



Henry Walker
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March 17, 2015

Herbert Hilliard, Chairman
c/o Sharla Dillon
Tennessee Regulatory Authority
502 Deaderick Street
4th Floor
Nashville, TN 37243

Re: Petition of Tennessee Wastewater Systems, Inc. for Approval of Capital Improvement
Surcharge and Financing Arrangements/Direct Testimony of Charles Hyatt
Docket No. 14-00136

Dear Chairman Hilliard:

Please accept for filing in the above-captioned docket the attached "Exhibit 1 to the Direct Testimony of Charles Hyatt." A copy has been provided to Rachel Newton at the Consumer Advocate and Protection Division, the other party to this case.

Sincerely,

BRADLEY ARANT BOULT CUMMINGS LLP

By:

A handwritten signature in blue ink, appearing to read 'H Walker', written over the printed name 'Henry Walker'.

Henry Walker

HW/mkc
Enclosure
cc: Rachel Newton w/enc.

EXHIBIT 1 TO THE DIRECT TESTIMONY OF CHARLES HYATT



March 16, 2015

Tennessee Wastewater Systems, Inc.
Attn: Charles Hyatt
849 Aviation Parkway
Smyrna, TN 37167

RE: Term Sheet dated October 8, 2014

Mr. Hyatt:

I wanted to follow up to our Term Sheet dated October 8, 2014. I would like to further confirm that the proposed financing is contingent on Tennessee Wastewater Systems, Inc., successful efforts with the Tennessee Regulatory Agency approving the special rate increase being requested for the necessary required repairs. The loan proceeds in question will provide funds to make repair/improvements to the following locations:

- \$250,000 Maple Green (Coopertown, TN) Sink hole repair
- \$300,000 Cedar Hill (Robertson County) Sink hole repair
- \$175,000 (Kodak, TN) Purchase property and install drip field.

Should you have any questions or additional concerns please feel free to call me.

Sincerely,

A handwritten signature in black ink, appearing to read 'Fred W. Howell', written in a cursive style.

Fred W. Howell
Senior Vice President
FirstBank N.A.