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July 7, 2009

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

Docket No. 09-00056 Petition of Cartwright Creek, LLC to Change and Increase Rates and Charges Response to TRA Staff Data Request #1

Dear. Ms. Standley,

Attached for distribution and review are Cartwright Creek's responses to the Staff Data Request #1.

Please contact me if you have any questions.

Sincerely,

Bruce E. Meyer

Vice President - Operations

Cartwright Creek, LLC

Cc: Sharla Dillon, TRA – (Original and 12 copies)

INSTRUCTIONS:

In responding to the following data requests, please repeat the question, followed by the Company's response in pdf format as required by the Docket Room. Additionally, all responses should be provided electronically in Word format or Excel format with working formulas on a CD properly labeled "Response to 5/29/09 Data Request - For Staff Use."

Response: See response to question 1 below.

GENERAL:

1. Provide all documents and schedules filed with the Petition electronically in Word format (if originally produced in Word) and Excel format (if originally produced in Excel) with working formulas.

Response: The requested documents and schedules, in Word or Excel format, from the original Petition are provided electronically in a separate folder on Attachment A, a CD labeled "Response to 5/29/09 Data Request – For Staff Use'.

2. Provide a Chart of Accounts for Cartwright Creek, LLC ("Cartwright" or "Company").

Response: See Attachment B

3. Explain in detail, referencing Schedules produced by the Company in the preparation of this case, how the revenue deficiency of \$220,405 was calculated. Provide the Excel spreadsheets in the format requested, if not included in the original filing.

Response: Please refer to Exhibit D in the original filing, entitled "Historical Income Statement Analysis". The revenues deficiency was calculated with the following line items and (unless noted) the attrition year figures:

| Total Expenses Depreciation Amortization exp — other Permits & Taxes other than Income | \$ 391,395 \$ 27,645 \$ 8,333 \$ 17,000 \$ 444,373 |
|--|--|
| Total Income (from Adjusted/Actual Ended 12/08 Other Sewer Revenues Interest & Dividend Income | \$ 245,136 \$ 8,000 \$ 7,200 \$ 260,336 |
| \$444 ,373 - \$260 ,336 = | \$ 184,037 |
| Return on Asset Base of approx. 8% | \$ 36,068 |
| Revenue Deficiency | \$ 220,105 |

Note that the proposed rate increase of 75% seeks a lesser amount, \$182,833 in increased revenue because the Company is not seeking the "Return on Asset Base" at this time.

4. Provide accounting exhibits in Excel format similar to those provided on a CD (with working formulas) showing calculation of revenue deficiency.

Response: The revenue deficiency is shown in the response to question 3. No further hard copies or Excel files have been provided.

5. Provide an organizational chart for Sheaffer International ("Sheaffer").

Response:

Michael Stahelin – President
Robert Cochrane – Chief Financial Officer
Thomas Kolschowsky – Corporate Counsel
Bruce Meyer – Chief Engineer/Tennessee Regional Manager
Arijit Sarkar – Design Engineer
Larry LeDay – Senior Designer

6. Is commercial sewer usage metered or billed based on water usage?

Response: The charges for commercial sewer service have been kept at the same level that they were when Cartwright Creek, LLC took over the system in late 2004.

7. Explain the Company's rationale for continuing a rate design based on the number of bedrooms for the residential class.

Response: The Company has continued the rate design based upon the historical method of the number of bedrooms for the residential class, given Cartwright Creek's modest customer rates and a desire to minimize the significant resources and additional costs required to establish and utilize a flow based billing system.

The Company does not have regular access to the monthly potable water bills provided to our customers by Harpeth Valley Utility District and the City of Franklin. Even if these bills would be made available by the respective water supplier on a regular basis, Cartwright Creek does not currently have a method to prepare a flow based bill for each customer other than monthly manual calculation and manual preparation of each bill. Additionally, as the proposed Stillwater and Waterbridge Developments' wastewater treatment systems become operational, two additional water utility districts will have to be contacted and their water usage data would have to be manually integrated into the Company's monthly billing process. Any water based billing method would also have to accommodate the approximately one-fourth of our existing customers who have established direct debits to their bank accounts as a recurring payment. These charges will vary and both the customers and the Company would potentially face additional bank charges.

8. Has the Company conducted any research that indicates that the number of bedrooms is related to the number of residents in a household or that this methodology best represents actual usage? If the answer is yes, please provide the results of this research.

Response: The Company has not conducted specific research. The current billing structure for residential property at Cartwright Creek, which is based upon the number of bedrooms, was established and approved in previous tariffs, prior to Cartwright Creek, LLC ownership.

From Sheaffer International's experience in water and wastewater projects across the country, it is common to use the number of bedrooms as a basis for determining the design flow from residential properties. Various engineering references, including state established design guidance, set forth design flow per bedroom. For example, some states use 100 gallons/day per bedroom, while others use 150 gallons/day per bedroom. Although it seems inherent that the number of bedrooms will be proportional to the number of occupants, we are not aware of any studies that arrive at a specific correlation.

9. Has the Company explored the possibility of setting rates based on water usage? If so, please explain the reason that Cartwright decided not to pursue this methodology.

Response: Please see the response to question 7. Given the current revenue base of Cartwright Creek, the Company could not support the additional staff and resources required to do so. This approach would also require the complete cooperation of the local water suppliers. The City of Franklin has expressed willingness to provide wastewater billing, but only for the approximately 400 (or 80 %) of the Cartwright Creek customers that it provides water to. However, the Company has not established if Franklin would base billing upon flow or the number of bedrooms. The other water utility serving Cartwright Creek customers, the Harpeth Valley Utility District, has not historically responded promptly or responded at all to our written and verbal communication.

10. Does Cartwright have the ability to bill based on usage? Does Cartwright have records of historical water usage for residential customers?

Response: The Company does not currently have the ability to bill based upon water usage and does not have records for residential customers. Please see the responses to questions 7 and 9.

- 11. In an Excel spreadsheet, provide the number of customers monthly by class:
- a. residential customers broken down by number of bedrooms from December 2006 through the most current month for which data is available;
- b. commercial customers from December 2006 through the most current month for which data is available; and
- c. total customers at the end of each month from December 2006 through the most current month for which data is available.

Response: The Company does not record monthly totals of each type of customer by class as requested because the number of each type of customer is essentially the same month to month. For the residential customers, there have been few if any new homes added to the system since December 2006. The existing homes obviously do not vary the number of bedrooms.

The commercial customers are relatively stable as no new commercial development has occurred since December 2006. There may be a change of one or two customers from month to month as businesses close and reopen.

For example, at the end of July 2007, there were zero one bedroom, 38 two bedroom, 281 three bedroom, 170 four bedroom, and 5 five bedroom residential customers for a total of 494 residential customers. There were 32 commercial customers.

As of June 26, 2009, there are zero one bedroom, 37 two bedroom, 281 three bedroom, 170 four bedroom, and 6 five bedroom customers for a total of 495 residential customers. There are 37 commercial customers.

12. In an Excel spreadsheet, provide actual volumetric usage by month for the commercial class, from December 2006 through the most current month for which data is available.

Response: The Company does not have consistent volumetric usage data for the time period requested.

13. In an Excel spreadsheet, provide forecasted new residential customers in existing subdivisions broken down by number of bedrooms by month beginning with the month following the latest month actual (provided in response to questions above) through Dec 2012.

Response: The Company cannot provide a response at the level of detail requested. The Grasslands area that Cartwright Creek's existing treatment system serves has been well developed over a 30- year period and does not, to the Company's knowledge, have any existing established subdivisions with groups of empty lots to be developed. Any new development will be single existing or small groups of existing "infill" lots and commercial lots. There are also homes near the current Cartwright Creek system that may elect to connect if service was available, including over 200 failing septic tanks identified in County reports. Also see the answer to Question 17.

14. Provide the estimated dates expected for the construction of homes in each new development (Waterbridge and Stillwater) to begin.

Response: The Waterbridge developer has indicated that home construction could begin by September 2009. The Stillwater development is in the initial stage of construction. The golf course and clubhouse should be completed in early 2010. The Stillwater developer has indicated the first home could be built in early 2010. Due to the current economic and real estate markets, these dates are subject to change.

15. In an Excel spreadsheet, provide forecasted new residential customers separately for the Waterbridge and Stillwater subdivisions broken down by number of bedrooms by month from time the first house is expected to be complete and connected to the wastewater system through December 2012.

Response: The Company is unable to answer the question at the requested detail level. The Waterbridge developer has indicated that, once home building starts, estimated sales are 30 to 60 homes per year. These would be a mix of 3 and 4 bedroom homes, leaning to the 3-bedroom type, with the number of each yet to be determined. The Stillwater developer estimates 100 to 150 homes per year for the first two years, 2010 and 2011. He cannot provide an estimate past

that point due to the present market. Most of the homes at Stillwater will be 4 bedrooms. The proportion of homes with 4 bedrooms versus 3 or 5 bedrooms is yet to be determined. Due to the current economic and real estate markets, these estimates are subject to change.

- 16. Regarding the \$450,000 default judgment against the development and the developer of the Burrus Ridge Subdivision (paragraph 3 of the Petition):
 - a. Provide a detailed listing (include the date, type of service and cost of such service) of each "unpaid service" incurred by Sheaffer on behalf of the Burrus development.

Response: The amount of the judgment represents unpaid services by Sheaffer International professional staff and other fees and expenses for design and permitting of a Sheaffer System to serve the Burrus Ridge Golf development. All amounts were billed by Sheaffer International to Mr. Charles B. Hellman, the developer whom entered into the contract personally with Sheaffer International, LLC. However, Cartwright Creek funded none of these charges.

| Unpaid Engineering Fees and Expenses | \$ 50,279.19 |
|--|---------------------|
| Deferred Compensation Reimbursable in Lot Fees | \$300,000.00 |
| Litigation Costs | \$ 6,049.23 |
| Late Fees | \$ 91,387.05 |
| | \$447,715.47 |

b. Were any of these costs directly charged to Cartwright or otherwise funded by Cartwright?

Response: Costs associated with the Burris Ridge Golf Community development were not billed to Cartwright Creek, even though Sheaffer International, as manager of Cartwright Creek incurred costs on Cartwright Creek's behalf. These costs include Sheaffer staff time to prepare and process a CCN to serve the development (Docket 06-00005, submitted January 2006, withdrawn December 2006). With the exception of two annual TDEC permit renewal fees totaling \$2,000, these costs have not been billed to Cartwright Creek and will not be billed to Cartwright Creek because the project was not completed.

c. If the response to the above is yes, was the \$450,000 recovery reflected on the books of Cartwright? Why or why not

Response: Since the response Question 16b is "no", the recovery is not reflected on the books of Cartwright Creek.

d. If the recovered amount was accounted for on the books of Sheaffer, and not Cartwright, explain why.

Response: There has been no satisfaction of the judgment or no recovered amount to date.

17. The Petition at paragraph 6 (two paragraphs are labeled "6") states that potential new customers have approached Cartwright requesting to be added to the system. Once the Company is able to add new customers to the existing system, how many customers does Cartwright expect could be added immediately if the increase in tap fees is approved as requested by the Company in its Petition, paragraph 6? Also, what is the maximum customer count expected on the existing system, if all lots are developed?

Response: If taps were available, the Company believes that within the first year there would be approximately 10 taps purchased. The Company has received inquiries for more than 10 taps over the last 3 years and once taps are made available, the Company would begin to contact these parties and generally make the availability known to the public.

The Company cannot estimate the "maximum customer count.... if all lots are developed" at this time because there is no specific boundary to the area served in the Grasslands area and the Company has not done an exhaustive review of available land and the likelihood of being developed. There are a number of open tracts of land and many individual lots and owners have told us that they would attempt to develop if sewer service was available. If, for example, one of the large tracts that is developed, provided county approvals could be obtained, the Company could add 50 to 100 customers. In addition, Williamson County has identified groups of failing septic tanks in subdivisions around the Cartwright Creek service area. If the county developed a program to help a single subdivision (such as Sneed Forest) to connect to Cartwright Creek, another 50 customers could become available.

18. On Exhibit D (Historical Income Statement Analysis), the Company lists revenues from other systems of \$8,000 for the attrition period (Note C). Please explain in detail this transaction and why the \$8,000 is booked as revenue instead of a reduction of expense. Provide a copy of the agreement.

Response: The Company is negotiating a final agreement with the Waterbridge developer for acceptance of the Waterbridge collection and wastewater treatment systems once construction is completed. As part of that agreement, it is proposed that the developer pay an annual fee based upon the number of unoccupied lots in order to make up the difference in operating costs and revenue. The \$8,000 represents the portion of the developer's fee that covers operator and management time for the Waterbridge facility.

EXPENSES: All questions on expenses below relate to the Company's Income Statement as provided in Exhibit D to the Petition or the Company's 2008 annual report.

19. What is the amount of Sheaffer's total expenses for 2008?

Response: Sheaffer International, LLC's total expenses for last year were \$1,734,713 on an accrual basis.

20. Of this total, how much were directly charged or allocated to non-regulated operations? Provide the methodology used to allocate all charges not directly assigned.

Response: Sheaffer International's non-regulated operations retained \$1,542,760.27 (88.89%) expenses of the \$1,734,713 total expenses on an accrual basis.

21. Of the regulated amount, how much was directly assignable by Sheaffer to each affiliated entity?

Response: Sheaffer had one operating affiliate last year, Cartwright Creek LLC. Sheaffer International billed \$191,952.83 to this entity, which remains unpaid. Cartwright Creek will seek to repay this receivable over the next several years from the increased cash flow expected to be brought in by the proposed new tariff.

22. Of the regulated amount, how much was allocated to each affiliated entity? Provide the methodology used to allocate these charges.

Response: The regulated amount was allocated entirely to the one affiliated entity, Cartwright Creek, LLC. Costs were based on actual time or cost incurred in support of the Cartwright Creek operations.

The original Petition in this docket, submitted April 23, 2009, included detailed invoices showing the specific activity and regulated amounts for which Sheaffer International billed Cartwright Creek, including:

- 1. \$18,746.40 for allocated business insurance costs based on insured values and actual invoices.
- 2. \$7,667.64 in mileage charges and direct facility materials and supplies costs paid via a Sheaffer International corporate credit card assigned to Delmar Reed (the lead licensed wastewater operator) or reimbursed to employees on an expense report prepared in accordance with IRS guidelines.
- 3. \$64,847.54 in employment related costs associated with Delmar Reed, the lead licensed wastewater treatment operator.
- 4. \$51,152.50 in charges associated with 276.5 hours spent by Bruce Meyer on activities related to Cartwright Creek operational, customer, and regulatory activities. These charges also include work by Mr. Meyer that was previously subcontracted. Mr. Meyer is a licensed Collection System II operator and a licensed Tennessee Professional Engineer. Previously, Cartwright Creek retained services of a contract licensed collection system operator (approximately \$1,800 annually) and, when required, an outside professional engineering firm (approximately \$6000 annually).
- 5. \$435 in charges associated with Nathan Hinch as In-House Counsel at Sheaffer International (previously outsourced).
- 6. \$2,097.50 for engineering services provided by Sheaffer International's, Arijit Sarkar and James Gaspar in support of specific operational issues.

- 7. \$17,125 in rate case related charges. Sheaffer staff has expended similar time and resources on behalf of Cartwright Creek detailed investigation and expenses in analyzing the cost and operations of the utility in support of the rate case
- 8. \$15,743.25 in engineering services performed by Sheaffer International staff to conduct a preliminary investigation of the requirements to comply with expected changes in the current discharge permit, including evaluation of the existing plant performance and comparison of the performance and cost of potential replacement systems.
- 9. \$15,873 in professional services to establish the technical, contractual, and regulatory basis for Cartwright Creek's acquisition and operation of the developer-built wastewater collection and treatment systems at the Waterbridge and Stillwater developments. This includes time to develop and execute contracts between the Developer and Cartwright Creek in which the details of the construction and transfer of the proposed collection and treatment systems were established. It also includes time to ensure technical and economic compliance with TDEC permits and with TRA approvals. Accordingly, the Company proposed to capitalize these deferred expenses and amortize and recover them over a 5-year period roughly corresponding to the build-out of the development.
- 23. Mr. Cochrane's testimony at page 5 states that Cartwright's accounting and billing support services are provided by Haury & Smith, a firm owned by the 10% owners of Cartwright at an annual cost of \$30,000. Based on the current customer base, this amount equates to \$4.75 per customer per month. Has the Company evaluated other options for these services? How did the Company determine that \$30,000 was reasonable and the best price available for theses (sic) services?

Response: Haury & Smith's "billing and support services" includes many work areas, such as: preparation and mailing of approximately 430 customer bills; reconciliation of payments vs. billing amounts including approximately 100 electronic payment customers; monitoring the status of each account and contacting past due customers via verbal and written communication; preparation, mailing and execution of service contracts for every occupancy change; answering verbal and written customer questions on billing and non-technical service issues; receiving and paying the invoices for wastewater treatment system operating expenses (electric, water, maintenance, lab expenses, supplies, chemicals, etc.); and furnishing electronic and hard copy information for preparation of annual reports. In addition, Haury & Smith provides verbal and written communication to Sheaffer International staff, both on a regular and as-needed basis, to identify and discuss expenses and customer issues. The \$2500 monthly fee paid to Haury & Smith for this work covers all of their employee and office costs associated with the "billing and support services".

The Company has evaluated alternatives to the above services but it believes that it would have to contract with multiple companies as well as add additional resources to provide a complete replacement to Haury & Smith at this point in time.

For example, there are firms that specialize in utility billing, but do not handle customer service contracts, wastewater treatment system expenses and customer issues. Cartwright Creek would need additional staff and resources to initially setup for and continue to address these activities.

The Company has had discussions with and a preliminary commitment from a representative of the City of Franklin about outsourcing customer billing. The City of Franklin preliminarily proposed a minimum \$3.00 per customer fee for providing billing and collection services for the approximately 400 Cartwright Creek customers to whom the City of Franklin provides potable water. Franklin would not be interested in billing customers where they do not provide potable water. Therefore, an additional third party billing arrangement would be required for wastewater customers purchasing water from Harpeth Valley Utility, provided Harpeth Valley is amenable to this concept. Additionally, the City of Franklin and other water utilities would not receive and pay invoices for wastewater treatment system operational expenses customer contacts, and other services listed above currently provided by Haury and Smith. Cartwright Creek would need to add additional staff and resources for these activities.

Therefore, while the company continues to evaluate options to the use of Haury and Smith, it believes that the current annual cost to Haury and Smith is reasonable.

24. Provide a copy of the contract between Cartwright and Haury & Smith for accounting and billing services.

Response: The Company does not have a formal written agreement with Haury and Smith specific to accounting and billing services. The amount was negotiated at the time of purchase of the utility and it was incorporated into the purchase and sale agreement. Haury & Smith, as the previous owner/operator of Cartwright Creek, was already providing these services for the utility.

25. Provide a copy of the 2008 sludge removal invoices. Regarding the 8% increase forecasted for the attrition period, provide written documentation supporting the notification from Dickson Sanitary District.

Response: The 2008 sludge removal invoices are provided in Attachment C.

Since 2007, the Company has paid First Response \$0.17 per gallon for transportation and Dickson Water Authority \$0.10 per gallon for treatment and disposal of Cartwright Creek sludge. Monthly bills from these two entities were separately submitted to and paid by Cartwright Creek.

First Response recently notified Cartwright Creek (Attachment D) that it would immediately increase its transportation charge to \$0.24 per gallon (a 42% increase). Dickson has recently informed the Company that, while it will not raise its disposal price at the present time, it must bill the transportation company, and not Cartwright Creek, for disposal. Accordingly, First Response has indicated that this charge will be passed on with a handling charge of 10%. Therefore, overall sludge transportation and disposal cost will increase from a total of \$0.27 per gallon to a total of \$0.35 per gallon, or an overall cost increase of 30%. As a result, the amount of the required rate increase needs to be increased.

26. Explain the decrease in expense for Materials and Supplies from 2007 to 2008. Also, explain the calculation of the forecasted \$2,000 increase forecasted for the attrition period.

Response: The decrease represents reinstatement of use of recycled effluent for chlorine dilution in lieu of a 24/7 stream of potable water purchased from the City of Franklin. This was made possible with the employment of the full-time operator Delmar Reed. The previous in-line filtration system for recycled effluent was unreliable and plugged frequently. The part-time operator prior to Mr.

Reed did not have the time on-site to maintain the filters and therefore turned on potable water for chlorine dilution.

Mr. Reed identified the potential cost savings and enlisted Sheaffer staff to design a new piping layout for the filters. Mr. Reed purchased the materials and installed the equipment. Mr. Reed is also on-site daily to monitor its performance. It has enabled the facility to limit its fresh water to laboratory and washroom use and reduced the annual water bills by approximately \$12,000.

The increase in the current year represents a provision to purchase additional tools and equipment so that Mr. Reed can increase the number of maintenance activities he is personally able to complete instead of calling in outside contractors. In prior years, Cartwright Creek utilized the services of contractors to handle most of the scheduled and unscheduled maintenance.

27. The expense for Plant Management increased from \$8.19 per customer per month in 2007 to \$23.32 per customer per month in the test year of 2008. Please explain what comprises this increase and explain in detail each component contributing to the increase.

Response:

A comparison of the Plant Management expenses in 2007 and 2008 follows:

| | _2008 | <u>2007</u> |
|-------------------|--------------|-------------|
| Delmar Reed | \$ 64,847.54 | |
| Contract Operator | \$ 31,250.00 | \$30,650.00 |
| Bruce Meyer | \$ 51,152.50 | \$20,443.75 |
| Arijit Sarkar | \$ 797.50 | |
| - | | |

Total Plant Management \$148,047.54 \$51,093.75

While the above expenses are called "Plant Management" they include hours for plant operations, laboratory analysis, customer relations, and regulatory compliance. Significantly, these expenses also include staff hours to perform maintenance and engineering work formerly completed by outside contractors.

In January 2008, Mr. Reed was brought on as the full time operator at Cartwright Creek. At that time, the intention was to have Mr. Reed increase the operating expertise at the Grassland's facility and, within a few months, take over much of the daily testing and operation contracted to Bobby and Scott Winfrey. The Company also felt there were opportunities to reduce costs by having Mr. Reed perform a portion of preventative and unscheduled maintenance work, all of which had historically been contracted out. In addition, Mr. Reed would also move into the lead operator role at Waterbridge (construction underway in January 2008) and Stillwater (scheduled to start and complete construction in 2008).

Mr. Reed's first few months at the Cartwright Creek Grasslands facility allowed him to review the operation. He identified a number of significant opportunities to reduce costs and improve equipment. It was clear that the work scope could only be addressed if Mr. Reed devoted a majority of his time to these issues. Therefore, the Company decided to retain the contract operators at least until the end of 2008.

As a result,, the Company was able to accomplish significant cost savings. For example, previously Cartwright Creek utilized outside maintenance firms for all of the scheduled and unscheduled maintenance. In the three years prior to Mr. Reed, "repairs and maintenance to plant" expenses were \$71,867, \$112,213, and \$89,084. In 2008, this expense was just under \$32,000. Another example is a piping modification designed by Sheaffer staff and installed by Mr. Reed that allowed recycled effluent to be used for chlorine dilution instead of fresh water at a cost savings of over \$1,000 per month.

Sheaffer billed \$64,847.54 to Cartwright Creek but was not reimbursed for direct 2008 employment costs paid by Sheaffer International for Delmar Reed, including salary, taxes, and employee benefit costs including health, disability, 401k, and dental.

As noted above, plant management for 2007 and 2008 includes a contract operations firm owned by Bobby Winfrey, which performs laboratory testing and operations at number of wastewater treatment systems. At Cartwright Creek, Mr. Winfrey performs laboratory analyses and reporting required by the site's discharge permit. The use of the contract operator has continued into 2009 in a support role to Mr. Reed, resulting in reduced expenses.

Mr. Meyer's time in 2008 averaged less than 6 hours per week for: regulatory and permitting work, assisting Mr. Reed from an engineering and management perspective with troubleshooting and operations, customer inquiries for new taps, informational and training seminars for small utilities sponsored by the Tennessee Association of Utility Districts, and review and acceptance of invoices prior to payment. Mr. Meyer is also a licensed collection system Class 2 operator and his license took the place of a previous contract licensed collection system operator at an annual savings of \$1,800. Since he is a licensed engineer, he is also available to certify drawings and documents formerly outsourced at up to \$10,000 per year.

28. Explain the rationale for billing Cartwright a \$185 per hour fee for the services provided by Bruce Meyer.

Response: This rate represents the standard billing rate established for Bruce Meyer based upon his professional experience, professional licenses, and background. This amount represents the amount paid by other customers of Sheaffer International for engineering services provided by Bruce Meyer. This amount reflects both direct and indirect costs of Bruce Meyer's employment with Sheaffer International. In addition, Sheaffer International does not charge Cartwright Creek a management fee.

29. Explain why Mr. Meyer should not be paid a flat rate salary for managing Cartwright.

Response: Cartwright Creek is charged only for time spent by Bruce Meyer in dealing with the affairs of Cartwright Creek. Bruce Meyer spends substantial additional time on other projects as Sheaffer's Chief Engineer and manager of Sheaffer's Tennessee operations. In 2008, for example Cartwright Creek was billed for 276.5 hours for Mr. Meyer's management time.

The varied nature of the management needs of Cartwright Creek requires that management activities be split among various staff members at Sheaffer, including corporate counsel, financial and strategic planning and clerical. These Sheaffer staff members do not bill Cartwright Creek for their time but are covered under Mr. Meyer's billing rate. If each staff member who works on Cartwright Creek issues charged their time to Cartwright Creek the Company would have to maintain separate records and billing to properly assess the correct charge to the Cartwright Creek regulated entity. The Company believes that the administrative costs of such a system would not produce a materially difference result than the current direct charge for actual time at the established outside billing rate.

It is the Company's desire to streamline this rate case and hold down administrative overhead costs. In addition, the payment of a flat charge may result in an incentive to shift engineering work to outside third parties as the incentive to perform the work in-house on an as-needed basis would be reduced due to a high opportunity cost. The Company believes a flat rate may not be appropriate at this point in time.

30. Is any part of Mr. Cochrane's salary allocated to Cartwright? Explain.

Response: Currently, no portion of Mr. Cochrane's salary has been charged to Cartwright Creek, LLC. See the answer to Question 29.

Cartwright Creek in the current rate case is seeking to recover a small portion of Mr. Cochrane's time associated with his involvement in this rate case in lieu of using outside consultants for rate case development, as was the previous practice.

31. Cartwright states that it does not have any employees (Cochrane's testimony, page 5). Explain why Delmar Reed, for whom Cartwright pays a monthly compensation plus payroll taxes plus health, dental and life insurance and 401 k matching is not considered an employee by Cartwright.

Response: Delmar Reed is an employee of Sheaffer International, LLC, the manager of Cartwright Creek. In order to hold down administration and other overhead costs, Sheaffer International LLC employs Mr. Reed. Sheaffer International LLC provides and funds all administrative services associated with Mr. Reed's employment. Since Mr. Reed would be the only employee of Cartwright Creek, the administrative costs associated with a single employee would be unduly burdensome. Sheaffer International in the current rate case is not requesting any additional funds to cover administrative overhead associated with his employment.

32. On page 6 of Mr. Cochrane's testimony, he states that Mr. Winfrey's duties have been reduced and taken over by Mr. Reed. The cost savings are supposed to be reflected as an adjustment decreasing the historical operating expense for 2008 in Exhibit D. We are unable to identify this adjustment. Please provide an exact reference.

Response: There is a reduction of \$5,000 in Plant Management from the Adjusted/Actual Ended 12/08 to the Attrition year shown on Exhibit D.

The facility must continue to operate 24 hours per day 365 days per year, so even though Mr. Reed has reduced the hours required from Mr. Winfrey, outside operator time will be required to supplement Mr. Reed during vacations and unexpected absences. (Mr. Reed now not only performs daily effluent testing and operational monitoring contracted to Mr. Winfrey and his son Scott, but he also performs a portion of the regular and emergency maintenance formerly contracted to outside companies.) Mr. Reed will also assume operational responsibility for the Cartwright Creek Waterbridge facility, which will necessitate additional operations support staff at Cartwright Creek.

33. Provide a copy of the service agreement with the Town of Thompson Station.

There is no existing service agreement between Sheaffer International or Cartwright Creek and the Town of Thompson's Station. The agreement between Sheaffer International and the Town was terminated in January 2008. As part of the closeout of that agreement, the Town was required to provide use of an existing office of approximately 800 square foot until the end of 2009. At that time, Sheaffer will begin to rent office space at an alternative location.

34. Provide the physical address of the office space used by the Company

Response: The current business office for Cartwright Creek is at the Haury and Smith Offices at 2033 Richard Jones Rd, Nashville, TN 37215.

Mr. Meyer's primary office is the Thompson's Station office described above, located at 1551 Thompson's Station Road West, Thomson's Station, TN 37179.

35. What is the square footage of the office space?

Response: The portion of the Haury and Smith offices used to conduct Cartwright Creek business is approximately 250 sq. ft. The Thompson's Station office is approximately 600 sq. ft.

36. Who will be the landlord and who will pay the monthly rent, Cartwright or Sheaffer?

Response: When new office space becomes necessary, Cartwright Creek will pay the rent.

37. Please itemize the costs included in Transportation expense.

Response: Transportation expense includes costs associated with the operation and maintenance of a 2001 Ford 150 Pickup Truck owned by Sheaffer International that is utilized by Delmar Reed in connection with his duties as Cartwright Creek operator. Transportation expense also includes mileage charges from Bruce Meyer for the use of his personal vehicle for Cartwright Creek activities. Copies of the invoices and related supporting documentation referenced below were included in the original docket filing as Exhibit E in the original docket filing. Copies of the specific invoices that itemize the stated transportation charges (#101025, 101046, 101047, and 101058) are attached as Appendix D with the charges related to Transportation expense circled.

| Invoice 101025 | \$3,414.16 |
|----------------|------------|
| Invoice 101046 | \$ 329,49 |
| Invoice 101047 | \$ 515.48 |

Invoice 101058 \$ 676.62 \$4,935.75 Total

38. Provide copies of invoices for all rate case expenses incurred to date. Provide the basis for the forecasted remainder of expense (total of \$32,000 amortized over 4 years). Response:

Sheaffer International billed \$17,125.00 to Cartwright Creek engineering and other services associated with the research and investigative activity through December 31, 2008 in developing this rate case. These costs are supported by the following invoices which were included in our original filing:

| Sheaffer International LLC Invoice # | 101046 | 11/17/2008 | 1,665.00 |
|--------------------------------------|--------|------------|-----------|
| Sheaffer International LLC Invoice # | 101047 | 11/17/2008 | 925.00 |
| Sheaffer International LLC Invoice # | 101026 | 08/12/2008 | 8,842.50 |
| Sheaffer International LLC Invoice # | 101023 | 07/01/2008 | 1,295.00 |
| Sheaffer International LLC Invoice # | 101022 | 06/02/2008 | 697.50 |
| Sheaffer International LLC Invoice # | 101020 | 04/01/2008 | 370.00 |
| Sheaffer International LLC Invoice # | 101019 | 03/03/2008 | 555.00 |
| Sheaffer International LLC Invoice # | 101018 | 02/01/2008 | 2,775.00 |
| | | | 17,125.00 |

In addition, Sheaffer International has unbilled time in 2009 through the end of May 2009 in the amount of \$16,192.50. This time was spent by Bruce Meyer and Nathan Hinch, former In-house Counsel. The above billings plus this unbilled time provided the basis for the \$32,000 estimated rate case costs which the Company is seeking to recovery over the next four years.

| Nathan Hinch 2/25/2009 | 3.00 | 435.00 |
|------------------------|------|----------|
| Nathan Hinch 2/26/2009 | 6.00 | 870.00 |
| Bruce Meyer 2/27/2009 | 3.00 | 555.00 |
| Nathan Hinch 2/27/2009 | 4.00 | 580.00 |
| Nathan Hinch 3/5/2009 | 1.00 | 145.00 |
| Bruce Meyer 3/10/2009 | 7.00 | 1,295.00 |

| Docket No. 09-00056 |
|--|
| Response to TRA Staff Data Request No. 1 |

| Nathan Hinch 3/10/2009 | 3.00 | 435.00 |
|------------------------|------|----------|
| Bruce Meyer 3/11/2009 | 3.00 | 555.00 |
| Nathan Hinch 3/12/2009 | 3.00 | 435.00 |
| Bruce Meyer 3/19/2009 | 3.00 | 555.00 |
| Nathan Hinch 3/26/2009 | 4.00 | 580.00 |
| Bruce Meyer 3/26/2009 | 1.00 | 185.00 |
| Nathan Hinch 3/27/2009 | 2.00 | 290.00 |
| Bruce Meyer 3/27/2009 | 2.00 | 370.00 |
| Bruce Meyer 3/30/2009 | 6.00 | 1,110.00 |
| Bruce Meyer 3/31/2009 | 3.00 | 555.00 |
| Bruce Meyer 4/2/2009 | 3.00 | 555.00 |
| Nathan Hinch 4/3/2009 | 4.00 | 580.00 |
| Bruce Meyer 4/3/2009 | 4.00 | 740.00 |
| Nathan Hinch 4/6/2009 | 4.00 | 580.00 |
| Bruce Meyer 4/6/2009 | 2.00 | 370.00 |
| Nathan Hinch 4/16/2009 | 3.00 | 435.00 |
| Nathan Hinch 4/17/2009 | 1.00 | 145.00 |
| Nathan Hinch 4/22/2009 | 4.00 | 580.00 |
| Bruce Meyer 4/22/2009 | 0.50 | 92.50 |
| Nathan Hinch 4/23/2009 | 6.00 | 870.00 |
| Nathan Hinch 4/24/2009 | 2.00 | 290.00 |
| Bruce Meyer 4/27/2009 | 1.00 | 185.00 |
| Nathan Hinch 4/30/2009 | 2.00 | 290.00 |
| Nathan Hinch 5/7/2009 | 2.00 | 290.00 |
| Nathan Hinch 5/14/2009 | 4.00 | 580.00 |
| Bruce Meyer 5/15/2009 | 2.00 | 370.00 |

Docket No. 09-00056 Response to TRA Staff Data Request No. 1

Nathan Hinch 5/15/2009 2.00 290.00

100.50 16,192.50

In addition, it is estimated that Mr. Meyer, Mr. Cochrane, and Mr. Kolchowsky have spent an additional 80 hours in total responding to the latest request for information from the TRA. In addition, the company expects these staff members to spend an additional 200 hours through September in rate case associated activities. Therefore the overall rate case cost will likely exceed the original projected amount; therefore the Company will likely modify its request to recoup costs associated with these activities.

39. Explain what Inland Marine insurance (\$7,883) is. Why did the amount allocated to Cartwright increase from 52.3% in 2008 to 100% in the attrition period.

Response: The Inland Marine insurance provided under Sheaffer International's master insurance policy is used to insure pump stations, the wastewater treatment system, property under construction and property/equipment at these locations. Inland Marine insurance is essentially extending "all-risk" insurance to a higher rated or more difficult to rate exposure. The Company believes that it is in the financial best interest of Cartwright Creek to carry this coverage to lessen the financial and operational impact of major failures. The attrition period rate assumes a slight increase in the policy during the later half of 2009 to provide coverage for the Waterbridge wastewater treatment facility.

The Company cannot determine the basis for your question on the 52.3% increase. The amount allocated to Cartwright Creek was \$7,883 in 2008.

40. Explain the \$50,000 adjustment made to Depreciation expense.

Response: The depreciation expense reflected in the books of Cartwright Creek reflects the tax basis. The \$50,000 adjustment brings the tax depreciation expense to the regulatory depreciation basis.

41. Explain why the Depreciation expense reported in Exhibit D differs from the expense shown on the Company's 2008 annual report provided to the TRA.

Response: Depreciation expense reported the Annual Report reflects a correction of excess depreciation taken the Pump Stations in previous years. As a result, the net asset basis of this asset line item was shown as a negative amount. Current year depreciation was reduced to bring the net asset value to zero.

42. Explain why the recorded Contributions in Aid of Construction-net amount is greater than the gross Plant in Service amount on the Company's 2008 annual report

Docket No. 09-00056 Response to TRA Staff Data Request No. 1

Response: The general ledger asset account reflects the tax basis asset values which resulted from the assumption of additional indebtedness to the prior owners. Assets values on the Company's annual report reflect the continuation of the previous regulatory basis.

List Of Attachments

Attachment A: CD labeled "Response to 5/29/09 Data Request - For Staff Use."

Attachment B: Cartwright Creek, LLC - Chart of Accounts

Attachment C: 2008 Sludge Transportation and Disposal Invoices

Attachment D: Sludge Transportation and Disposal Fee Increase Letter from First Response, Inc.

Attachment E: Sheaffer International Invoices providing "Transportation Expense" detail

Petition of Cartwright Creek, LLC to Change and Increase Rates and Charges Docket No. 09-00056 Response to TRA Staff Data Request No. 1

ATTACHMENT A

CD Labeled "Response to 5/29/09 Data Request – For Staff Use"

Petition of Cartwright Creek, LLC to Change and Increase Rates and Charges Docket No. 09-00056 Response to TRA Staff Data Request No. 1

ATTACHMENT B Chart of Accounts for Cartwright Creek, LLC

Cartwright Creek, LLC Chart of Accounts

| Account # | Account Description | Account Type | Sub Type | PSC-ThroughAcet |
|-----------|---------------------------------------|--------------------|-------------|-----------------|
| 1.000 | OUT-OF-BALANCE ERROR | Current Assets | | P |
| 101.000 | Utility plant in service | Fixed Assets | | P |
| 104.000 | Utility plant purchase or sold | Fixed Assets | | P |
| 105.000 | Construction work in progress | Fixed Assets | | P |
| 108.000 | A/D & amort of utility plant | Fixed Assets | | P |
| 114.000 | Utility plant acquisition adj | Fixed Assets | | P |
| 121.000 | Nonutility property | Fixed Assets | | P |
| 122.000 | A/D & amort of nonutility prop | Fixed Assets | | P |
| 124.000 | Utility investments | Other Assets | | P |
| 131.200 | Fifth Third Bank - MMA | Current Asset-Cash | Cash | P |
| 131.300 | Pinnacle - Deposit Acct (MMA) | Current Asset-Cash | Cash | P |
| 131.700 | Pinnacle - Operating | Current Asset-Cash | Cash | P |
| 131.800 | Union Planters - Operating | Current Asset-Cash | Cash | P |
| * 131.900 | Union Planters - MMA | Current Asset-Cash | Cash | P . |
| 132.000 | Special deposits | Other Assets | | P |
| 133.000 | Deferred Rate Case Expense | Current Assets | | P |
| 141.000 | Customer accounts receivable | Current Assets | A/R | P |
| 143.000 | Acc provision for uncollectibl | Current Assets | A/R | P |
| 151.000 | Plant material & supplies | Current Assets | | P |
| 174.000 | Misc current & accrued assets | Other Assets | | P |
| 182.000 | Note Receivable - M.R.S. LLC | Other Assets | | P |
| 185.000 | Permits - Waterbridge | Other Assets | | P |
| 186.000 | Misc, deferred debits | Other Assets | | P |
| 187.000 | Const in Process-Plant Upgrade pre-en | - | | _ |
| | | Other Assets | | P |
| 188.000 | Deferred Rate Case Costs | Other Assets | | P |
| 190.000 | Accum deferred income taxes | Other Assets | | P |
| 191.000 | Accumlated tax credit | Other Assets | | P |
| 201.000 | Common stock issued | Equity | | P |
| 204.000 | Preferred stock issued | Equity | | P . |
| 211.000 | Other contributed capital | Equity | | P |
| 212.000 | Other contributed capital - tap fees | Equity | | P |
| 215.000 | Retained earnings (deficit) | Retained Earnings | | P |
| | | _ | | |
| 216.000 | Partners Capital - Sheaffer | Equity | | P |
| 217.000 | Partners Capital - M.R.S. LLC | Equity | | P |
| 218.000 | Proprietary capital | Equity | | P |
| | | | | |

1:00 pm

Cartwright Creek, LLC Chart of Accounts

| Account # | Account Description | Account Type | Sub Type | PSC-ThroughAcct |
|--------------------|---|-------------------|-------------|---|
| 224,000 | Long Term debt - Reese/Steve Smith | | | Consulting the control of the transfer of the |
| | | Long-Term Liab. | | P |
| 224.100 | Interest Due - Smith Prom Note | Long-Term Liab. | | P |
| 225.000 | Note to Shareholder | Long-Term Liab. | | P |
| 231.000 | Accounts payable | Current Liab. | | P |
| 232.000 | Notes payable | Current Liab. | | P |
| 235.000 | Customer deposits | Current Liab. | | P |
| 236.100 | Accrued Franchise Tax | Current Liab. | | P |
| 236,200 | Accrued Ad Valorem Tax | Current Liab. | | P |
| 236.300 | Accrued Gross Receipts tax | Current Liab. | | P |
| 237.000 | Accrued interest | Current Liab. | | P |
| 239.000 240.000 | Payable to Sheaffer Inter. LLC Loan from Shareholders - Sheaffer | Current Liab, | | P |
| 240.000 | Loan nom Sharehoretas - Shearter | Current Liab. | ShLn | P |
| 241.000 | Misc current & accrued liab | Current Liab. | SHOR | P |
| 252,000 | Advances for construction | Other Liabilities | | P |
| | Other deferred credits | Other Liabilities | | r P |
| 253.000 | Accum deferred invest tax cred | | | r P |
| 255.000 | | Other Liabilities | | = |
| 265.000 | Misc. operating reserves Contributions in aid of constr | Other Liabilities | | p |
| 271.000 | | Other Liabilities | | P |
| 272.000 | A/A contribution in aid of con | Other Liabilities | | P |
| 275.000 | Pending tap - Madison Land Co. | Other Liabilities | | P |
| 281.000 | Accum def inc tax - acc amort Accum def inc tax - other | Other Liabilities | | P P |
| 283.000 | Accum dei nic tax - omer | Other Liabilities | | P |
| 350.000 | Utility Plant in Service | Fixed Assets | | S |
| 351.000 | Organization | Fixed Assets | | P. |
| 352.000 | Franchises | Fixed Assets | | Р. |
| 353.000 | Land & land rights | Fixed Assets | | P. |
| 354.000 | Structures & improvements | Fixed Assets | | Р. |
| 360.000 | Collection sewers - force | Fixed Assets | | Ρ. |
| 361.000 | Collection sewers - gravity | Fixed Assets | | P. |
| 362.000 | Special collecting structures | Fixed Assets | | P. |
| 363.000 | Services to customers | Fixed Assets | | P. |
| 364,000 | Flow measuring devices | Fixed Assets | | P |
| 365.000 | Flow measuring installations | Fixed Assets | | P. |
| 370.000 | Receiving wells | Fixed Assets | | Ρ. |
| 371.000 | Pumping equipment | Fixed Assets | | P. |
| 380.000 | Treatment & disposal equipment | Fixed Assets | | P. |
| 381.000 | Plant sewers | Fixed Assets | | P. |
| 382.000 | Outfall sewer lines | Fixed Assets | | P. |
| 389.000 | Other plant & misc equipment | Fixed Assets | | P . |
| 390.000 | Office furniture & equipment | Fixed Assets | | P. |
| 391.000 | Transportation equipment | Fixed Assets | | P. |
| 393.000 | Tools, shop & garage equipment | Fixed Assets | | P. |

Cartwright Creek, LLC Chart of Accounts

| Account # | Account Description | Account Type | Sub Type | PSC-ThroughAcet |
|------------------|-----------------------------------|-----------------|-------------|-----------------|
| 395.000 | Power operated equipment | Fixed Assets | | P. |
| 398.000 | Other tangible plant | Fixed Assets | | P. |
| *** WARNING: End | l Subtotal Account missing! | | | |
| 399.000 | Utility plant in service offse | Fixed Assets | | P. |
| 403.000 | Depreciation | Other Inc./Exp. | | P |
| 406.000 | Amort of utility plant aquisit | Other Inc./Exp. | | P |
| 407.000 | Amortization exp - other | Other Inc./Exp. | | P |
| 408.000 | Permits & Taxes other than income | • | | |
| | | Other Inc./Exp. | | P |
| 409.000 | Income taxes | Income Tax Exp. | | P |
| 409.200 | Inc taxes, other income & dedu | Income Tax Exp. | | P |
| 412.000 | Investment tax credits | Income Tax Exp. | | P |
| 419.000 | Interest & dividend income | Other Inc./Exp. | | P |
| 420.000 | Other Income-Gain refinance | Other Inc./Exp. | | P |
| 421.000 | Nonutility income | Other Inc./Exp. | | P |
| 426.000 | Misc, nonutility expense | Other Inc./Exp. | | P |
| 426.030 | Dep of plant not used & useful | Other Inc./Exp. | | P |
| 426.050 | Imprudent expenses | Other Inc./Exp. | | P |
| 426.060 | Donations | Other Inc./Exp. | | P |
| 426.080 | Penalities for violations | Other Inc./Exp. | | P |
| 427.000 | Interest expense | Other Inc./Exp. | | P |
| 521.000 | Flat rate revenues | Sales | | P |
| 521.100 | Residential revenues | Sales | | P |
| 521.600 | Other revenues | Sales | | P |
| 522,000 | Measured revenues | Sales | | P |
| 522,200 | Commercial revenues | Sales | | P |
| 524.000 | Revenues from other systems | Sales | | P |
| 536.000 | Other sewer revenues | Sales | | P |
| 701.000 | Salaries & wages - employees | Expenses | | P |
| 703.000 | Salaries & wages - officers, | Expenses | | P |
| 710.000 | Purchased sewage treatment | Expenses | | P |
| 711.000 | Sludge removal expense | Expenses | | P |
| 715.000 | Purchased power | Expenses | | P |
| 716.000 | Fuel for power production | Expenses | | P |
| 718.000 | Chemicals | Expenses | | P |
| 720.000 | Materials & supplies | Expenses | | P |
| 730,000 | Contractual services | Expenses | | P |
| 730.100 | Engineering | Expenses | | P |
| 730,200 | Plant Management | Expenses | | P |
| 730.300 | Accounting | Expenses | | P |
| | | | _ | |

Cartwright Creek, LLC

Chart of Accounts

| Account # | Account Description | Account Type | Sub Type | PSC-ThroughAcc |
|-----------|------------------------------------|--------------|-------------|----------------|
| 730.500 | Repairs & Maint to plant | Expenses | | P |
| 730.600 | Legal fees | Expenses | | P |
| 730.700 | Consulting fees | Expenses | | P |
| 740.000 | Rents | Expenses | | P |
| 750,000 | Transportation expenses | Expenses | | P |
| 753.000 | Telephone | Expenses | | P |
| 755.000 | Insurance expenses | Expenses | | P |
| 758.000 | Postage | Expenses | | P |
| 760.000 | Rate Case Expense | Expenses | | P |
| 765.000 | Regulatory commission expense | Expenses | | P |
| 770.000 | Bad debt expense | Expenses | | P |
| 772.000 | Interest Expense | Expenses | | P |
| 772.100 | Interest Exp - Smith Note | Expenses | | P |
| 772.200 | Interest on Bank of America Escrow | _ | | |
| | | Expenses | | P |
| 773.000 | Bank charges | Expenses | | P |
| 775.000 | Miscellaneous expense | Expenses | | P |
| 775.010 | Industry dues & education | Expenses | | P |
| 775.030 | Communication service | Expenses | | ₽ |
| 775.050 | Stockhoders' meeting expenses | Expenses | | P |
| 775.080 | Directors' fees & expenses | Expenses | | P |
| 775.110 | W/O expenditures for abandoned | Expenses | | P |
| 799.000 | Operating expense offset | Expenses | | P |

Petition of Cartwright Creek, LLC to Change and Increase Rates and Charges Docket No. 09-00056 Response to TRA Staff Data Request No. 1

ATTACHMENT C

2008 Sludge Transportation and Disposal Invoices



Corporate Office: 1411 South Dickerson Road • Goodlettsville, Tennessee 37072 • 615-868-9110 • FAX 615-868-5544 MEMPHIS • JACKSON • NASHVILLE • KNOXVILLE • JOHNSON CITY • BOWLING GREEN • CHATTANOOGA

Federal ID # 62-1572148 Invoice N8011SD February 1, 2008

Bill To: Cartwright Creek LLC Attn:Accounts Payable 2033 Richard Jones Road Nashville, TN 37215 Remit to: First Response Inc. PO Box 1589 Goodlettsville, TN 37070

Project Location:

RE:

 Description
 Amount

 January 14, 2008
 50.17 per Gallon
 \$ 2720.00

711.00

TOTAL

\$ 2,720.00

we OP

Terms. Due upon receipt. All invoices over 30 days will be subject to a monthly service charge of 1-1/2% (18% annually)

24 Hour Emergency Response 1-800-914-9111



Corporate Office: 1411 South Dickerson Road • Nashville, Tennessee 37072 • 615.868.9110 • FAX 615.868.5544 SERVING THE MID-SOUTH

> Federal ID# 62-1572148 Invoice N8025SD March 4, 2008

Bill To: Cartwright Creek LLC Attn: Accounts Payable 2033 Richard Jones Road Nashville, TN 37215

Remit to: First Response Inc. PO Box 1589 Goodlettsville, TN 37070

Project Location:

| tion | | | Amount |
|--|--|--------|-----------|
| y 11, 2008 and Operator Gallons @ \$ 0 y 21, 2008 | .17 per Gallon | 4 | 3 2210.00 |
| and Operator | 117 per Gallon | 9 | 2720.00 |
| 71 | | | |
| | , , ,, | | |
| 11 | e spen e jugicuments | | |
| | a a grant of the second of the | | |
| | | | |
| | | | |
| ΓAL | | \$ 4,5 | 30.00 |



Corporate Office: 1411 South Dickerson Road • Nashville, Tennessee 37072 • 615.868.9110 • FAX 615.868.5544 SERVING THE MID-SOUTH

Federal ID # 62-1572148 Invoice N8058SD April 2, 2008

Bill To: Cartwright Creek LLC Attn:Accounts Payable 2033 Richard Jones Road Nashville, TN 37215 Remit to: First Response Inc. PO Box 1589 Goodlettsville, TN 37070

Project Location:

| RE: | | | |
|-------------------------------------|--|--------|---------|
| Description | | | Amount |
| March 21, 2008 | A A A A A A A A A A A A A A A A A A A | | |
| 23,000 Gallons @ \$ 0.17 per Gallon | | đ | 3910.00 |
| | 11 | | |
| | 300 martin and a superior and a supe | | |
| | the group of the second | | |
| | Approval | | |
| | Occurations | | |
| | May 1 CAS | | |
| | | | |
| | | | |
| | | | |
| | | | • |
| | | | |
| TOTAL | | \$ 3,5 | 10.00 |

Terms Due upon receipt. All invoices over 30 days will be subject to a monthly service charge of 1-1/2% (18% annually 24 Hour Emergency Response 1-800-914-9111

www.FirstResponseInc.net



Corporate Office: 1411 South Dickerson Road • Nashville, Tennessee 37072 • 615.868.9110 • FAX 615.868.5544 SERVING THE MID-SOUTH

Federal ID # 62-1572148 Invoice N8090SD May 1, 2008

Bill To: Cartwright Creek LLC Atm: Accounts Payable 2033 Richard Jones Road Nashville, TN 37215 Remit to: First Response Inc. PO Box 1589 Goodlettsville, TN 37070

Project Location:

RE;

| Description | | Amount |
|-------------------------------------|--|---------------|
| April 25, 2008 | | |
| 20,500 Gallons @ \$ 0.17 per Gallon | | \$ 3485.00 |
| April 29, 2008 | | |
| 4,000 Gallons @ \$ 0.17 per Gallon | | \$ 680.00 |
| April 30, 2008 | | |
| 6,400 Gallons @ \$ 0.17 per Gallon | | \$ 1088.00 |
| | JCD and the second seco | |
| | Sub# | |
| | Approvel | |
| | Calculations | |
| | Pald CK# | |

TOTAL

5,253.00



Corporate Office: 1411 South Dickerson Road • Goodlettsville, TN. 37072 • 615.868.9110 • FAX 615.868.5544 SERVING THE MID-SOUTH

Federal ID # 62-1572148 Invoice N8120SD June 30, 2008

Bill To: Cartwright Creek LLC Attn:Accounts Payable 2033 Richard Jones Road Nashville, TN 37215

Remit to: First Response Inc. PO Box 1589 Goodlettsville, TN 37070

Project Location:

| RE: | | |
|-------------------------|--|---------------|
| Description | | Amount |
| lune 3, 2008 | | |
| ?7,000 Gallons @ \$ 0.1 | 7 per Gallon | \$ 4590.00 |
| | | |
| | | |
| | Job 711 | |
| | environment of the second of t | |
| | Sub# | |
| | Approval Calculations | |
| | Calculations | |
| | Pald CK# | |

TOTAL

\$ 4,590.00

Terms. Due upon receipt. All invoices over 30 days will be subject to a monthly service charge of 1-1/2% (18% annually).



Sorporate Office: 1411 South Dickerson Road • Goodlettsville, TN. 37072 • 615.868.9110 • FAX 615.868.5544
SERVING THE MID-SOUTH

Federal ID # 62-1572148 Invoice N8155SK August 1, 2008

Bill To: Cartwright Creek LLC Attn:Accounts Payable 2033 Richard Jones Road Nashville, TN 37215

Remit to: First Response Inc. PO Box 1589 Goodlettsville, TN 37070

Project Location:

| Description |
|---------------|
| July 10, 2008 |

Amount

July 10, 2008 Transportation 21,000 gallons @ \$ 0.17 per galion

RE:

\$ 3570.00

| Job |
|--------------|
| Sub# |
| Approval |
| Calculations |
| Paid CK# |

TOTAL

\$ 3,570.00

Ferms: Due upon receipt. All invoices over 30 days will be subject to a monthly service charge of 1-1/2% (18% annually).



Corporate Office: 1411 South Dickerson Road • Goodlettsville, TN. 37072 • 615.868.9110 • FAX 615.868.5544 SERVING THE MID-SOUTH

Federal ID # 62-1572148 Invoice N8177SK September 2, 2008

Bill To: Cartwright Creek LLC Attn: Accounts Payable 2033 Richard Jones Road Nashville, TN 37215

Remit to: First Response Inc. PO Box 1589 Goodlettsville, TN 37070

Project Location:

RE:

| Description | | Amount |
|-------------------------------------|--|---------------|
| August 20, 2008 | | |
| Vac Truck Services | | |
| 15,000 Gallons @ \$ 0,17 per Gallon | | \$ 2550.00 |
| August 27, 2008 | | |
| Vac Truck Services | 711 | |
| 12,000 Gallons @ \$ 0.17 per Gallon | The second distribution of the second | \$ 2040.00 |
| | Subil | |
| | Approval | |
| | Calculations | |
| | Pald CK# | |

TOTAL

\$ 4,590.00

Terms. Due upon receipt. All invoices over 30 days will be subject to a monthly service charge of 1-1/2% (18% annually



Corporate Office: 1411 South Dickerson Road • Goodlettsville, TN. 37072 • 615.868.9110 • FAX 615.868.5544 SERVING THE MID-SOUTH

Federal ID # 62-1572148 Invoice N8197SK September 29, 2008

Bill To: Cartwright Creek LLC Attn:Accounts Payable 2033 Richard Jones Road Nashville, TN 37215 Remit to: First Response Inc. PO Box 1589 Goodlettsville, TN 37070

Project Location:

RE:

| Description | | Amount |
|-------------------------------------|--------------|---------------|
| September 18, 2008 | V | |
| 12,000 gallons @ \$ 0.17 per gallon | | \$ 2040.00 |
| September 19, 2008 | | |
| 8,000 gallons @ \$ 0.17 per gallon | | \$ 1360.00 |
| September 22, 2008 | | |
| 7,000 galions @ \$ 0.17 per galilon | 711 | \$ 1190.00 |
| | 1db | |
| | Subf | |
| | Approval | |
| | Calculations | |
| | Paid CK# | |

TOTAL \$ 4,590.00

Terms: Due upon receipt. All invoices over 30 days will be subject to a monthly service charge of 1-1/2% (18% annually.



Corporate Office: 1411 South Dickerson Road • Goodlettsville, TN. 37072 • 615.868.9110 • FAX 615.868.5544 SHRVING THE MID-SOUTH

Federal ID # 62-1572148 invoice N8185SD September 3, 2008

Bill To: Cartwright Creek LLC Attn:Accounts Payable 2033 Richard Jones Road Nashville, TN 37215

RE.

Remit to: First Response Inc. PO Box 1589 Goodlettsville, TN 37070

Project Location:

| 1124 | | |
|--|--------------|---------------|
| Description | | Amount |
| Vinyard Green Ct | | |
| Franklin, TN | | |
| September 2, 2008 | : | \$ 1926.36 |
| Response to sewage overflow in Franklin, TN NOTE | | |
| No Disposal, all tiquids left on site | Job | |
| | Sub# | |
| | Approval | |
| | Calculations | |
| | Paid CK# | |
| | | |
| | | |

TOTAL \$ 1,926.36

Terms: Due upon receipt. All invoices over 30 days will be subject to a monthly service charge of 1-1/2% (18% annually



Corporate Office: 1411 South Dickerson Road • Goodlettsville, TN. 37072 • 615.868.9110 • FAX 615.868.5544 SERVING THE MID-SOUTH

Federal ID # 62-1572148 Invoice N8201SB October 3, 2008

Bill To: Cartwright Creek LLC Attn: Accounts Payable 2033 Richard Jones Road Nashville, TN 37215 Remit to: First Response Inc. PO Box 1589 Goodlettsville, TN 37070

Project Location:

| RE: | |
|---|---------------|
| Description | Amount |
| September 17, 2008 | \$ 1312,25 |
| Response to Man Hole in Franklin, TN for Cleaning | |
| Sub# Approvel Calculations Paid CK# | |

TOTAL

1,312.25

Terms. Due upon receipt. All invoices over 30 days will be subject to a monthly service charge of 1-1/2% (18% annually)



ENVIRONMENTAL & EMERGENCY SERVICES DEMOLITION & ABATEMENT

Corporate Office: 1411 South Dickerson Road • Goodlettsville, TN. 37072 • 615.868.9110 • FAX 615.868.5544

SERVING THE MID-SOUTH

Federal ID#62-1572148 invoice N8247SD December 5, 2008

Bill To: Cartwright Creek LLC Attn:Accounts Payable 2033 Richard Jones Road Nashville, TN 37215 Remit to: First Response Inc. PO Box 1589 Goodlettsville, TN 37070

Project Location:

| Description | | Amount |
|--|--|---------------|
| November 18, 2008 Transportation of Raw Sewage 21,000 Gallons @ \$ 0.17 per Gallon | JOD | \$ 3570.00 |
| | Approval authorization of the section of the sectio | |
| | Calculations | |
| | Pald CK# | |

TOTAL

RE:

\$ 3,570.00

Ferms. Due upon receipt. All invoices over 30 days will be subject to a monthly service charge of 1-1/2% [18% annually].

24 Hour Emergency Response 1-800-914-9111 www.FirstResponseInc.net



181 COWAN ROAD DICKSON, TN 37055 615-441-4188 FAX 615-441-9987

| Cartwright Creek U Atten: Angle Baxter 2033 Richard Jones Nashville, TN 37215 | Road | DATE: Jan | uary 28, 2008 RO. 010108 142 | .5 |
|--|-------------------|------------|---------------------------------|------------|
| **** | DESCRIPTION | | UNIT PRICE | TOTAL |
| Sludge Removal | 16,000 on January | r 14, 2008 | \$0.10 | \$1,600.00 |
| | | | | \$1,600,00 |
| | | | TAXI | |

PAYMENT DUE IN 30 DAYS

WE APPRECIATE YOU AS OUR CUSTOMER!

711.00

BNEEDY



101 COWAN ROAD DICKSON, TN 37055 515-441-4188 FAX 615-441-9987

INPOICE Cartwright Creek Utility Company DATE: February 20, 2008 Atten: Angie Baxter INVOICE NO. 020108 142.5 2033 Richard Jones Road Nashville, TN 37215 UNIT PRICE DESCRIPTION TOTAL. \$0.10 \$1,300.00 Sludge Removal 13,000 on February 11, 2008 SUB TOTAL \$1,300,00 TAX TOTAL

PAYMENT DUE IN 30 DAYS

WE APPRECIATE YOU AS OUR CUSTOMER!

| | 711.00 |
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| | - No. 1 - No. 2 - No. |
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Bruce De



101 COWAN ROAD DICKSON, TN 37055 615-441-4188 FAX 615-441-9987

| Cartwright Creek Utility Company Atten: Angie Baxter 2033 Richard Jones Road Nashville, TN 37215 | | | DATE: February 29, 2008 INVOICE NO. 020208 142.5 | | |
|---|------------------|-------------|---|------------|--|
| | DESCRIPTION | | UNIT PRICE | TOTAL | |
| Sludge Removal | 16,000 on Februa | ry 21, 2008 | \$0.10 | \$1,600,00 | |
| | | | SUB TOTAL | \$1,600,00 | |
| | | | TAX | 91 800 00 | |

PAYMENT DUE IN 30 DAYS

| 711.00 |
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| State Office State |



101 COWAN ROAD DICKSON, TN 37055 615-441-4188 FAX 615-441-9987

INVOICE Cartwright Creek Utility Company DATE: March 25, 2008 Atten: Angle Baxter 2033 Richard Jones Road INVOICE NO. 030108 142.5 Nashville, TN 37215 DESCRIPTION UNIT PRICE TOTAL \$2,400.00 Sludge Removal 24,000 on March 21, 2008 \$0.10 SUB TOTAL TAX TOTAL

PAYMENT DUE IN 30 DAYS

WE APPRECIATE YOU AS OUR CUSTOMER!

SON CONTRACTOR

BruceOt



101 COWAN ROAD DICKSON, TN 37055 615-441-4188 PAX 615-441-9987

| Cartwright Creek Utility Company Atten: Angie Baxter 2033 Richard Jones Road Nashville, TN 37215 | | DATE: April 3 | | |
|---|---|---------------|------------|------------|
| | DESCRIPTION | | UNIT PRICE | TOTAL |
| Sludge Removal Sludge Removal | 19,000 on April 25, 2008 5,000 on April 29, 2008 | | \$0.10 | \$1,900.00 |
| | | | | 524000 |
| | | | TAX | \$2,400.00 |

PAYMENT DUE IN 30 DAYS

| Job |
|--------------|
| Sub# |
| Approval |
| Celculations |
| Pald CK# |



101 COWAN ROAD DICKSON, TN 37055 615-441-4188 PAX 615-441-9987

INVOICE Cartwright Creek Utility Company DATE: June 9, 2008 Atten: Angie Baxter 2033 Richard Jones Road INVOICE NO. 040108 142.5 Nashville, TN 37215 UNIT PRICE TOTAL DESCRIPTION 3,200 on April 30, 2008 3,200 on April 30, 2008 \$0.10 Sludge Removal Sludge Removal SUB TOTAL TAX TOTAL

PAYMENT DUE IN 30 DAYS

| Job |
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| SUD# |
| Approval |
| Calculations |
| Pald CK# |



181 COWAN ROAD DICKSON, TN 37855 615-441-4188 FAX 615-441-9987

| Cartwright Creek Utility Company Atten: Angle Baxter 2033 Richard Jones Road Nashville, TN 37215 | | DATE: June 11, 2008 INVOICE NO. 060208 142.5 | | | |
|---|------------------------|---|--------------|------------|--|
| | DESCRIPTION | | UNIT PRICE | TOTAL. | |
| Sludge Removal | 27,000 on June 3, 2098 | | \$0.10 | \$2,700.00 | |
| | | | SUB TOTAL | 700,00 | |
| | | | TAX TOTAL | \$2,700.00 | |

PAYMENT DUE IN 30 DAYS

| Job |
|--------------|
| Sub# |
| Approval |
| Calculations |
| Poid CK# |



101 COWAN ROAD DICKSON, TN 37055 615-441-4188 FAX 615-441-9987

| Cartwright Creek Un Atten: Angie Baxter 2033 Richard Jones I Nashville, TN 37215 | Road | DATE: July 2 | | i |
|---|-------------------------|--|--------------|-----------|
| | DESCRIPTION | 1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1- | UNIT PRICE | TOTAL |
| Sludge Removal | 21,000 on July 10, 2008 | | \$0.40 | 32,100.00 |
| | | | SUB TOTAL | \$2,100,0 |
| | | | TAX TOTAL | \$2,100.0 |

PAYMENT DUE IN 30 DAYS

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101 COWAN ROAD DICKSON, TN 37855 615-441-4188 FAX 615-441-9987

| | | INVOICE | | |
|---|--|---|--------------------------|--|
| Cartwright Creek Utility Company Atten: Angic Baxter 2033 Richard Jones Road Nashville, TN 37215 | | DATE: August 29, 2008 INVOICE NO. 080108 142.5 | | |
| | DESCRIPTION | UNIT PRICE | TOTAL | |
| Sludge Removal | 15,000 on August 20, 12,000 on August 27, | \$ D.10 | \$1,500.00 \$1,200.00 | |
| | | SUB TOTAL | \$2,700,00 | |
| | | TAX | | |
| | | IUIAL | \$2,700.00 | |

PAYMENT DUE IN 38 DAYS

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| Sub# |
| Approval |
| Calculations |
| Paid CK# |



101 COWAN ROAD DICKSON, TN 37055 615-441-4188 FAX 615-441-9987

INVOICE Cartwright Creek Utility Company DATE: September 30, 2008 Atten: Angie Baxter 2033 Richard Jones Road INVOICE NO. 090108 142.5 Nashville, TN 37215 DESCRIPTION UNIT PRICE TOTAL 12,000 on September 18, 2008 8,000 on September 19, 2008 \$0.10 Słudge Removal 7,000 on September 22, 2008 SUB TOTAL \$2,700.08 TAX TOTAL \$2,700.00

PAYMENT DUE IN 30 DAYS

| Job |
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| Subil |
| Approval |
| Calculations |
| Paid CK# |



101 COWAN ROAD DICKSON, TN 37055 615-441-4188 PAX 615-441-9987

| Cartwright Creek Utility Company Atten: Angie Baxter 2033 Richard Jones Road Nashville, TN 37215 | DATE: October 28, 2008 Acct. No. 142.5 |
|---|---|
| DESCRIPTION | UNIT PRICE TOTAL |
| Permit Fee for 2009 Registered Vehicle Fee | \$100.00 \$90.00 |
| M. M | SUB TOTAL \$190,00 |
| | TAX TOTAL \$190,00 |

PAYMENT DUE BY NOVEMBER 25, 2008

| Job |
|--------------|
| Subt |
| Approval |
| Calculations |
| Pald CK# |



181 COWAN ROAD DICKSON, TN 37855 615-441-4188 FAX 615-441-9987

| Cartwright Creek U Atten: Angie Baxter 2033 Richard Jones Nashville, TN 37215 | Road | DATE: Nov | vember 26, 2008 O. 110108 142.5 | |
|--|-------------------|--------------|------------------------------------|-------------------|
| | DESCRIPTION | | UNIT PRICE | TOTAL |
| Sludge Removal | 21,000 on Septemi | ber 18, 2008 | \$0.10 | \$2,500.00 |
| 444 | | MIMAN TIL | SUB TOTAL | \$2,100.00 |
| | | | TOTAL | \$2,100,00 |

PAYMENT QUE IN 30 DAYS

| Job 7/1 |
|--------------|
| Sub# |
| Approval |
| Calculations |
| Daid CK# |



181 COWAN ROAD DICKSON, TN 37855 615-441-4188 FAX 615-441-9987

| Cartwright Creek U Atten: Angie Baxter 2033 Richard Jones Nashville, TN 37215 | Road | | muary 30, 2009 NO. 010109 142.5 | |
|--|------------------|---------------|------------------------------------|-------------|
| | DESCRIPTION | | UNIT PRICE | TOTAL |
| Sludge Removal | 18,000 on Septen | nber 18, 2006 | \$0.10 | \$1,600,000 |
| | | | SUB TOTAL | \$1,800,00 |
| | | | TAX TOTAL | \$1,800.00 |

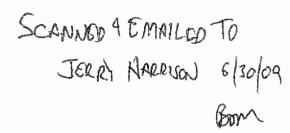
PAYMENT DUE IN 30 DAYS

| Job |
|--------------|
| Sub# |
| Approval |
| Calculations |
| Paid CK# |

Petition of Cartwright Creek, LLC to Change and Increase Rates and Charges Docket No. 09-00056 Response to TRA Staff Data Request No. 1

ATTACHMENT D

Sludge Transportation and Disposal Fee Increase Letter from First Response, Inc.



June 17, 2009

Shaffer International ATTN: Bruce Meyer Ref; Cartwright Creek Project Franklin, TN

RE: Vacuum Truck, Vacuum Tanker and Operators

Dear Bruce:

First Response, Inc. (FRI) effective June 18, 2009 will increase the rate for the pumping and transportation of waste from Franklin, TN to Dickson, TN to \$0.24 per Gallon. Also any services associated with this project that is invoiced to FRI will be marked up 10% of total invoices. Our experience with this project enables us to meet your goals and objectives in a professional manner while maintaining a timely schedule.

Please indicate your acceptance of this rate increase with an authorized signature in the space provided. Return via facsimile to (615) 868-5544. If you have any questions, or if we may be of assistance, please feel free to call me at (615) 868-9110. Thank you for considering First Response for this project.

Sincerely,

First Response, Inc.

Jerry W Harrison **Project Manager**

Client Acceptance

BRUCE E. MEYON Printed Name

TN REGION MGR

Petition of Cartwright Creek, LLC to Change and Increase Rates and Charges Docket No. 09-00056 Response to TRA Staff Data Request No. 1

ATTACHMENT E

Sheaffer International Invoices providing "Transportation Expense" detail

BILL TO

Cartwright Creek LLC
c/o Haury & Smith
2033 Richard Jones Road
Nashville, TN 37215

Invoice

| DATE | INVOICE# |
|----------|----------|
| 8/7/2008 | 101025 |

| DESCRIPTION | AMOUNT |
|--|---|
| Bruce Meyer Expense Report dated 1/11/2008; 99 miles @ \$.485 per mile Attached Documentation) # \$403 Delmar Reed Auto Expense Jan. 1-Jan. 23, 2008 (See Attached Document Bruce Meyer Expense Report dated 1/31/2008; 83 miles @ \$.485 per mile Attached Documentation) # \$403 Delmar Reed's Auto Expense -Jan. 24- February 24, 2008 (See Attached Documentation) 50 miles @ \$.485- Bruce Meyer Expense Report Feb. 15, 2008 (See Attached Documentation) 50 miles @ \$.485- Bruce Meyer Expense Report Feb. 15, 2008 (See Attached Documentation) Waterheater for Cartwright Creek - March 24, 2008 (See Attached Documentation) Equipment for pump at Cartwright Creek - March 10, 2008 American Express (See Attached Documentation) Delmar Reed- Auto Expense March 25 - April 24, 2008 (See Attached Documentation) Chlorine & ice cube relay- March 27 and April 22, 2008 American Express Attached Documentation) Bruce Meyer Expense Report dated 5/15/2008; 143 miles @ \$.505 per mile Attached Documentation) Delmar Reed Auto Expense - April 25 - May 24, 2008 (See Attached Documentation) Cartwright Creek Signage- April 25, 2008 American Express (See Attached Documentation) | (See 48.02 (See 40.26 (See 519.96 (See 314.59 (See 124.55 (See 72.22 (See 72.22 (A37.61)) |
| When from International T. I. C. EETNING 26 4202005 | otal |

BILL TO Cartwright Creek LLC c/o Haury & Smith 2033 Richard Jones Road Nashville, TN 37215

Invoice

| DATE | INVOICE# |
|----------|----------|
| 8/7/2008 | 101025 |

| DESCRIPTION | AMOUNT |
|---|-------------------|
| Valve for Cartwright Creek- May 22, 2008 American Express (See Attac | ched 341.25 |
| Documentation) | |
| New Motor Starter for Cartwright Creek- May 21, 2008 American Expre | ess (See 238.61 |
| Attached Documentation) | |
| Bruce Meyer Expense Report dated 5/31/2008; 216 miles @ \$.505 per n \See Attached Documentation) # 8472 | nile (109.08 |
| Delmar Reed Auto Expense- May 25 - June 24, 2008 (See Attached Documentation) | 390.53 |
| Road Utility Signs for Cartwright Creek- June 5, 2008 American Expres Attached Documentation) | ss (See 89.49 |
| Valve hardware for repair- Cartwright Creek- June 22, 2008 American E (See Attached Documentation) | Express 82.46 |
| TVC pipe and valves - Cartwright Creek- June 23, 2008 American Expre Attached Documentation) | ess (See 13.69 |
| Safety vests/shovel - Cartwright Creek- May 29, 2008 American Express | s (See 67.21 |
| Attached Documentation) | 4.4 |
| Batteries- Cartwright Creek- May 29, 2008 American Express (See Attac Documentation) | ched 6.53 |
| Dehumidifier for pump station- Cartwright Creek- June 20, 2008 Americ Express (See Attached Documentation) | can 216.90 |
| 2- Y-Strainer 2" PVC Thread Hayward (1/32" Screen)-July 7, 2008 Ame Express (See Attached Documentation) | erican 256.06 |
| Bruce Meyer Expense Report dated 6/30/2008; 80 miles at \$.505 per miles Attached Documentation) | le (See 40.40 |
| Membership to TN Association of Utility Districts for Bruce Meyer - 7/2 American Express (See Attached Documentation) | 2/2008 159.00 |
| Interior Depress (Dee Interior Decementation) | |
| Sheaffer International, L.L.C. FEIN No. 36-4303085 | Total |

Cartwright Creek LLC c/o Haury & Smith 2033 Richard Jones Road Nashville, TN 37215

Invoice

| DATE | INVOICE# |
|----------|----------|
| 8/7/2008 | 101025 |

| DESCRIPTION | | AMOUNT |
|---|---------|------------|
| Seminar charge "How to Run a Utility" sponsored by TN Association of Dist. for Bruce Meyer- July 15, 2008 American Express (See Attached Documentation) | Utility | 250.00 |
| Total Reimbursable Expenses- | | 5,674.34 |
| | | |
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| | | |
| Sheaffer International, L.L.C. FEIN No. 36-4303085 | Total | \$5,674.34 |



800 Roosevell Road Building C, Suite 20 Glen Ellyn, IL 60137

Phone: (630) 446-4080 Fax: (630) 446-4085 www.sheafferinternational.com

Cartwright Creek LLC
c/o Haury & Smith
2033 Richard Jones Road
Nashville, TN 37215

Invoice

| DATE | INVOICE# |
|------------|----------|
| 11/17/2008 | 101046 |

| DESCRIPTION | AMOUNT |
|---|-------------|
| Operations support for the month of September, 2008, provided by Bruce Meyer: 14.5 Hours @ \$185.00 per hour | 2,682.50 |
| Rate Case Work for the month of September, 2008, provided by Bruce Meyer: 9 | 1,665.00 |
| Hours @ \$185.00 per hour Operations support for the month of September 2008, provided by Delmar | 4,648.66 |
|)eed: Compensation for the month of September Delmar Reed Health/Dental/ Life Insurance/401k Match for the month of | 1,567.33 |
| September Delmar Reed Medicare/Social Security for the Month of September | 344.77 |
| TAUD Wastewater Seminar for Cartwright Creek: 190 miles @ \$.585 per mile | 111.15 |
| Delmar's Gas for Cartwright Creek | 180.90 |
| Keys for Cartwright Creek | 8.52 |
| Panels paint/Rake/Mop for Cartwright Creek | 44.89 |
| Bulbs/Filters for Cartwright Creek | 29.40 |
| Chlorine Feed Lines with Filters for Cartwright Creek | 131.02 |
| Total Reimbursable Expenses for Delmar Reed (See Attached American | 505.88 |
| Express documentation) | |
| | |
| 254 Miles @ \$.585 per mile | (148.59 |
| Copies for TDEC foia request (Stillwater/Waterbridge) | 5.40 |
| Parking for TDEC foia request (Stillwater/Waterbridge | 11.00 |
| Total Reimbursable Expenses for Bruce Meyer (See Attached Documentation) | 164.99 |
| | |
| · Total | \$11,579.13 |



800 Roosevelt Road Building C, Suite 20 Glen Ellyn, IL 60137

Phone: (630) 446-4080 Fax: (630) 446-4085 www.sheafferInternational.com

BILL TO

Cartwright Creek LLC c/o Haury & Smith 2033 Richard Jones Road Nashville, TN 37215

Invoice

| DATE | INVOICE# |
|------------|----------|
| 11/17/2008 | 101047 |

| DESCRIPTION | | AMOUNT |
|--|-----------|------------------|
| Operations Support for the month of October provided by Bruce Meyer hours @ \$185.00 per hour | :: 26 | 4,810.00 |
| Rate Case Work provided by Bruce Meyer for the month of October: 1 \$185.00 | hour @ | 185.00 |
| Upgrade scoping work provided by Bruce Meyer for the month of Octo hours @ \$185.00 per hour | ber: 4 | 740.00 |
| Delmar Reed compensation for the month of October, 2008: | | 4,648.66 |
| Delmar Reed Health, Dental, Life Insurance/401k Match for the month October | of | 1,567.33 |
| Delmar Reed Medicare & Social Security for the month of October | | 344.77 |
| Gas for Truck- Delmar Reed | | 396.14 |
| Black Paint, Knobs, Glue | | 112.92 |
| 3" Quick Release C- Clamps 204 miles @ \$.585 per mile- Cartwright Creek, 10/16 TDEC meeting; 1 | 0/20 site | 17.41 (119.34 |
| visit; 10/22 TAUD meeting; 10/23 visit to LYnwood Utility | | |
| Total Reimbursable Expenses | | 645.81 |
| | | |
| | | • |
| | | |
| T | | |
| | Total | \$12,941.57 |

Cartwright Creek LLC
c/o Haury & Smith
2033 Richard Jones Road
Nashville, TN 37215

Invoice

| DATE | INVOICE# |
|------------|----------|
| 12/31/2008 | 101058 |

TERMS

Due on receipt

| DESCRIPTION | AMOUNT | |
|--|---------------------|------------------|
| Operation support for the months of November & December 2008, pro Bruce Meyer: 20.5 hours @ \$185.00 per hour (see attached detail) | rovided by 3,7 | 792.50 |
| Operational support for the months of November & December 2008, p by Delmar Reed: Compensation for Nov. & Dec. \$9297.32; Health, I Life Insurance/401K Match for the months of Nov. & Dec. \$3134.66; and Social Security contributions for months of Nov. & Dec. \$689.54 | Dental, Medicare | 21.52 |
| Bruce Meyer Expenses- 115 miles @ \$.585 per mile; Cartwright Creek | ık 11/11 | 67.28 |
| TWIG meeting; 11/13 Cool Springs Delmar Reed Truck Fuel- November & December (see attached charge Total Reimbursable Expenses | · • I | 509.34 576.62 |
| | | |
| | | |
| | | |
| | | |
| | | |
| | | |
| Sheaffer International, L.L.C. FEIN No. 36-4303085 | Total \$17,5 | 90.64 |

4 676.62