



Henry Walker
(615) 252-2363
Fax: (615) 252-6363
Email: hwalker@babco.com

April 25, 2016

Chairman Herbert H. Hillard
c/o Sharla Dillion
Tennessee Regulatory Authority
502 Deaderick Street, 4th Floor
Nashville, TN 37243

Re: In Re: Cartwright Creek, LLC, Request to Utilize Alternative Financial
Security Pursuant to Tenn. Comp. R. & Regs. 1220-4-13-.07(5)
Docket No. 14-00034

Cartwright Creek, LLC, Request to Utilize Alternative Financial Security
Pursuant to Tenn. Comp. R. & Regs. 1220-4-13-.07(5) (2015)
Docket No. 15-00052

Dear Chairman Hillard:

Please accept for filing the attached surety bond in the amount of \$50,000, payable to the State of Tennessee, effective May 1, 2016.

The amount of the bond is the result of discussions between the utility and the TRA Staff concerning the amount necessary to pay the operating expenses of the utility for a reasonable period of time in the event the Authority assumes control of the utility. See TRA Rule 1220-4-13-.07(5).

This filing, as well as the utility's filing of May 1, 2015, in Docket 15-00052, is intended to comply both with the requirements of Dockets 14-00034 and 15-00052 and also to fulfill the Authority's obligation to make another filing, due May 1, 2016, requesting approval of an alternative financial security arrangement for the period beginning July 1, 2016.¹

¹ If requested, the utility will supplement its prior filings with updated answers.

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Therefore, the utility asks that the Authority accept the attached bond along with the responses and representations made in Docket No. 15-00052, as sufficient to comply with the Authority's financial security rule for the periods at issue in Dockets 14-00034 and 15-00052 as well as for the period beginning July 1, 2016.

Sincerely,

BRADLEY

By:



Henry Walker

HW/dbi

cc: David Foster
Shiva Bozarth
Patsy Fulton

**TENNESSEE REGULATORY AUTHORITY
PUBLIC UTILITY SERVICE PROVIDER'S SURETY BOND
CARTWRIGHT CREEK, LLC**

Bond #: B30006156

WHEREAS, Cartwright Creek, LLC. ("Principal"), holds a Certificate of Public Convenience and Necessity ("CCN") with amendments to operate public wastewater utilities in each extended territory approved by the Tennessee Regulatory Authority, subject to the laws of the State of Tennessee and rules and regulations of the Tennessee Regulatory Authority ("Authority") relating to the operation of a public wastewater utility.

WHEREAS, under the provisions of Title 65, Chapter 4, Section 201 (e) of the Tennessee Code Annotated, a public utility providing wastewater service is required to post a bond in order to maintain such authority and to ensure the proper operation and maintenance of the public utility, conditioned as prescribed in Tenn. Comp. R. & Regs. Chapter 1220-4-13.

WHEREAS Aegis Security Insurance Company ("Surety"), a corporation licensed to do business in the State of Tennessee and duly authorized by the Tennessee Commissioner of Insurance to engage in the surety business in this state pursuant to Title 56, Chapter 2 of the Tennessee Code Annotated, has agreed to issue this bond in order to permit the Principal to comply with the provisions of Title 65, Chapter 4, Section 201 of the Tennessee Code Annotated and Tenn. Comp. R. & Regs. Chapter 1220-4-13.

NOW THEREFORE, BE IT KNOWN, that we the Principal and the Surety are held and firmly bound to the STATE OF TENNESSEE, in accordance with the provisions of Tennessee Code Annotated, Title 65, Chapter 4, Section 201 and Tenn. Comp. R. & Regs. Chapter 1220-4-13 in the full amount of Fifty Thousand and 00/100 Dollars (\$50,000.00) lawful money of the United States of America to be used to enable the continued operation of the public wastewater utility for the full and prompt payment of any monetary obligation imposed against the Principal, its representatives, successors or assigns, in any contested case proceeding brought under Title 65 of Tennessee Code Annotated or by Tenn. Comp. R. & Regs. Chapter 1220-4-13 on behalf of the TRA, for which obligation we bind ourselves, our representatives, successors and assigns, each jointly and severally, firmly and unequivocally by these presents.

This bond shall become effective on the May 1, 2016, and shall be continuous; provided, however, that each annual renewal period or portion thereof shall constitute a new bond term. Regardless of the number of years this bond may remain in force, the liability of the Surety shall not be cumulative, and the aggregate liability of the Surety for any and all claims, suits or actions under this bond shall not exceed Fifty Thousand and 00/100 Dollars (\$50,000.00). The Surety may cancel this bond by giving thirty (60) days written notice of such cancellation to the Authority and Principal by certified mail, it being understood that the Surety shall not be relieved of liability that may have accrued under this bond prior to the date of cancellation.

PRINCIPAL

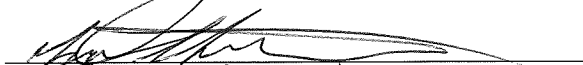
Cartwright Creek, LLC

Name of Company authorized by the TRA

800 Roosevelt Rd., Bldg. A-120, Glen Ellyn, IL 60137

Address of Principal

SIGNATURE OF PRINCIPAL



Name: Michael A. Stahelin

Title: President

SURETY

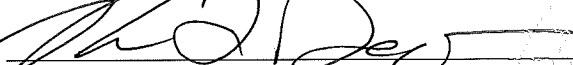
Aegis Security Insurance Company

Name of Surety

2407 Park Dr., Harrisburg, PA 17110

Address of Surety

SIGNATURE OF SURETY AGENT



Name: Nevin L. Beyer

Title: Attorney-in-Fact

Address of Surety Agent:

4661 Trindle Road – Suite 200

Camp Hill, PA 17011

THIS BOND IS ISSUED IN ACCORDANCE WITH THE PROVISIONS OF SECTION 201, CHAPTER 4, TITLE 65 OF THE TENNESSEE CODE ANNOTATED AND TENN. COMP. R. & REGS. CHAPTER 1220-4-13. SHOULD THERE BE ANY CONFLICT WITH THE TERMS HEREOF AND THE STATUTE OR REGULATIONS PROMULGATED THEREUNDER, THE STATUTE OR REGULATIONS SHALL PREVAIL. (POWER OF ATTORNEY FROM AN APPROVED INSURANCE COMPANY MUST BE ATTACHED.)

ACKNOWLEDGMENT OF PRINCIPAL

STATE OF ILLINOIS
COUNTY OF DuPage

Before me, a Notary Public of the State and County aforesaid, personally appeared Michael A. Stahel
with whom I am personally acquainted and who, upon oath, acknowledged himself to be the individual who executed
the foregoing bond on behalf of Carrwright Creek, LLC, and he acknowledged to me that he executed the same.

WITNESS my hand and seal this 20th day of April, 2016.

My Commission Expires:

May 24, 2019

[Signature]
Notary Public



ACKNOWLEDGMENT OF SURETY

STATE OF PENNSYLVANIA
COUNTY OF Cumberland

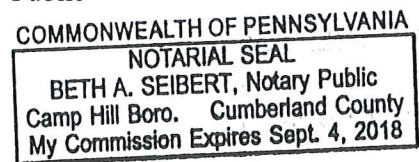
Before me, a Notary Public of the State and County aforesaid, personally appeared Nevin L. Beyer
with whom I am personally acquainted and who, upon oath, acknowledged himself to be the individual
who executed the foregoing bond on behalf of Aegis Security Insurance Company, the within named Surety, a
corporation licensed to do business in the State of Tennessee and duly authorized by the Tennessee Commissioner of Insurance
to engage in the surety business in this state pursuant to Title 56, Chapter 2 of the Tennessee Code Annotated, and that he as
such an individual being authorized to do so, executed the foregoing bond, by signing the name of the corporation by himself
and as such individual.

WITNESS my hand and seal this 1st day of May, 2016.

My Commission Expires:

September 4 2018

[Signature]
Notary Public



APPROVAL AND ENDORSEMENT

This is to certify that I have examined the foregoing bond and found the same to be sufficient and in conformity to law, that the
sureties on the same are good and worth the penalty thereof, and that the same has been filed with the Tennessee Regulatory
Authority, State of Tennessee, this _____ day of _____, 20__.

Name:

Title:

**AEGIS SECURITY INSURANCE COMPANY
POWER OF ATTORNEY**

KNOW ALL MEN BY THESE PRESENTS, THAT AEGIS SECURITY INSURANCE COMPANY does hereby make, constitute and appoint: **NEVIN BEYER, BETH A. SEIBERT, LYDIA A. MANTLE**

its true and lawful Attorney-in-Fact, to make, execute and deliver on its behalf surety bonds, undertaking and other instruments of similar nature as follows: **\$5 MILLION**

This Power of Attorney is granted and sealed under and by the authority of the following Resolution adopted by the Board of Directors of the Company on the 4th day of February 1993.

"Resolved, That the President, any Vice President, the Secretary and any Assistant Secretary appointed for that purpose by the officer in charge of surety operations shall each have authority to appoint individuals as Attorney-in-Fact or under other appropriate titles with authority to execute on behalf of the Company, fidelity and surety bonds and other documents of similar character issued by the Company in the course of its business. On any instrument making or evidencing such an appointment, the signatures may be affixed by facsimile. On any instrument conferring such authority or on any bond or undertaking of the Company, the seal or facsimile thereof may be imposed or fixed or in any other manner reproduced; provided, however, that the seal shall not be necessary to the validity of any such instrument or undertaking."

"Resolved, That the signature of each of the following officers; President, Vice President, any Assistant Vice President, any Secretary or Assistant Secretary and the seal of the Company may be affixed by facsimile to any Power of Attorney or to any Certificate relating thereto, appointing Resident Vice Presidents, Resident Assistant Secretaries or Attorneys-in-Fact for the purpose only of executing and attesting bonds and undertaking and other writings upon the Company and any such power required and certified by such facsimile signature and facsimile seal shall be valid and binding on the Company in the future with respect to any bond or undertaking to which it is attached."

IN WITNESS WHEREOF, AEGIS SECURITY INSURANCE COMPANY has caused its official seal to be hereunto affixed, and these presents to be signed by its President this 12th day of November, 2015.

AEGIS SECURITY INSURANCE COMPANY

BY: 

DARLEEN J. FRITZ
President



Commonwealth of Pennsylvania }
 } s.s.: Harrisburg
County of Dauphin }

On this 12th day of November, 2015, before me personally came Darleen J. Fritz to me known, who being by me duly sworn, did depose and say that she is President of **AEGIS SECURITY INSURANCE COMPANY**, the corporation described herein and which executed the above instrument; that she knows the seal of the said corporation, that the seal affixed to the said instrument is such corporate seal; that it was so affixed by order of the Board of Directors of said corporation and that she signed her name thereto by like order.



REBECCA LIDDICK
Notary Public

My Commission Expires July 25, 2017



I, the undersigned, Secretary of **AEGIS SECURITY INSURANCE COMPANY**, a Pennsylvania corporation, **DO HEREBY CERTIFY** that the foregoing and attached Power of Attorney remains in full force and has not been revoked: and furthermore that the Resolution of the Board of Directors, set forth in the said Power of Attorney, is now in force.

Signed and sealed at the City of Harrisburg, in the Commonwealth of Pennsylvania, dated this 1st day of MAY, 2016


DEBORAH A. GOOD
Secretary

