TENNESSEE WASTEWATER SYSTEMS, INC.

AN ADENUS UTILITY

October 26, 2010

Honorable Mary Freeman Chairman Tennessee Regulatory Authority 460 James Robertson Parkway

Nashville, TN 37243-0505

filed electronically in docket office on 10/26/10 Docket no. 10-00204

RE: Petition to amend Certificate of Convenience and Necessity

Dear Chairman Freeman:

Tennessee Wastewater Systems, Inc. desires to expand its service area to include a portion of Rutherford County in Tennessee, known as University Town Center. The attached Petition is in support of our request. The proposed updated tariff sheets accompanying this petition are for informational purposes only.

Sincerely,

Matt Pickney, Operations Manager Tennessee Wastewater Systems, Inc.

851 Aviation Parkway Smyrna, TN 37167 (615) 220-7202 Fax (615) 220-7207

BEFORE THE TENNESSEE REGULATORY AUTHORITY NASHVILLE, TENNESSEE

IN RE: PETITION OF TENNESSEE WASTEWATER SYSTEMS, INC. TO AMEND ITS CERTIFICATE OF

CONVENIENCE AND NECESSITY

DOCKET No. 10-00_____

Petition of Tennessee Wastewater Systems, Inc. To amend its Certificate of Convenience and Necessity

Tennessee Wastewater Systems, Inc. ("TWSI") petitions the Tennessee Regulatory Authority ("TRA") to amend TWSI's Certificate of Convenience and Necessity to expand its service area to include a portion of Rutherford County known as University Town Center. The project is located off John Bragg Hwy in Rutherford County. The property includes Parcels 40.02, 60, 60.02, 5, 36, (Map 112, 13.01) and is outlined in green on the enclosed Tax Map 103 (see attached "Exhibit A"). This parcel encompasses approximately 320 acres.

We are proposing to provide wastewater service to residential and multi-family housing on the parcels. The wastewater system & TDEC Permit has not been completed until further detailed plans of the development has been determined.

Enclosed is a letter from Richard Rhea, developer of University Town Center, requesting TWSI to provide sewer service to these parcels. Also enclosed are letters sent to the city of Murfreesboro and Consolidated Utility District (CUD) requesting service. Attached are letters from CUD and Mr. Joe Kirchner, city of Murfreesboro that will not formally commit to Mr. Rhea to provide service.

Mr. Rhea is looking for a commitment from a utility to provide sewer to his development. If the city of Murfreesboro and/or CUD is unable or unwilling to provide service, then TWSI willing and able to do so.

Respectfully Submitted,

Matt Pickney

Tennessee Wastewater Systems, Inc.

1 2 3		BEFORE THE TENNESSEE REGUI NASHVILLE, TENN	
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6 7 8		TION OF TENNESSEE WASTEWATER TEMS, INC. TO AMEND ITS) Docket No
9	CERT	FIFICATE OF CONVENIENCE AND)
10	NECI	ESSITY)
11			
12		ANNALD CARACTER TO ANNA	CENTER
13		UNIVERSITY TOWN	
14		PRE-FILED DIRECT TESTIMONY	OF MATT PICKNEY
15 16			
17	Q.	State your name for the record and your post	ition with the Petitioner Tennessee
18	Q.	Wastewater Systems, Inc.	tion with the retitioner, remiessee
19		waste water systems, me.	
20	A.	Matt Pickney. I am the Operations Manager	of Tennessee Wastewater Systems.
21		Inc.	,
22			
23	Q.	What is the business of Tennessee Wastewat	er Systems, Inc. (the Company)?
24			
25	A.	Providing affordable wastewater service in co	ommunities where it is presently
26		unavailable.	
27	0	When did the Commons receive its first conti	Cinata funna tha Anthanitra ta annuata a
28 29	Q.	When did the Company receive its first certif sewer system in Tennessee?	neate from the Authority to operate a
30		sewer system in Tennessee:	
31	A.	April 4, 1994.	
32			
33	Q.	How many certificates has the Company rece	eived from the Authority to provide
34		sewer service across the State of Tennessee?	
35			
36	A.	Over 100.	
37		W	
38	Q.	Will Tennessee Wastewater Systems comply	with all applicable Tennessee
39		Regulatory rules and regulations?	
40 41	A.	Tennessee Wastewater Systems will comply	with all applicable Tennessee
42	<i>F</i> 1.	Regulatory Authority rules and regulations.	with an applicable reinlessee
43		regulatory realistics and regulations.	
44	Q.	Does the Company have the management, tee	chnical and financial ability to
45		provide wastewater service in the area in Rut	
46		Petition?	-

A.	Yes.
Q.	Is there a stated public need for wastewater service in this area?
A.	The public need for this service is reflected in the letter from the developer, Mr. Richard Rhea, managing partner for University Town Center.
Q.	How many customers will be served in this development?
A.	Our company expects to serve approximately 600 residential, multi-unit family, and commercial units.
Q.	Does this conclude your pre-filed testimony?
Α.	Yes.
Matt P Operat	that the foregoing testimony is true and correct to the best of my knowledge. When the foregoing testimony is true and correct to the best of my knowledge. When the foregoing testimony is true and correct to the best of my knowledge. PUBLIC PUB
	ibed and sworn to me this 26 th day of October, 2010. Public Vallim. Red
State o	f Tennessee
	of Rutherford
Му Со	mmission Expires 1- コートラ
	Q. A. Q. A. I swear Matt P Operat Tennes Subscr Notary State o County

CERTIFICATE OF SERVICE

The undersigned hereby certifies that the above and foregoing Pre-Filed Direct Testimony of Matt Pickney has been served upon the Tennessee Regulatory Authority, 460 James Robertson Parkway, Nashville, TN 37243-0505 on this 26th day of October 2010 and delivered by hand.

MATT PICKNEY

University Town Center Projected Development Build-Out

Total # of customers

		Residential	Multi-Unit Family	Commercial
2011	-	50 customers	250 customers	5 customers
2012	-	75 customers	500 customers	10 customers
2013	-	75 customers	500 customers	25 customers

The expected buildout when the subdivision is completed is 25 commercial, 75 residential, and 500 multi-unit family customers.

Estimated System Costs and Revenues for Five Years

	2011	2012	2013	2014	2015
Cost	\$172,020	\$329,940	\$338,400	\$338,400	\$338,400
Revenue	\$183,000	\$351,000	\$360,000	\$360,000	\$360,000

WASTEWATER UTILITY SERVICE

SECTION 4 – RESIDENTIAL RATES SHEET

	Total	Escrow**
RATE CLASS 1	0.4.4.5.2	φ10.12 (T)
Fixed Film Treatment, Drip Dispersal, Bonding Rate #1	\$44.53	\$10.13 (I)
RATE CLASS 2		
Fixed Film Treatment, Drip Dispersal, Franchise Rate #1, Bonding Rate #1	\$45.85	\$10.13 (I)
Theat Initi Treatment, Dispersal, Franchise Raice #1, Boliamig Raice #1		ψ 10110 (1)
RATE CLASS 3		
Fixed Film Treatment, Drip Dispersal, Bonding Rate #3	\$54.66	\$10.13 (I)
RATE CLASS 4		
Fixed Film Treatment, Drip Dispersal, Bonding Rate #4	\$51.99	\$10.13 (I)
DATE OF A CC.		
RATE CLASS 5 Deep Cell Part Treatment Prin Pierranel Parting Pate #1	\$39.52	\$8.43 (I)
Deep Cell Pond Treatment, Drip Dispersal, Bonding Rate #1	\$39.54	\$8.43 (I)
RATE CLASS 6		
Deep Cell Pond Treatment, Drip Dispersal, Bonding Rate #1, Franchise Rate #2	\$40.69	\$8.43 (I)
		,
RATE CLASS 7		
Deep Cell Pond Treatment, Point Discharge Dispersal, Bonding Rate #1	\$39.52	\$8.43 (I)
RATE CLASS 8		
Deep Cell Pond Treatment, Drip Dispersal, Bonding Rate #4	\$46.98	\$8.43 (I)
DATE CLASS O		
RATE CLASS 9 Standard base Callection Page through treatment costs	\$24.32	\$6.35
Standard base Collection, Pass-through treatment costs	\$24.32 + Treatment C	•
RATE CLASS 10	1 Treatment C	, OD 63
DCP Treatment, Drip Dispersal, Loan Costs, Lease Costs, Bonding Rate #1	\$55.36*	\$8.43

Issued: May 19, 2009 **Effective: May 19, 2009**

Charles Pickney, Jr. **Issued By: Vice-President**

^{*}Applies to Southridge once the new treatment facility is placed in service **Escrow amount is included in the Total

WASTEWATER UTILITY SERVICE

SECTION 6 – COMMERCIAL RATES SHEET

without food service

The monthly sewer charge per customer is based on the design daily flow expected from the type of establishment being served. A minimum of \$102.15 per month will be charged for up to the first (I) 300 gallons per day of design flow expected. For each additional 100 gallons per day of design flow expected, up to a total of 1,000 gallons per day, an additional charge of \$20.45 per month per 100 (I) gallons will be levied. For design flows expected over 1,000 gallons per day, the monthly rate will be \$157.95 per 1,000 gallons of daily flow. (I)

COMMERCIAL W/O I	FOOD**		ESCROW***	
Tier 1 (0-300GPD)	\$102.53	(I)	\$21.75	(C)
Tier 2.1 (301-400GPD)	\$122.98	(I)	\$26.17	(C)
Tier 2.2 (401-500GPD)	\$143.43	(I)	\$30.59	(C)
Tier 2.3 (501-600GPD)	\$163.88	(I)	\$35.01	(C)
Tier 2.4 (601-700GPD)	\$184.33	(I)	\$39.43	(C)
Tier 2.5 (701-800GPD)	\$204.78	(I)	\$43.85	(C)
Tier 2.6 (801-900GPD)	\$225.23	(I)	\$48.26	(C)
Tier 2.7 (901-1,000GPD)	\$245.68	(I)	\$52.68	(C)
Tier 3.1 (1,001-2,000GPD)	\$403.63	(I)	\$86.82	(C)
Tier 3.2 (2,001-3,000GPD)	\$561.58	(I)	\$120.92	(C)
Tier 3.3 (3,001-4,000GPD)	\$719.53	(I)	\$155.02	(C)
Each additional tier	+\$157.95	(\mathbf{I})	+\$34.10	(C)

Additional surcharges will apply when customers exceed their expected design flows. For any month that a customer's water meter reading exceeds the expected design flow, the following surcharges will apply:

Excess water usage	Surcharge
1 gallon to 1,000 gallons above expected design flow	\$175.00
1,001 gallons to 2,000 gallons above expected design flow	\$200.00
Over 2,000 gallons above expected design flow	\$200.00/1000 gallons

If the water meter readings exceed the design flow for any three consecutive months, the monthly charge will be revised to reflect the increased usage and any capital costs associated with increasing the capacity of the system will be paid by the customer.

Fees: Nonpayment – 5% Reconnection - \$50 (I) City of Coopertown
Disconnection - \$40 (I) Returned Check - \$25 (I) Franchise Fees: 3%

Bonding Amount of .38 is included in the Total (T) *Escrow amount is included in the Total (N)

Issued: May 19, 2009 Effective: May 19, 2009

Issued By: Charles Pickney, Jr. Vice-President

(D)

WASTEWATER UTILITY SERVICE

COMMERCIAL RATES SHEET

with food service

The monthly sewer charge per customer is based on the design daily flow expected from the type of establishment being served. A minimum of \$136.15 per month will be charged for up to the first (I) 300 gallons per day of design flow expected. For each additional 100 gallons per day of design flow expected, up to a total of 1,000 gallons per day, an additional charge of \$24.50 per month per 100 (I) gallons will be levied. For design flows expected over 1,000 gallons per day, the monthly rate will be \$193.35 per 1,000 gallons of daily flow. (I)

COMMERCIAL W/ FO	OD**		ESCROW***	
Tier 1 (0-300GPD)	\$136.53	(I)	\$29.00	(C)
Tier 2.1 (301-400GPD)	\$161.03	(I)	\$34.22	(C)
Tier 2.2 (401-500GPD)	\$185.53	(I)	\$39.44	(C)
Tier 2.3 (501-600GPD)	\$210.03	(I)	\$44.66	(C)
Tier 2.4 (601-700GPD)	\$234.53	(I)	\$49.88	(C)
Tier 2.5 (701-800GPD)	\$259.03	(I)	\$55.10	(C)
Tier 2.6 (801-900GPD)	\$283.53	(I)	\$60.32	(C)
Tier 2.7 (901-1,000GPD)	\$308.03	(I)	\$65.54	(C)
Tier 3.1 (1,001-2,000GPD)	\$501.38	(I)	\$107.18	(C)
Tier 3.2 (2,001-3,000GPD)	\$694.73	(I)	\$148.82	(C)
Tier 3.3 (3,001-4,000GPD)	\$888.08	(I)	\$190.46	(C)
Each additional tier	+\$193.35	(I)	+\$41.64	(C)

Additional surcharges will apply when customers exceed their expected design flows. For any month that a customer's water meter reading exceeds the expected design flow, the following surcharges will apply:

Excess water usage	Surcharge
1 gallon to 1,000 gallons above expected design flow	\$210.00
1,001 gallons to 2,000 gallons above expected design flow	\$220.00
Over 2,000 gallons above expected design flow	\$220.00/1000 gallons

If the water meter readings exceed the design flow for any three consecutive months, the monthly charge will be revised to reflect the increased usage and any capital costs associated with increasing the capacity of the system will be paid by the customer.

Fees: Nonpayment – 5% Reconnection - \$50 (**I**) City of Coopertown Disconnection - \$40 (**I**) Returned Check - \$25 (**I**) Franchise Fees: 3%

Bonding Amount of .38 is included in the Total *Escrow amount is included in the Total

Issued: May 19, 2009 Effective: May 19, 2009

Issued By: Charles Pickney, Jr. Vice-President

WASTEWATER UTILITY SERVICE

COMMERCIAL RATES SHEET

Overnight Rental Units

The monthly sewer charge per customer is based on the monthly average daily flow monitored from the unit being served. A minimum of \$69.15 per month will be charged for up to the first 300 gallons per day of average daily flow. (I) For each additional 100 gallons per day of average daily flow, up to a total of 1,000 gallons per day, an additional charge of \$15.00 per month per 100 gallons will be levied. For avg daily flows over 1,000 gallons per day, an additional monthly charge of \$157.95 per 1,000 gallons of avg daily flow will apply.

OVERNIGHT RENTAL	L UNITS**	•	ESCROW***	
Tier 1 (0-300GPD)	\$69.53	I)	\$15.95	(C)
Tier 2.1 (301-400GPD)	\$84.53 (I)	\$19.49	(C)
Tier 2.2 (401-500GPD)	\$99.53 (I)	\$23.02	(C)
Tier 2.3 (501-600GPD)	\$114.53	(I)	\$26.56	(C)
Tier 2.4 (601-700GPD)	\$129.53	(I)	\$30.10	(C)
Tier 2.5 (701-800GPD)	\$144.53	(I)	\$33.63	(C)
Tier 2.6 (801-900GPD)	\$159.53	(I)	\$37.17	(C)
Tier 2.7 (901-1,000GPD)	\$174.53	(I)	\$40.71	(C)
Tier 3.1 (1,001-2,000GPD)	\$332.48	(I)	\$77.95	(C)
Each additional tier	+\$157.95	(I)	+\$37.24	(C)

Each customer will be billed the minimum monthly charge unless TWS determines that the customer's measured usage exceeds an average of 300 gallons per day over a thirty day period. Unless otherwise stated in this tariff, measured usage will be based on a customer's actual or estimated usage, averaged over a thirty-day period.

Actual usage may be measured in any of the following ways:

- a. Effluent flow meter.
- b. STEP pump. Usage will be measured by multiplying the period of elapsed pumping time shown on the pump times the capacity of the pump.
- c. In the absence of an effluent flow meter or a STEP pump, usage will be assumed to be equal to the customer's usage of potable water as shown on the customer's potable water meter.

If a customer is charged in excess of the minimum monthly fee, TWS will measure the customer's actual usage at least once every ninety days using one of the methods described above and display on the customer's statement the usage and measurement method used. In any month in which TWS does not measure the company's actual usage, the customer's monthly bill will be based on the customer's estimated monthly usage. No less than once every ninety days TWS will bill (or credit) the customer for any differences between an estimated bill and actual measured usage.

If a customer's usage exceeds the average daily design flow for three consecutive months, the customer may be required to pay any capital costs associated with increasing the capacity of that portion of the system designed and dedicated to serve that customer. For purposes of this section, TWS must measure actual usage for three consecutive months using one of the methods described above.

If TWS determines that a customer's usage meets the criteria described above, TWS will notify the customer in writing of any proposed construction work, the reasons for the work, and the estimated cost to the customer. The notice will also state that if the customer believes that his usage does not meet the criteria described above or that the charge to the customer is unjust and unreasonable, the customer may file a written complaint with the Tennessee Regulatory Authority, located at 460 James Robertson Parkway, Nashville, TN, 37243. Unless the TRA orders otherwise, the filing of a complaint will not delay the proposed construction work but may initiate a proceeding in which the TRA will determine whether, under the terms of this tariff, the customer is responsible for the cost of the construction work.

Fees: Nonpayment – 5% Reconnection - \$50 (I) Disconnection - \$40 (I) Returned Check - \$25 (I)

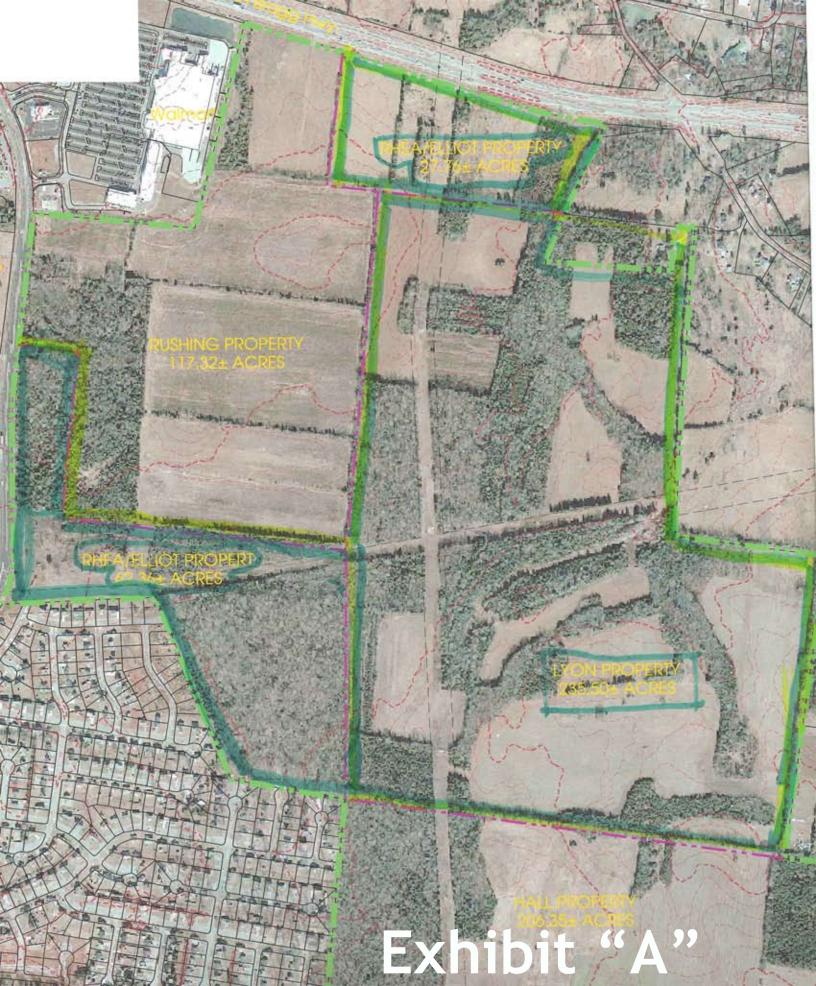
Effective: May 19, 2009

*Moved from Section 6 Page 3

Issued: May 19, 2009

Bonding Amount of .38 is included in the Total *Escrow amount is included in the Total

Issued By: Charles Pickney, Jr. Vice-President



UNIVERSITY TOWN CENTER 2615 S. RUTHERFORD BLVD. MURFREESBORO, TN 37127

August 10, 2010

Tennessee Regulatory Authority 460 James Robertson Parkway Nashville TN. 37243

To Whom It May Concern:

As the owner/developer of the University Town Center, consisting of land adjacent to John Bragg Highway and Rutherford Blvd, in Rutherford County and the City of Murfreesboro, we request that Tennessee Wastewater Systems, Inc. be the sewer provider for this property.

Feel free to contact me if you have any questions.

Richard Rhea 615 477 2503 rrheaBNA@comcast.net

Regards,

Richard Rhea

cc:

Rob Lyons Larry Elliott Don Meeks Marshall Lyons Jack Stringham



May 12, 2010

Mr. Larry McElroy General Manager Consolidated Utility District P.O. Box 249 Murfreesboro, TN 37133-0249

RE:

Sanitary Sewer Service
University Villas GP, Hearthwood Development and Lyon Property

Dear Mr. McElroy,

We have properties located near the intersection of Rutherford Boulevard and John Bragg Highway, on the eastern side of Murfreesboro. We intend to develop those properties and have been in discussions with the City of Murfreesboro and their Water and Sewer Department for over a year. They are unable to provide sewer service to the properties due to their plant capacity and access to gravity sewer.

The properties we intend to develop are University Villas GP (Map 103, Parcels 40.02, 60 and 60.02) and Hearthwood Development LLC (Map 103, Parcel 5) with an area of approximately 88.73 acres. Additionally, we have partnered with the Lyon family's properties. Their properties are Map 103, Parcel 36, Map 112, parcel 13.01 with an area of approximately 233 acres. The total area is approximately 321.73 acres.

Our immediate intentions are to partner with the Lyon family, providing their property with much needed access and bring drainage through their property to ours. The major element limiting development in this area has been the availability of public sewer.

A portion of the properties listed above are in the MWSD service area, but the majorities are in Consolidated Utility District's service area. The intent of our partnership would be to construct the collection lines and treatment facility for our development. The facility would be operated by a management company, while still being owned by our 'partnership. We would control taps, rates and expansions. Our intention is to serve our partnered properties inside the MWSD and CUD service areas and construct the treatment facility on the Lyon property, in Consolidated Utility District's service area. Our intention is to expand the plant to meet future development demands. The effluent would be used as reuse water, just as MWSD does. At some point in time, when the system becomes self

Larry McElroy Page 2 May 12, 2010

supporting, we may reach an agreement with MWSD to take over the ownership, operation and maintenance.

At this time we would like to ask that Consolidated Utility District grant us full authority to operate a waste water collection and treatment facility in their service area for these properties. We recognize that we would have to acquire all permits necessary by the Tennessee Department of Environment and Conservation. We want to make sure we have the clear right to be an operator in the view of Tennessee Regulatory Authority before we expend much of our time and resources.

Sincerely,

Hearthwood Properties, LLC

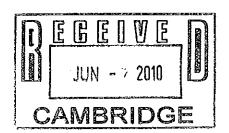
Richard Rhea

Phone: (615) 477-2503

Email: rrheabna@comcast.net



709 New Salem Highway ♦ P.O. Box 249 ♦ Murfreesboro, Tennessee 37133-0249 Telephone 615-893-7225 • Facsimile 615-893-4913



June 3, 2010

VIA CERTIFIED MAIL 7004 1140 0004 7984 5299

Mr. Richard Rhea 109 Lyon Street McMinnville, TN 37110

RE: Sanitary Sewer Service

University Villas GP, Hearthwood Development and Lyon Property

Dear Mr. Rhea:

We have reviewed your request for the use of decentralized sewer service as proposed by your development.

As per our agreement with MW&S when CUD was chartered for wastewater, MW&S has the first right of refusal for decentralized wastewater treatment in areas close to city limits. Obviously, this proposal is such.

While we have had some presentations regarding an MBR system, it is something we are not familiar with. We will be going to Alabama on June 24, 2010 to ascertain more information. Previous information indicates these systems are very expensive to operate. I am not saying we will not approve one of these systems, but we are going to be very diligent in the process.

Sincerely,

General Manager

Pc:

James C. Hailey James Cope

Richard Rhea

From:

Richard Rhea [rrheabna@comcast.net]

Sent:

Tuesday, May 25, 2010 2:30 PM

To: Cc: (jkirchner@murfreesborotn.gov) (rlyons@murfreesborotn.gov); (sharrison@sec-civil.com); Marshall Lyon

(marshall.lyon@cenveo.com)

Subject:

Property on and near Rutherford Blvd. and John Bragg Highway, Murfreesboro, Tn.

May 25, 2010

Mr. Joe Kirchner
Director
Murfreesboro Water and Sewer Department
P.O. Box 1477
Murfreesboro, TN 37133-1477

Dear Joe,

We appreciate the time you and your stall gave us earlier this month on May 5th to discuss our request for sewer service on our referenced property. We are working with the Marshall Lyon family to jointly plan our properties, and will be facilitating civil engineering design to enhance those possibilities. Thank you for your guidance and suggestions with this undertaking.

Our properties are University Villas GP [Map 103, Parcels 40.02, 60 and 60.02] and Hearthwood Development LLC [Map 103, Parcel 5] with an area of approximately 88.73 acres. The Lyon family's properties are [Map103, Parcel 36, Map 112, Parcel 13.01] with an area of approximately 233 acres. The total is approximately 321.73 acres.

Over the past 2 years we have requested sewer service be extended to our property and you have investigated various ways this could be accomplished. You have informed us that it is not feasible for this to be provided by The Murfreesboro Water and Sewer Department at this time and that no near term plans are under way which would provide this serve.

In our meeting we requested your permission, to allow us to construct an MBR sewage treatment plant on this property to provide sanitary sewer service. The plant would probably be located on county property, with service to developments which could be located on both city and county property. As developments materialize they would be planned in conjunction with the city's planners and be annexed into the city of Murfreesboro.

This MBR Plant and collection lines would be funded and built from private sources and operated by a properly licensed company meeting all state, federal, and local requirements. This plant would be planned to allow for expansions as they are needed. The effluent would be reuse water and utilized in the engineering development plans.

Joe, this is a big undertaking for us and we need as much assurance as possible before moving forward. We are therefore requesting that MW&SD provide us a written release to proceed on this work.

We have had great support and access from everyone with the City of Murfreesboro, The Rutherford County Chamber, MTSU, MW&SD, and others. Everyone has worked with us and tried to help. We are appreciative of the cooperation and the hand of friendship we have received. This seems to be our only viable option to develop our property in the near future. Thank you for considering our request and for your advice and support.

Sincerely,
Richard Rhea
Hearthwood Properties LLC
University Villas GP
Lyon Family [per their directions]

[I will mail a letter of confirmation]



... creating a better quality of life

June 17, 2010

Mr. Richard Rhea Hearthwood Properties, LLC 109 Lyon St. McMinnville, TN 37110

RE:

Sanitary Sewer Service via Membrane Bioreactor (MBR) Wastewater Plant University Villas GP, Hearthwood Development, LLC and Lyon Property Map 103 Parcels 40.02, 60, 60.02, 5, 36 and Map 112 Parcel 13.01 (Totaling 321.73 Ac.)

Dear Mr. Rhea:

The Murfreesboro Water and Sewer Department (MWSD) is in receipt of your letter transmitted on May 25, 2010 requesting a "written release" from MWSD giving you permission to proceed with the construction of a Membrane Bioreactor (MBR) Wastewater Treatment Plant to service the referenced tracts. We certainly see significant potential in the plan outlined in your letter; however, there will be many milestones and phases to planning, designing, constructing and operating and maintaining a private sewerage system, especially one which is partly in the City and partly not, and partly in MWSD's service area and partly in Consolidated Utility District's (CUD) service area.

MWSD staff is excited to help you get this project off the ground, and we applaud the innovative nature of this approach; however, several items need further detail and a more documented course of action in order to protect the public should the development fail to live up to your growth projections and financial assumptions.

Your expectations as to the future ownership, operation or maintenance of this facility dictate the path to take in achieving the next milestone. Each milestone or phase will need to be evaluated at various points along the way in order to ensure a successful project.

If you expect a private owner/operator to maintain ownership and operate and maintain an MBR and the associated sewage collection and effluent disposal systems for the referenced area in perpetuity, then staff will need to prepare a recommendation to our Board as to our endorsement or disagreement of the Department giving service of this area by MWSD in the future. The MWSD Board would also have to make a recommendation to the City Council. The Council would then be required to make a decision; this could potentially require development of a franchise ordinance and associated contract. The contract would need to be structured so that any proposed development coming before the City Planning Commission and Council in the area serviced by this private utility would be assured of its ability to connect to it with sole liability on

the private entity controlling the utility if any future treatment, collection or disposal issues arise regarding interrupted sewage service.

If you expect MWSD to eventually own, operate or maintain the proposed MBR and associated collection and effluent disposal systems for the referenced area at some point in the future, then staff will need the following items to review during the appropriate phase of approval:

Information in the form of a pro forma should be provided for our review, including but not limited to:

Long-term Financial Capability

The City will require that a fund balance be maintained in a separate restricted fund for routine repair and replacement of private infrastructure (force main, grinder pumps, effluent disposal system and MBR facilities). Debt obligations expected to be incurred for capital expenditures (treatment plant and associated collection and disposal infrastructure) should also be itemized.

Operation and Maintenance Assurances

The City will require that a surety be posted for a yet to be determined number of years to adequately cover costs associated with power and chemicals to operate the MBR. Additionally, costs associated with anticipated membrane replacement, routine maintenance of equipment and expected life for pumps, HVAC, odor control equipment, blowers, etc. associated with the MBR will need to be covered by some form of surety.

Growth and Revenue Projections

Provide the City with development projections and rate structure information that is projected to support the debt service, repair and replacement of infrastructure and operation and maintenance obligations. Provide information as to the time frame under which the system is projected to operate privately, and any expectations as to a timeline for MWSD to assume management or ownership.

Evidence of compliance with TDEC Rule 1200-5-2-.02 (8) will be required. The RULES OF TENNESSEE DEPARTMENT OF ENVIRONMENT AND CONSERVATION (TDEC), WATER QUALITY CONTROL BOARD, DIVISION OF WATER POLLUTION CONTROL, CHAPTER 1200-5-2 PUBLIC SEWERAGE SYSTEMS, particularly Subsection 1200-5-2-.02 SUPERVISION OVER CONSTRUCTION OF PUBLIC SEWERAGE SYSTEMS state:

(8) Ownership and Operational Organization. Prior to the approval of final plans and specifications for sewerage facilities that are not owned and operated by a municipality or public utility district, the Department must receive evidence of the ownership of the system by a satisfactory organization that will be responsible for the operation and maintenance (such organization as a corporation set up under the General Corporation Act of 1969, an organization that has a charter from the Tennessee Public Service Commission, or a title deed on FHA insured loans) of the system.

MWSD will need to review and agree that the contract operator selected to maintain and operate the collection, treatment and disposal systems is qualified as well as review and approve the conditions of such operators' contract with Hearthwood Properties, LLC. Along those same lines, the Department will need to review any anticipated agreement that defines the transition of ownership of the privately funded treatment facilities and infrastructure to MWSD.

Additionally, a Model Disclosure Form should be submitted for Department review which would disclose to any purchaser within the referenced service area the responsibilities taken on by the private owner/operator. The written disclosure statement must indicate elements such as:

- a. The utility infrastructure and treatment plant are privately owned and operated.
- b. What the end-users utility fee goes toward other than collection, treatment and disposal operating costs (e.g., liability insurance, repayment of construction debt, operating profit, etc.)

TDEC will also need to weigh in on your plan and their approval would be necessary to operate as you propose. TDEC will require you to obtain a State of Tennessee Operating Permit for a zero discharge facility, which would most likely include submittal of a Preliminary Engineering Report (PER).

Adherence to Design Criteria directed by MWSD. Due to the fact that the Department has not established standard design criteria for low pressure collection systems, membrane plants, or drip dispersal systems, MWSD cannot provide you with a standard set of documents to guide you through the design and construction process. However, MWSD, along with TDEC, will be a review authority and must approve all technical specifications of material, equipment and structures along with inspection of workmanship to ensure that the quality and durability of infrastructure and treatment plant will fulfill a service life consistent with other, existing MWSD facilities.

There will be other issues regardless of the whether a private owner/operator or MWSD is anticipated to own, operate or maintain the proposed sewage utility, such as annexation. If MWSD is expected to ultimately own and operate the utility, then certain conditions of Section 33-2.1.1 of the Murfreesboro City Code may apply. A copy of Section 33-2.1.1 is attached for your information. If a private owner/operator is anticipated to manage the utility, there may still be certain requirements expected in your proposed development pertaining to adherence to the Standard Building Code, International Plumbing Code, National Electric Code, International Property Maintenance Code, City of Murfreesboro Subdivision and Street Specifications, and Murfreesboro's comprehensive zoning ordinance. MWSD has not consulted with the City Legal Department or the City Planning Department regarding annexation issues. We would expect that a formalized agreement would be required with the City if annexation is not requested or approved. Other conditions of the Code may apply to your request to implement a privately operated sewage treatment, collection and disposal utility, which would need to be addressed in appropriate contract terms.

We recognize that each of these paths will take some effort; however, this endeavor will be a first for the City of Murfreesboro insofar as setting up a private sewerage system. Protection of the public health and welfare is paramount. Eliminating the risk that existing MWSD customers would someday need to subsidize a privately constructed venture is also a priority.

To point towards a successful negotiation between a private entity operating and maintaining a planned development's streets, alleys, sidewalks, drainage and street lighting, the City did accept a proposal from ParksTrust Development back in July of 2007 regarding Marymont Subdivision. ParksTrust was asked to provide the same type of information the City is currently asking of Hearthwood Properties, LLC, and an executed agreement was achieved.

We look forward to achieving that same level of success with Hearthwood Properties, LLC. Please feel free to call if you have any questions or require any additional information.

Sincerely

Joe Kirchner Director, MWSD

cy:

Rob Lyons, City Manager
Jim Crumley, Asst. City Mngr.
Susan McGannon, City Atty.
Steve Harrison, SEC

Darren Gore, Asst Director Valerie Smith, MWSD Joseph Aydelott, Planning Director

MURFREESBORO CITY CODE

any of the policies and regulations for furnishing water and/or sewer service in areas not theretofore furnished such service, approved by the City Council on October 20, 1966, or as may have heretofore or as may hereafter be approved by the City Council at any other time or times.

[Ord. of 09-30-71 §1]

Section 33-2.1.1 Conditions for water and sewer service to property outside City Limits.

- (A) No water or sewer service of the City may be connected or serve property outside the city limits of the City until the following conditions are met:
 - (1) All persons owning an interest in the subject real estate must petition the City for annexation;
 - (2) If buildings are to be constructed on the subject property, the construction must be in compliance with the Standard Building Code (section 7-1 et seq.). International Plumbing Code (section 23-1), Regulations of the Murfreesboro Water and Sewer Department (section 33-1 et seg.), National Electric Code (section 11-1), International Property Maintenance Code (section 17-1), subdivision regulations (section 29-1 et seq.), streets and sidewalks regulations (section 28-1 et seq.), comprehensive zoning ordinance of the City of Murfreesboro (Appendix A) utilizing the zoning classification deemed appropriate by the Planning Commission and approved by the City Council. and the sign ordinance of the City. The owners must purchase building permits from the City as if located within the City limits, unless the City Council has voted against annexation of the subject property. All persons owning an interest in the subject real estate must sign a written agreement to the foregoing and file same with the Water and Sewer Department and the Planning Director of the City. A commitment for water and sewer service may not be made until the agreement of owners is accepted by the City Council. In addition to the foregoing, the Department shall receive appropriate agreements, bonds and the like customarily required.
 - (3) Where City water and/or sewer lines exist adjacent to an existing business, residence, or structure outside the City, the Water and Sewer Board shall have determinative authority, after consultation with the Planning Commission, to contract with the property owner for service without annexation, provided the customer is served by one tap and no additional residences or businesses are to be constructed on the same parcel to be served with water and/or sewer; and, further provided, that the property owner will agree in writing to annexation at a later date upon the initiative of the City or others.
- (B) The City Planning Commission and City Council will make a determination as to annexation in the ordinary course of business and in compliance with the laws of the City and State of Tennessee applicable thereto. Should the City elect not to annex

MURFREESBORO CITY CODE

- the subject property, the agreements of the owners will remain binding with regard to development in accordance with the agreement.
- (C) Once the agreements have been filed and accepted by the Planning Commission and City Council, construction may proceed although annexation and rezoning has not been completed.

[Ord. No. 85-11 §1, 03-07-85; Ord. No. 88-53 §1, 10-27-88; Ord. No. 01-O-40 §1, 08-09-01; Ord. No. 02-O-08 §1, 01-24-02]

Editor's note - Ord. No. 85-11 §1, enacted March 7, 1985, amended the Code by adding provisions to be designated as §33-2.2. Inasmuch as there already exists in the Code a section numbered as 33-2.2, these provisions have been codified as §§33-2.1.1, at the discretion of the editor.

Section 33-2.2 Deposit system and service connection fee.

A nonrefundable service initiation fee, in an amount established by the City Council, shall be charged for the initiation of service at an existing service location when requested by a new customer and for each request by an existing customer to have existing service transferred to another existing service location. This fee shall be applicable whether the customer is requesting both water and sewer service, water service alone, or sewer service alone.

The Department reserves the right to require a customer to pay a deposit on each individual account if payment is not received in full by the monthly due date. The amount of the deposit shall be determined by making a computation of the average water and sewer bill for a period up to the previous twelve months, or fraction thereof, and then doubling the computed average bill. There will be no interest paid on the deposit unless otherwise required by law. Upon written request the Department may return customer deposits after twelve consecutive months of payment in full on or before the due date. This provision does not require the refund of deposits but rather allows the Department to do so at its discretion.

[Ord. No. 79-45 §1, 11-15-79; Ord. No. 85-24 §1, 07-25-85; Ord. No. 91-37 §§2, 3, 07-11-91; Ord. No. 04-O-36 §1, 06-24-04]

Section 33-3 Discontinuance of service for failure to pay bill; returned check; reconnection fee; deposit regulations.

If any person shall fall to pay their water bill and bill for sewer service by the due date shown on such bill, the Water and Sewer Department may cut off and disconnect water from the premises of the person owning or controlling the property to which such bill relates, and water shall remain cut off and disconnected from such premises until such water bill or sewer bill shall be paid.



Secretary of State Web Site

instructions

Namo

I.D. Number

TENNESSEE WASTEWATER SYSTEMS, INC.

0263864

Business Type*:

CORPORATION

FOR PROFIT

Profit/Nonprofit:

Status*:

ACTIVE

Date of Formation/Qualification:

03/10/1093

Domestic/Foreign:

DOMESTIC

Place of incorporation/Organization:

DAVIDSON

PERPETUAL

Duration:

FYC(Fiscal Year Closing) Month:

DECEMBER

Principal Office:

Address Line 1:

861 AVIATION PKWY

Address Line 2:

City:

SMYRNA

State:

ΤN

Zip:

37167

Other than USA:

Registered Agent: Namo:

LARRY R. WILLIAMS

Address Line 1:

329 UNION STREET

Address Line 2:

NASHVILLE

City: Stato:

TN

ZID:

372190632

Business Filing History

Search Again

Note: This information is current as of three working

days prior to today's date.

Report a Technical Issue

^{*} important Noto: Business filing History includes information about (f) the basis for an inective status and (2) the current true name and filing status of a business with an assumed name or a changed status.

Class C Water Annual Report for the Tennesses Regulatory Authority

Tennessee Wastewater Systems

2009

Prepared for

The Energy and Water Division

Name of Respondent Tennessee Wastewater Systems, Inc.	(1) X	eport is: An Original		(Mo, Da, Yr)	Year of Report
1	(2)	A Resubmission NCOME STATE	MENT	3/26/10	Dec. 31, 2009
2			/// I		
A	Ref	Water	Sewer	Other	Total
Account Name (a)	Page (b)	(c)	(d)	(e)	(f)
		(9)		(4)	(-)
Gross Revenue:					224.045
Residential		-	934,847	-	934,847
Commercial		-	235,163	-	235,163
Industrial Multi-Family		-	-	-	
Multi-Family Other-Access Fees		-	212,261	-	212,261
Other Other		-	212,201	_	212,201
Other (Please Specify)		-	-	-	-
Other (Please Specify)			-	-	-
Total Gross Revenue		er our distrigues	1,382,271	2 2 2	1,382,271
7					
3					
Operation & Maint. Expense	W3/S3	-	1,179,634		1,179,634
Depreciation Expense	F-5	-	2,105	-	2,105
2 Amortization Expense					-
Other Expense (Please Specify)		-	-		-
Other Expense (Please Specify) Taxes Other Than Income	F-7	-	174,748	-	174,748
Income Taxes	F-7	-	(4,083)		(4,083)
7 Total Operating Expenses	1/		1,352,404		1,352,404
B			<u></u>		***************************************
Net Operating Income		₹279.00 (750.75K) -	29,867	Archive 100 (2011)	29,867
3					
1					į
Other Income:					65.055
Nonutility Income		-	65,977		65,977
Interest Earned			1,006	-	1,006
Other (Please Specify)	\vdash	-		-	<u>-</u>
Other (Please Specify) Other (Please Specify)	\vdash		-	-	
Total Other Income	 		66,983	-	66,983
Total Other Income			00,700		Printer State Stat
Other Deductions:					
Misc. Nonutility Expenses			6,410		6,410
Other (Please Specify)			_		₩
Other (Please Specify)		-	-		-
Other (Please Specify)		-		-	-
Other (Please Specify)			The state of the s		
Total Other Deductions			6,410		6,410.
1					90,440
Net Income			90,440	a (1)	20,440

F-4		lant e ro		In. (. en /	T7 CT	7
	Name of Respondent	This Repor		Date of Report	Year of Report	
	Tennessee Wastewater Systems, Inc.	(1) _X_ An (2) A R	Original esubmission	(Mo, Da, Yr) 3/26/10	Dec. 31, 2009	
1	COMPA	RATIVE BAI			[Dec. 51, 2009	1
2			MATCE GITE	LJ A		
3			Ref			1 3
4	<u>.</u>		Page	Current Year	Previous Year	4
5			(b)	(c)	(d)	5
6]	1
7	į.	-	1			7
8	ASSETS					8
9				1		9
	Utility Plant in Service (101-105)	00)	F5/W1/S1	18,857,458	18,857,458	10
11	Accum, Depreciation and Amortization (10	(8)	F5/W2/S2	2,939,789 15,917,669	2,260,579 16,596,879	11 12
12 13	1			15,817,003	10,520,672	12
	Cash			355,943	489,879	14
	Customer Accounts Receivable (141)			351,830	134,312	15
	Land			6,932,880	6,932,880	16
	Other Assets (Please Specify)			0	0	17
	Other Assets (Please Specify)		j	0	0	18
	Other Assets (Please Specify)			0	0	19
20	Total Assets			23,558,322	24,153,950	20
21						21
22						22
23						23
24				1		24
25	LIABILITIES AND CAPITA	AL		:		25
26			E.C	1,000	1 000	26
	Common Stock Issued (201)		F-6	1,000	1,000	27
	Preferred Stock Issued (204) Other Paid-In Capital (211)		F-6	0	0	28 29
	Retained Earnings (215)		F-6	24,964	(49,333)	30
31			F-6	24,704	(42,333)	31
32	Total Capital			25,964	(48,333)	32
33	A T WE T W					33
34		•				34
35			•			35
36						36
	Long-Term Debt (224)		F-6	0	0	37
	Accounts Payable (231)			235,220	96,713	38
	Notes Payable (232)			100,000	0	39
	Customer Deposits (235)			0	104,002	40
	Accrued Taxes (236)			0	0	41
	Payroll Liabilities Accrued Purchases			59,863	33 54,000	42 43
	Escrow		ļ <u>.</u>	256,132	34,000	43
	Intercompany Liabilities			230,132	389,302	45
	Inspection Costs			36,275	36,000	46
	Advances for Construction			0	0	47
	Contributions In Aid Of ConstNet (271-2))	F-8	22,844,868	23,521,973	48
49	Total Liabilities	,		23,532,358	24,202,283	49
50				***************************************		50
51						51
52						52
53]	53
54						54
55	Total Liabilities & Capital		[23,558,322	24,153,950	55

Name of Respondent Tennessee Wastewater Systems, Inc. (1)	Report is:		Date of Report (Mo, Da, Yr)	xear of Kepor
(2)	A Resubmission		3/26/10	Dec. 31, 2009
[(4)_	NET UTILITY P	LANT	0,20,10	12 441 52, 24 53
	1			
Plant Accounts (101-107) Inclusive	4	Sewer	Other	Total
(a)	(c)	(d)	(e)	(f)
Utility Plant in Service (101)	0	18,857,458	0	18,857,458
Construction Work in Progress (105)	0	0	0	0
Other (Please Specify)	0	0	0	0
Other (Please Specify)	0	0	0	0
Other (Please Specify) Other (Please Specify)	0	0	0	0
Other (Please Specify) Other (Please Specify)	0	0	0	0
Other (Please Specify)	0	0	0	0
Total Utility Plant	0	18,857,458	0	18,857,458
	•			
ACCUMULATED DEPRE	CIATION AND AMO	ORTIZATION O	F UTILITY PLA	ANT
Account 108	Water	Sewer	Other	Total
(a)	(c)	(4)		
(")		(d)	(e)	(f)
(**)		(u)	(e)	(f)
Balance First of Year	0	2,260,579	(e) 0	(f) 2,260,579
Balance First of Year Credits During Year;	0	2,260,579		2,260,579
Balance First of Year Credits During Year: Accruals charged to Depreciation Acco	0 unt0	2,260,579 679,210	0	2,260,579 679,210
Balance First of Year Credits During Year: Accruals charged to Depreciation According Salvage	unt 0 0	2,260,579 679,210 0	0 0	2,260,579 679,210 0
Credits During Year: Accruals charged to Depreciation According Salvage Other Credits (Please Specify):	unt 0 0 0	2,260,579 679,210 0	0 0 0	2,260,579 679,210 0
Credits During Year: Accruals charged to Depreciation According Salvage Other Credits (Please Specify): Other Credits (Please Specify):	unt 0 0 0 0 0	2,260,579 679,210 0 0	0 0 0 0	2,260,579 679,210 0 0
Credits During Year: Accruals charged to Depreciation Accordance Salvage Other Credits (Please Specify): Other Credits (Please Specify): Other Credits (Please Specify):	unt 0 0 0 0 0 0 0	2,260,579 679,210 0	0 0 0 0 0	2,260,579 679,210 0
Credits During Year: Accruals charged to Depreciation According Salvage Other Credits (Please Specify): Other Credits (Please Specify):	unt 0 0 0 0 0	2,260,579 679,210 0 0 0 0	0 0 0 0	2,260,579 679,210 0 0 0
Credits During Year: Accruals charged to Depreciation Accordance Salvage Other Credits (Please Specify):	0 unt 0 0 0 0	2,260,579 679,210 0 0 0 0 0 0	0 0 0 0 0 0	2,260,579 679,210 0 0 0 0 0
Credits During Year: Accruals charged to Depreciation According Salvage Other Credits (Please Specify): Cotal Credits	0 unt 0 0 0 0	2,260,579 679,210 0 0 0 0 0 0	0 0 0 0 0 0	2,260,579 679,210 0 0 0 0 0
Credits During Year: Accruals charged to Depreciation Accordance Salvage Other Credits (Please Specify):	unt 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	2,260,579 679,210 0 0 0 0 679,210	0 0 0 0 0 0 0	2,260,579 679,210 0 0 0 0 679,210
Credits During Year: Accruals charged to Depreciation Accordance Salvage Other Credits (Please Specify): Cotal Credits Debits During Year: Book/Historical Cost of Plant Retired	0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	2,260,579 679,210 0 0 0 0 679,210	0 0 0 0 0 0 0	2,260,579 679,210 0 0 0 0 679,210
Credits During Year: Accruals charged to Depreciation Accordance Salvage Other Credits (Please Specify): Cotal Credits Debits During Year: Book/Historical Cost of Plant Retired Cost of Removal	0 unt 0 0 0 0 0	2,260,579 679,210 0 0 0 0 679,210:	0 0 0 0 0 0 0 0 0	2,260,579 679,210 0 0 0 679,210 0 0 0 0 0 0 0 0 0 0 0 0
Credits During Year: Accruals charged to Depreciation Accordance Salvage Other Credits (Please Specify): Cotal Credits Debits During Year: Book/Historical Cost of Plant Retired Cost of Removal Other Debits (Please Specify):	0 unt 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	2,260,579 679,210 0 0 0 0 679,210 0 0 0 0 0 0 0 0 0 0 0 0	0 0 0 0 0 0 0 0 0	2,260,579 679,210 0 0 0 0 679,210 0 0 0 0 0 0 0 0 0 0 0 0
Credits During Year: Accruals charged to Depreciation According Salvage Other Credits (Please Specify): Cotal Credits Debits During Year: Book/Historical Cost of Plant Retired Cost of Removal Other Debits (Please Specify): Other Debits (Please Specify):	0 unt 0 0 0 0 0	2,260,579 679,210 0 0 0 0 679,210:	0 0 0 0 0 0 0 0 0	2,260,579 679,210 0 0 0 679,210 0 0 0 0 0 0 0 0 0 0 0 0
Credits During Year: Accruals charged to Depreciation Accordance Salvage Other Credits (Please Specify): Cotal Credits Debits During Year: Book/Historical Cost of Plant Retired Cost of Removal Other Debits (Please Specify):	0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	2,260,579 679,210 0 0 0 679,210 0 0 0 0 0 0 0 0 0 0 0 0	0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	2,260,579 679,210 0 0 0 679,210 0 0 0 0 0 0 0 0 0 0 0 0
Credits During Year: Accruals charged to Depreciation According Salvage Other Credits (Please Specify): Cotal Credits Debits During Year: Book/Historical Cost of Plant Retired Cost of Removal Other Debits (Please Specify): Other Debits (Please Specify): Other Debits (Please Specify):	0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	2,260,579 679,210 0 0 0 679,210 0 0 0 0 0 0 0 0 0 0 0 0	0 0 0 0 0 0 0 0 0 0 0 0 0 0	2,260,579 679,210 0 0 0 679,210 0 0 0 0 0 0 0 0 0 0 0 0
Credits During Year: Accruals charged to Depreciation According Salvage Other Credits (Please Specify): Cotal Credits Debits During Year: Book/Historical Cost of Plant Retired Cost of Removal Other Debits (Please Specify):	0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	2,260,579 679,210 0 0 0 679,210 0 0 0 0 0 0 0 0 0 0 0 0	0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	2,260,579 679,210 0 0 0 679,210 0 0 0 0 0 0 0 0 0 0 0 0
Credits During Year: Accruals charged to Depreciation According Salvage Other Credits (Please Specify): Cotal Credits Debits During Year: Book/Historical Cost of Plant Retired Cost of Removal Other Debits (Please Specify): Other Debits (Please Specify): Other Debits (Please Specify): Other Debits (Please Specify): Cotal Debits	0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	2,260,579 679,210 0 0 0 0 679,210:	0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	2,260,579 679,210 0 0 0 0 679,210 0 0 0 0 0 0 0 0 0 0 0 0
Credits During Year: Accruals charged to Depreciation According Salvage Other Credits (Please Specify): Cotal Credits Debits During Year: Book/Historical Cost of Plant Retired Cost of Removal Other Debits (Please Specify):	0 unt 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	2,260,579 679,210 0 0 0 679,210 0 0 0 0 0 0 0 0 0 0 0 0	0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	2,260,579 679,210 0 0 0 679,210 0 0 0 0 0 0 0 0 0 0 0 0

7-6				
Name	of Respondent	This Report is:	Date of Report	Year of Report
Tenne	essee Wastewater Systems, Inc.	(1) X An Original	(Mo, Da, Yr)	
	·	(2) A Resubmission	on 3/26/10	Dec. 31, 2009
1	CAP	ITAL STOCK (201 - 2	04)	
2		·	•	
3				
4			Common	Preferred
5			Stock	Stock
6	(a)		(b)	(c)
7 Par or	stated value per share		1	-
	s Authorized		1,000	-
	s issued and outstanding		1,000	_
	par value of stock issued		1,000	
	ends declared per share for year		0	0
12	F		-	
13	RETAINED EARNIN	ICS (215)		
14	KETARUED EARCH	(D) (#15)		
15			Appropriated	Unappropriated
16	(a)		(b)	(с)
	ce first of year		(0)	(26,360)
	es during year NET INCOME/(N	ET I OSS)	<u> </u>	90,440
	ompany liabilities	ILI LOGG		(39,116)
	es during year (Please Specify)			(39,110)
	es during year (Please Specify)			-
-	es during year (Please Specify)		-	
, -	es during year (Please Specify)		-	
	ce end of year		70	24,964
		TAT (210)	· · · · · · · · · · · · · · · · · · ·	47,707
25	PROPRIETARY CAPI	.IAL (218)		
26			1	
27		NONE	D	D4
28	7-5	NONE	Proprietor	Partner
29	(a)		(b)	(c)
- 1	ce first of year		-	-
	es during year (Please Specify)			-
	es during year (Please Specify)		-	-
	es during year (Please Specify)		-	-
_	es during year (Please Specify)		-	-
	es during year (Please Specify)		-	-
. ~	es during year (Please Specify)		-	-
	ce end of year		0	0.
38	LONG-TERM DEB	T (224)		
39			1	
10		T	1, ,	Year End
1 -	ion including Issue & Maturity	Dates NONE	Interest Rate	Balance
2	(a)		(b)	(c)
3 Debt #			0.00%	-
4 Debt #			0.00%	-
5 Debt #			0.00%	-
6 Debt #			0.00%	-
7 Debt #			0.00%	-
8 Debt #			0.00%	-
9 Debt #			0.00%	-
0 Debt #			0.00%	<u>.</u>
1 Debt #	9		0.00%	-
52 Debt #	10		0.00%	-
53 Debt #	11		0.00%	-
54 Debt #	12		0.00%	-
55 To	tal Long-Term Debt			0
	~			

Name of Respondent	This Report is:		Date of Report	Year of Report
Tennessee Wastewater Systems, Inc.	(1) _X_ An Original		(Mo, Da, Yr)	
	(2) A Resubmission		3/26/10	Dec. 31, 2009
1	TAXES A	CCRUED (236)		
2				
3	337 - 4	G	Other	Total
4 Description	Water	Sewer	Other	
5 (a)	(b)	(c)	(d)	(e)
Delene Find of				0
7 Balance First of year	-		-	
8 9 Accruals Charged:				
Federal Income Tax	_	_		0
Local Property tax		<u>-</u>		0
2 State ad valorem tax	-			0
TN State Sales Tax			<u> </u>	0
	-	-	<u> </u>	0
Regulatory Assessment Fee	-	-	-	0
Payroll Tax	-	-		0
Other Taxes (Please Specify)	-	-	-	0
Other Taxes (Please Specify)	-0	- 0	- 0	0
Total Taxes Accrued	<u>. U</u>	V.	U.	<u></u>
Taxes Paid		(1,002)		(4.002)
Federal Income Tax	-	(4,083)	-	(4,083)
Local Property tax	-	70,662	-	70,662
State ad valorem tax	-	-	-	0
TN State Sales Tax		<u>-</u>	-	0
Regulatory assessment fee		-	•	0
Payroll Tax		-	-	0
Franchise & Excise	-	102,713		102,713
Penalties, etc.		1,373		1,373
Total Taxes Paid	02	170,665	0	170,665
1	•			
l	and the state of t		Constant of the State of the St	
Balance End of Year	0	(170,665)		(170,665)
	S FOR SERVICES RENI	DERED BY OTHER T	THAN EMPLOYEES	
Report all info concerning rate, mana	gement, construction, adve-	rtising, labor relations, o	or other professional se	ervices rendered to the
Utility for which total payments during	ng the year to any Corp, Ptr	ishp, indiv, or organizat	ion of any kind, amour	ited to \$500 or more.
)				
Name of Recipient	Amount		Description of Service	e
Adams Backhoe Service	675	Landscaping services		
All Terrain Landscaping		Landscaping services		
Southeast Environmental Engineering		Management, maintena		
Adenus Operations		Management, maintena		vice of systems
Bradley, Arant, Boult, Cummings, LI		Professional services (I		
Dempsey Vantrease & Follis		Professional services (A		
Henry, Henry & Underwood, P.C.		Professional services (I	.egal)	
River Grove Lawncare & Landscapin		Landscaping services		
TN One Call	1,946	Professional services		10.404
City of Clarksville	155,387	Purchased wastewater	treatment	
Rochelle, McCulloch & Aulds, PLLC		Professional services (I	Legal)	
Russell Landscaping Group, Inc		Landscaping services		
1				

Name of Respondent This F	Report is:	Date of Report	Year of Report
	_ An Original	(Mo, Da, Yr)	·
(2)	A Resubmission	3/26/10	Dec. 31, 2009
CONTRIBUTIONS	S IN AID OF CONSTRUCT	ION (271)	
Degavintion	Water	Sewer	Total
Description (a)	(b)	i i	(d)
(a)	(10)	(c)	(u)
Balance First of Year		25,776,824	25,776,824
Add Credits During Year	-		-
Less Charges During Year	-	-	-
Balance End of Year		0 25,776,824	25,776,824
Less Accumulated Amortization	-	2,931,956	2,931,956
Net Contributions in Aid of Construction		0 22,844,868	
Report below all developers or contractors a	greements fr Indicate "Cas	h"	Sewer
which cash or property was received during (a)	the year or "Property (b)	(c)	Sewer (d)
(1)			-
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