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T.R.A. DOCKET ROOM

November 13, 2015

Mr. David N. Foster
Chief, Utilities Division
Tennessee Regulatory Authority
502 Deaderick Street, 4th Floor
Nashville, TN 37243

Re: Docket No. 15-00087 – Application of Megawatt Communications LLC for
Certificate to Provide Competing Telecommunications Services in Tennessee

Dear Mr. Foster:

In response to your letter of October 30, 2015, Megawatt submits the following information:

- 1) A bond or letter of credit pursuant to Tenn. Code Ann. § 65-4-125(j).
See Attachment A.
- 2) A signed certificate of service indicating all ILECs in Tennessee have been notified of the filing of Megawatt Communications, LLC's application.
See Attachment B.
- 3) Are there any other management personnel other than Mr. Cathey? Are there any employees other than Mr. Cathey?

Mr. Cathey is the only employee but contracts with others as needed for labor and professional services.
- 4) What instance necessitated a 1099 filing, as indicated on Mr. Cathey's 2014 1040 form?

In 2014, Megawatt subcontracted for services from accountants, attorneys, and others which required the filing of 1099 forms.
- 5) Describe the contract labor expense shown on Mr. Cathey's 2014 1040 form.

The contract labor expense was for installations of Direct TV and wireless internet services at customers' homes.

- 6) Please explain how the fifteen residential customers (which the application states are served by five wireless towers), are connected to the outside network.

They are connected to the outside network through a leased, broadband connection to a hub in Atlanta.

- 7) The application states that Megawatt Communications has about 5 miles of fiber optic cable serving an industrial complex. Is this cable aerial (on poles) or is it buried? Additionally, how is the cable connected to the network?

The fiber optic cable in the industrial park is aerial. The cable is connected to the outside network through a leased, broadband connection to a hub in Atlanta.

- 8) Regarding the twenty residential and small business customers; are they actually served by ILEC facilities or are they covered by the agreement with Aeneas? In addition, are the facilities obtained on a resold basis or are they unbundled network elements (UNEs)?

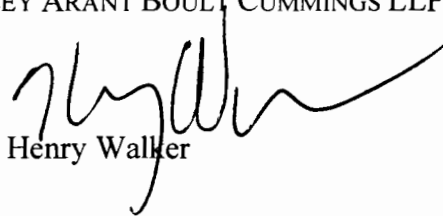
The customers are served through the facilities of an incumbent cable provider, not an incumbent telephone company. The telephone service is provided via a resale agreement with Aeneas.

Sincerely,

BRADLEY ARANT BOULT CUMMINGS LLP

By:

Henry Walker



HW/dbi

TENNESSEE REGULATORY AUTHORITY

TENNESSEE TELECOMMUNICATIONS SERVICE PROVIDER'S SURETY BOND

Bond #: LSM0819715

WHEREAS, Megawatt Communications, LLC (the "Principal"), has applied to the Tennessee Regulatory Authority for authority to provide telecommunications services in the State of Tennessee; and

WHEREAS, under the provisions of Title 65, Chapter 4, Section 125(j) of the Tennessee Code Annotated, as amended, the Principal is required to file this bond in order to obtain such authority and to secure the payment of any monetary sanction imposed in any enforcement proceeding brought under Title 65 of the Tennessee Code Annotated or the Consumer Telemarketing Act of 1990 by or on behalf of the Tennessee Regulatory Authority (the "TRA"); and

WHEREAS, RLI Insurance Company

(the "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 125(j) of the Tennessee Code Annotated;

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 125(j), in the full amount of twenty thousand dollars (\$20,000.00) lawful money of the United States of America to be used for the full and prompt payment of any monetary sanction imposed against the Principal, its representatives, successors or assigns, in any enforcement proceeding brought under Title 65 of Tennessee Code Annotated or the Consumer Telemarketing Act of 1990, by or 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 10th day of November, 2015, 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 Twenty Thousand Dollars (\$20,000.00). The Surety may cancel this bond by giving thirty (30) days written notice of such cancellation to the TRA 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

Megawatt Communications LLC
Name of Company authorized by the TRA

Company ID # as assigned by TRA

SIGNATURE OF PRINCIPAL

[Signature]
Name: Jack Cathey
Title: President

SURETY

RLI Insurance Company
Name of Surety

9025 N. Lindberg Dr, Peoria, IL 61615
Address of Surety

SIGNATURE OF SURETY AGENT

[Signature]
Name: Don Everett
Title: Attorney-In-Fact

Address of Surety Agent:
Everett Insurance Agency, Inc.
438 W. Commerce
Lewisburg, TN 37091

THIS BOND IS ISSUED IN ACCORDANCE WITH THE PROVISIONS OF SECTION 125, CHAPTER 4, TITLE 65 OF THE TENNESSEE CODE ANNOTATED AS AMENDED BY CHAPTER NO. 586, 2000 PUBLIC ACTS. 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.)



RLI Insurance Company
P.O. Box 3967 Peoria IL 61612-3967
Phone: (309)692-1000 Fax: (309)683-1610

POWER OF ATTORNEY

RLI Insurance Company

Bond No. LSM0819715

Know All Men by These Presents:

That the RLI Insurance Company, a corporation organized and existing under the laws of the State of Illinois, and authorized and licensed to do business in all states and the District of Columbia does hereby make, constitute and appoint: Don Everett in the City of Lewisburg, State of Tennessee, as Attorney In Fact, with full power and authority hereby conferred upon him/her to sign, execute, acknowledge and deliver for and on its behalf as Surety, in general, any and all bonds, undertakings, and recognizances in an amount not to exceed Ten Million and 00/100 Dollars (\$10,000,000.00) for any single obligation, and specifically for the following described bond.

Principal: Megawatt Communications, LLC

Obligee: Tennessee Regulatory Authority

Type Bond: Telecommunications Service Provider's

Bond Amount: \$ 20,000.00

Effective Date: November 10, 2015

The RLI Insurance Company further certifies that the following is a true and exact copy of a Resolution adopted by the Board of Directors of RLI Insurance Company, and now in force to-wit:

"All bonds, policies, undertakings, Powers of Attorney or other obligations of the corporation shall be executed in the corporate name of the Company by the President, Secretary, any Assistant Secretary, Treasurer, or any Vice President, or by such other officers as the Board of Directors may authorize. The President, any Vice President, Secretary, any Assistant Secretary, or the Treasurer may appoint Attorneys in Fact or Agents who shall have authority to issue bonds, policies or undertakings in the name of the Company. The corporate seal is not necessary for the validity of any bonds, policies, undertakings, Powers of Attorney or other obligations of the corporation. The signature of any such officer and the corporate seal may be printed by facsimile."

IN WITNESS WHEREOF, the RLI Insurance Company has caused these presents to be executed by its Vice President with its corporate seal affixed this 10th day of November, 2015.

ATTEST:

Cherie L. Montgomery
Cherie L. Montgomery Assistant Secretary



RLI Insurance Company

B. W. Davis
Barton W. Davis Vice President

On this 10th day of November, 2015 before me, a Notary Public, personally appeared Barton W. Davis and Cherie L. Montgomery, who being by me duly sworn, acknowledged that they signed the above Power of Attorney as Vice President and Assistant Secretary, respectively, of the said RLI Insurance Company, and acknowledged said instrument to be the voluntary act and deed of said corporation.

Jacqueline M. Bockler
Jacqueline M. Bockler Notary Public



ACKNOWLEDGMENT OF PRINCIPAL

STATE OF TENNESSEE

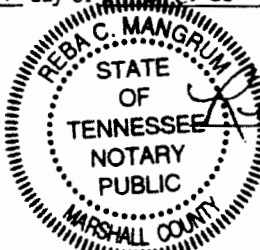
COUNTY OF Marshall

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

WITNESS my hand and seal this 11th day of November, 2015.

My Commission Expires:

6-28 2017



Reba C. Mangrum
Notary Public

ACKNOWLEDGMENT OF SURETY

STATE OF TENNESSEE

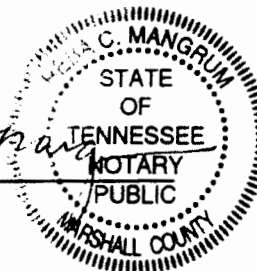
COUNTY OF Marshall

Before me, a Notary Public of the State and County aforesaid, personally appeared DON EVERETT with whom I am personally acquainted and who, upon oath, acknowledged himself to be the individual who executed the foregoing bond on behalf of RLI, 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 11th day of November, 2015.

My Commission Expires:

06-28 2017



Reba C. Mangrum
Notary Public

APPROVAL AND INDORSEMENT

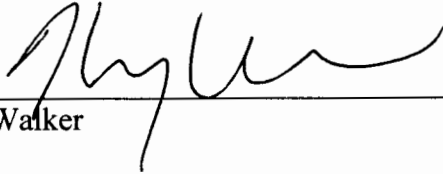
This is to certify that I have examined the foregoing bond and found the same to be sufficient and in conformity to law, that the sureties on the same are good and worth the penalty thereof, and that the same has been filed with the Tennessee Regulatory Authority, State of Tennessee, this _____ day of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

Name:

Title:

ATTACHMENT B

I certify that a copy of the Application has been sent via first class mail to each of the incumbent exchange carriers shown on the attached list.


Henry Walker

Tennessee Regulatory Authority List Of ILEC Providers

ILEC

<u>ID</u>	<u>Company Name</u>	<u>Address</u>		<u>City</u>	<u>State</u>	<u>Zip</u>	<u>Market Reg</u>
21	Ardmore Telephone Company	237 N. 8th Street		Mayfield	KY	42066-0000	N
1	BellSouth Telecommunications, LLC	333 Commerce Street	Suite 2106	Nashville	TN	37201-3300	Y
14	CenturyTel of Adamsville	14111 Capital Blvd	Attn Deloris Carrc	Wake Forest	NC	27587-0000	Y
15	CenturyTel of Claiborne	14111 Capital Blvd	Attn Deloris Carrc	Wake Forest	NC	27587-0000	Y
17	CenturyTel of Ooltewah-Collegedale	14111 Capital Blvd	Attn Deloris Carrc	Wake Forest	NC	27587-0000	Y
13	Concord Telephone Exchange, Inc.	10025 Investment Drive	Suite 200	Knoxville	TN	37932-0000	Y
16	Crockett Telephone Company	Attention Lisa Wigington	PO Box 24207	Jackson	MS	39225-0000	Y
74668	Frontier Communications of Tennessee	300 Bland Street		Bluefield	WV	24701-0000	Y
20	Frontier Communications Of The Volunteer State	300 Bland Street		Bluefield	WV	24701-0000	Y
22	Humphreys County Telephone Company	10025 Investment Drive	Suite 200	Knoxville	TN	37932-0000	Y
23	Loretto Telephone Company	P. O. Box 130		Loretto	TN	38469-0000	Y
24	Millington Telephone Company, Inc.	PO Box 17040		Jonesboro	AR	72403-0000	Y
18	Peoples Telephone Company	Attention Lisa Wigington	PO Box 24207	Jackson	MS	39225-0000	Y
12	Tellico Telephone Company	10025 Investment Drive	Suite 200	Knoxville	TN	37932-0000	Y
11	Tennessee Telephone Company	10025 Investment Drive	Suite 200	Knoxville	TN	37932-0000	Y
25	United Telephone Company, Inc.	P. O. Box 38		Chapel Hill	TN	37034-0000	N
3	United Telephone Southeast, LLC	1411 Capital Blvd.	Attn Deloris Carrc	Wake Forest	NC	27587-0000	Y
19	West Tennessee Telephone Co.	Attention Lisa Wigington	PO Box 24207	Jackson	MS	39225-0000	Y