Rental Value of Property Used but not Owned	(A)	(B)		(C)
	Net Annual Rental Paid for:	In Tennessee			· .
11.	Real property	13,469	x8	11)	107,752
12.	Machinery & equipment used in manufacturing & processing		x3 (	12)	
13.	Furniture, office machinery, and equipment		x2 (	13)	
14.	Delivery or mobile equipment		x1 (	14)	
15.	TENNESSEE TOTAL - Add lines 10-14 (Enter total here and on Schedule A, Line 2)			15)	1,632,115

1022

TAXABLE YEAR	TAXPAYER NAME	ACCOUNT NO./FEIN/SSN
12/31/06	TENNESSEE WASTEWATER SYSTEMS, INC.	317417926
	<u> </u>	

	COMPUTATION OF EXCISE TAX	
	Schedule J-1 COMPUTATION OF NET EARNINGS FOR ENTITIES TREATED AS PARTNERSHIPS	
1.	Ordinary Income or Loss from Federal Form 1065, Line 22 plus any intangible expense to an affiliated business entity deducted for federal tax purposes  (1)  Additions:	)
2.	Additional income items specifically allocated to partners, including guaranteed payments to partners (Fed 1065 - Sch K) (2)	
3.	Any net loss or expense received from a "pass-through" entity subject to and paying the excise tax, or any net loss or expense distributed to a publicly traded REIT (include schedule of entities and FEINs) (3)	)
4.	Total - Add lines 1, 2, and 3 (4)	)
5.	Deductions: Additional expense items specifically allocated to partners (Fed 1065 - Sch K)  (5)	,
6.	Amount subject to self-employment taxes distributable or paid to each partner or member net of medical insurance	
	payments previously deducted to determine Ordinary Income (Loss) on Form 1065 (If negative, enter zero) (Include on Schedule K, Line 3) (6)	
7.	Amount of contribution, not previously deducted, to qualified pension or benefit plans of any partner or member, including all IRC 401 plans (Include on Schedule K, Line 3)	
8.	Any net gain or income received from a "pass-through" entity subject to and paying the excise tax, or any net gain or income distributed to a publicly traded REIT (include schedule of entities and FEINs)  (8)	)
9.	Total deductions - Add lines 5 through 8 (9)	
10.	Total - Line 4 less Line 9 (Enter here and on Schedule J, Line 1) (10)	)
	Schedule J-2 COMPUTATION OF NET EARNINGS FOR A SINGLE MEMBER LLC FILING AS AN INDIVID	DUAL
	Additions:	
1.		1111
2.	Business Income from Form 1040, Schedule D plus any intensible expense to an affiliated business entity (2)	
3.	Business Income from Form 1040, Schedule E plus any intangible expense to an affiliated business entity (3) Business Income from Form 1040, Schedule F plus any intangible expense to an affiliated business entity (4)	
4. 5.	Business Income from Form 4797 (5)	
6.	Other: Form, Schedule	
	Any net loss or expense received from a "pass-through" entity subject to and paying the excise tax (include schedule	
_	of entities and FEÍNs) (7)	
8.	Total - Add lines 1 through 7  Deductions:  (8)	
9.	Amount subject to self-employment taxes distributable or paid to the single member (If negative, enter zero) (Include on Schedule K, Line 3) (9)	
10.	Any net gain or income received from a "pass-through" entity subject to and paying the excise tax (include schedule of entities and FEINs) (10)	
	Total deductions - Add lines 9 and 10 (11)	(
12.	Total - Line 8 less Line 11 (Enter here and on Schedule J, Line 1) (12)	
	Schedule J-3 COMPUTATION OF NET EARNINGS FOR ENTITIES TREATED AS SUBCHAPTER S CORPOR	ATIONS
1.	Ordinary Income or Loss from Federal Form 1120S, Line 21 plus any intangible expense to an affiliated business entity	
	deducted for federal tax purposes (1) Additions:	
2.	Income items to extent includable in federal income were it not for "S" status election (Fed 1120S - Schedule K) (2)	
3.	Any net loss or expense received from a "pass-through" entity subject to and paying the excise tax, or any net loss or expense	
	distributed to a publicly traded REIT (include schedule of entities and FEINs) (3)	
4.	Total - Add lines 1, 2 and 3	
5.	Expense items to extent includable in federal expenses were it not for "S" status election (Fed 1120S - Schedule K) (5)	
6.	Any net gain or income received from a "pass-through" entity subject to and paying the excise tax, or any net gain or income	
_	distributed to a publicly traded REIT (Include schedule of entities and FEINs)  (6)	
	Total deductions - Add lines 5 and 6 (7) Total - Line 4 less Line 7 (Enter here and on Schedule J, Line 1) (8)	-
0.		
	Schedule J-4 COMPUTATION OF NET EARNINGS FOR ENTITIES TREATED AS CORPORATIONS AND "OTHE Enter the amount of income (loss) from the applicable federal return to Schedule J, Line 1	R" ENTITIES
1.	Federal Form 1120 - Line 28 (Taxable income or loss before net operating loss deduction and special deductions) plus	
	any intangible expense to an affiliated business entity deducted for federal tax purposes (1)	125,335
	Federal Form 990-T, Line 30 (unrelated business taxable income)	
3.	Other: Form, Schedule (3) Additions:	
4.	Any net loss or expense received from a "pass-through" entity subject to and paying the excise tax, or any net loss	
	or expense distributed to a publicly traded REIT (include schedule of entities and FEINs) (4)	
5.	Deductions: Any net gain or income received from a "pass-through" entity subject to and paying the excise tax, or any net gain	
	or income distributed to a publicly traded REIT (include schedule of entities and FEINs) (5)	(
6.	Total - Lines 1 through 4 less Line 5 (Enter here and on Schedule J, Line 1)	125,335

		Schedule J - COMPUTA	ATION OF NET EARNINGS SUB	JECT TO EXCISE TAX	
	ADDITIONS:	Enter amount from Schedule J-1,	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,	(1) 125,335
2.	Any depreciation under the	provisions of IRC Sec. 168 not permitte	d for excise tax purposes due to TN pe	rmanently decoupling from federal bon	us
		depreciation deducted as a result of "sa			(2)
3.		stic production activities under the			(3)
		an asset sold within twelve months			(4)
		rpense (to the extent reported for f			(5) 5,421
		lucted in determining federal incon			(6)
		ations of states and their political s			(7)
		actual recovery of cost			(8)
	Contribution carryover fr				•
		apital loss carryover or carryback			10)
		over book value of property dona			
					12) 5,421
14.		es 2 through 11			12)
	DEDUCTIONS:			Jun to Tananaga parmananthy	1
13.		he provisions of IRC Section 168 p			400
	decoupling from federal	bonus depreciation			13)
		om the basis adjustment resulting from			
		n asset sold within twelve months			
		corporations, at least 80% owned			
17.	Contributions in excess	of amount allowed by federal gove	rnment	,	17)
		ublic School Support Groups and i			18)
		capital loss not included in federal		, , , , , , , , , , , , , , , , , , ,	19)
20.	Any expense other than	încome taxes, not deducted in det	ermining federal taxable income f	or which a credit against the	
	federal income tax is allo	wable			20)
21.	Any income included for	federal tax purposes and any dep	reciation or other expense that co	uld have been deducted for	
		ions. (attach schedule)			21)
22.	Nonbusiness earnings -				22)
23.	Intangible expense to an	affiliated business entity (Intangib	le expense disclosure form MUS	T be completed to avoid the	
		.C.A. Section 67-4-2006(d)(3))			23)
24.	Intangible income from a	n affiliated business entity if the co	orresponding intangible expense h	, <b>,</b> , , , , , , , , , , , , , , , , ,	
	-	· · · · · · · · · · · · · · · · · · ·			24)
25	TOTAL deductions - Add		.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		25) (
20.		TAXABLE INCOME			
26		Loss) - Add lines 1 and 12, less Li	ne 25 (If loss, complete Schedule	K) (	<sub>26)</sub> 130,756
		hedules N, O, P, or R if applicable		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	27) 100.00000%
		come (Loss) (Line 26 multiplied by			28) 130,756
		ngs directly allocated to Tennesse			
30.	Deduct: Loss carryover i	rom prior years (From Schedule U	)	()	130,756
31.	Subject to excise tax (6.5	5%) (Line 28 plus Line 29, less Lin	e 30) (enter here and on Schedul	e <b>B,</b> Lille 4)	31)
	Schedule K - DETE	ERMINATION OF LOSS CARRYO	VER AVAILABLE - See Rule 13	20-6-121 of Departmental Rul	es and Regulations
1.	Net loss from Schedule	, Line 26			(1)
	ADD:				
		nedule J, lines 16 and 22			(2)
		nedule J-1, lines 6 and 7, and Sch	edule J-2, Line 9		(3)
		1 through 3 (if net amount is posi			
		lles N, O, P, or R if applicable or 1			
		ver available (Line 4 multiplied by I			(6)
J.					
			-July 1 CEDEDAL MOOME DE	VISIONS	
		Sch	edule L - FEDERAL INCOME RE	EAIDIONA	
	Year	Original Net Income	2. Net Income	3. Increase (Decrease)	4. Increase (Decrease)
	i <del>c</del> al	on Federal Return	Corrected	in Net Income	Affecting Excise Tax
		OILL GOOLD! I/G[0])	Oorteolea	BY THE MOSTILE	, to ig Endido tun

TN Underpayment of Est. Franchise & Excise Tax Worksheet

2006

For the taxable year beginning 1/01/06, and ending 12/31/06

Name
TENNESSEE WASTEWATER SYSTEMS, INC. 317417926 62-1548202

### **Calculation of the Underpayment**

1.	Tax for current taxable year (Form FAE 170 line 10)	37,696
2a. b	Estimates due based on 100% of current year tax  Total estimates required using current year tax	37,696 37,696
3.	Tax for prior taxable year (Form FAE 170 line 10)	27,328
4.	Estimated tax required (Enter lesser of lines 2b or 3)	27,328

		INSTALLMEN'	T PERIODS	
	1st	2nd	3rd	4th
5. Installment periods	Period	Period	Period	Period
6. Estimated payments required per installment	1			
period (Divide amount on line 4 by four)	6,832	6,832	6,832	6,832
7. Estimated tax paid or credited for each period				
For the 1st period only, enter the amount from In. 7 on In. 11				
Complete lines 8 through 14 of one column before	•			
going to the next column.				
8. Enter amount, if any, from line 14 of the preceding column				
9. Add lines 7 and 8				
10. Add amounts on lines 12 and 13 of the preceding column		6,832	13,664	20,496
11. Subtract line 10 from line 9. If zero or less, enter -0		_	_	_
For column (a) only, enter the amount from line 7	0	0	0	0
12. If the amount on line 11 is zero, subtract line 9 from line 10.	分表で作るで会議等で   ここまたによっている			
Otherwise, enter -0-		6,832	13,664	
13. Underpayment. If line 11 is less than or equal to line 6,				
subtract line 11 from line 6. Then go to line 8 of the next				
column. Otherwise, go to line 14	6,832	6,832	6,832	6,832
14. Overpayment. If line 6 is less than line 11, subtract line 6		ţ		
from line 11. Then go to line 8 of the next column	,			
Total	SEE WRK			7,935

Form 222	n TN	TN Underpayment of Est. Franchise & Excise Tax Penalty Wrksht					
Form <b>2220</b>	.0	For the taxable year beginning 1/01/06 , and ending 12/31/06					
Name				TN Account I	Number Employer Identificat	ion Number	
TENNESS	EE WASTE	WATER SYSTE	MS, INC.	317417	926 62-1548202	2	
Due date of est	timated payment	4/	t Qtr 17/06 6,832	<sup>2nd Qtr</sup> 6/15/06 6,832	3rd Qtr 9/15/06 6,832	4th Qtr 1/16/07 6 , 832	
	• •	1st Pymt	2nd Pymt	3rd Pymt	t 4th Pymt	5th Pymt	
Date of paymer Amount of payr							

QTR	FROM	TO	UNDERPAYMENT	#MTHS	RATE %	PENALTY
1 2 3 4	4/17/06 6/15/06 9/15/06 1/16/07	4/16/07 4/16/07 4/16/07 4/16/07	6,832 6,832 6,832 6,832	13 11 8 3	25.00 25.00 25.00 15.00	1,708 1,708 1,708 1,025
	TOTAL	PENALTY				6,149

Form <b>2220</b>	TN Underpayme	ent of Est. Fran	nchise & Excise Tax In	terest Wrksht	2006
	For the taxable y	ear beginning	1/01/06 , and ending 1	.2/31/06	
Name			TN Account Number	Employer Identification I	Number
TENNESSEE	WASTEWATER SYST	EMS, INC.	317417926	62-1548202	
Due date of estimated	d payment 4	1st Qtr /17/06 6,832	<sup>2nd Qtr</sup> 6/15/06 6,832	3rd Qtr 9/15/06 6,832	4th Qtr 1/16/07 6,832
Date of payment Amount of payment	1st Pymt	2nd Pymt	3rd Pymt	4th Pymt	5th Pymt

QTR	FROM	TO	UNDERPAYMENT	#DAYS	RATE	INTEREST
1	4/17/06	6/30/06	6,832	74	8.00	111
1	6/30/06	4/16/07	6,832	290	10.00	543
2	6/15/06	6/30/06	6,832	15	8.00	22
2	6/30/06	4/16/07	6,832	290	10.00	543
3	9/15/06	4/16/07	6,832	213	10.00	399
4	1/16/07	4/16/07	6,832	90	10.00	168
	TOTAL	INTEREST				1,786

# TENNESSEE WASTEWATER SYSTEMS, INC. 7638 RIVER ROAD PIKE NASHVILLE, TN 37209

(615) 356-2880

# THE RELATIONSHIP PEOPLE

4/15/2006

PAY TO THE ORDER OF

TN Dept. of Revenue

\*\*27,328.00

**DOLLARS** 

TN Dept. of Revenue 500 Deaderick Street Andrew Jackson State Office Bldg. Nashville, TN 37242

0

MEMO:

#OO 1056# #O640000 17# 0052302229#

TENNESSEE WASTEWATER SYSTEMS, INC.

1056

TN Dept. of Revenue Taxes:Franchise & Excise 4/15/2006

27,328.00

AS-52302229-CK

27,328.00

TENNESSEE WASTEWATER SYSTEMS, INC.

TN Dept. of Revenue Taxes:Franchise & Excise 4/15/2006

1056

27,328.00

AS-52302229-CK

27,328.00

MLT104C-1 02004548599001 590911139749

### TENNESSEE WASTEWATER SYSTEMS, INC. 7638 RIVER ROAD PIKE

NASHVILLE, TN 37209 615-356-2880



7/6/2006

PAY TO THE ORDER OF

State of Tennessee, Department of Revenue

\*5,483.27

Five Thousand Four Hundred Eighty-Three and 27/100\*\*

**DOLLARS** 

State of Tennessee, Department of Revenue Andrew Jackson State Office Building Nashville, TN 37242

MEMO:

2005 Franchise & Excise Tax

#OO 2 2 2 3 # # # # O & 4 1 O & ? 4 4 #

010214501

2223

State of Tennessee, Department of Revenue 6820 · Taxes:Franchise & Excise

7/6/2006

5,483.27

Retition # 9945380 Decemt # 317417926

PrimeTrust Checking

2005 Franchise & Excise Tax

5,483.27

Proprietary Page "A"

# **PROPRIETARY**

Proprietary Page "B"

# **PROPRIETARY**