

Receivership Management, Inc.

1101 Kermit Drive, Suite 735 Nashville, TN 37217 (615) 370-0051 Fax (615) 373-4336

May 4, 2016

Ms. Sharla Dillon
Tennessee Regulatory Authority
502 Deaderick Street, 4th Floor
Nashville, TN 37243

RE: In Re: Petition of Laurel Hills Water System in Receivership for Approval of
Adjustment of Its Rates & Charges
Docket No: 16-00012

Dear Ms. Dillon:

Enclosed for filing please find Affidavit of Robert Moore, Jr. along with the additional required copies. Please stamp-file one copy and return to me for my files.

Thank you for your assistance in this regard.

Sincerely,



G. Everett Sinor, Jr. (BPR#017564)
Attorney at Law

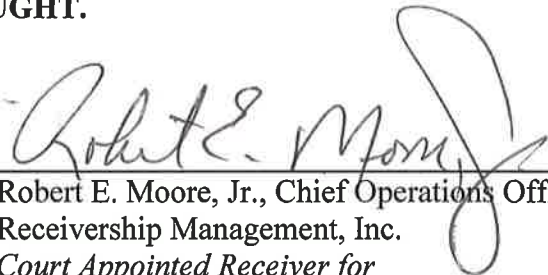
Enclosure

cc: Shiva K. Bozarth, Esq.
Donald Scholes, Esq.
Benjamin Gastel, Esq.
Melanie Davis, Esq.
Vance Broemel, Esq.
Roger York, Esq.

1. He has reached the age of majority and has personal knowledge of the facts stated herein;
2. He is the Chief Operations Officer of Receivership Management, Inc., the court appointed receiver for Laurel Hills Water System in Receivership, having been so appointed by the Chancery Court of Cumberland County on October 26, 2015;
3. His business address is 1101 Kermit Drive, Suite 735, Nashville, Tennessee 37217, and the attached notice has been posted at this office; and,
4. On April 26, 2016, at his direction the attached notice was mailed by United States first class mails, postage prepaid, to each of the customers of the Laurel Hills Water System in Receivership of record as of that same date and he published said notice in the

Crossville Chronicle in the April 29, 2016 edition, as required by and in accordance with Tenn.
Comp. R. & Regs., tit. Tenn. Reg. Authority, ch. 1220-4-1-.05.

FURTHER AFFIANT SAITH NAUGHT.


Robert E. Moore, Jr., Chief Operations Officer
Receivership Management, Inc.
*Court Appointed Receiver for
Laurel Hills Water System in Receivership*

STATE OF TENNESSEE)
)
COUNTY OF DAVIDSON)

SWORN TO AND SUBSCRIBED before me on this 4th ^{May} day of April, 2016.



Notary Public

My Commission Expires: 1/6/2020



NOTICE

On January 28, 2016, Laurel Hills Water System in Receivership filed an emergency petition with the Tennessee Regulatory Authority for an increase in water rates. **This petition is scheduled to be heard by the Tennessee Regulatory Authority on May 9, 2016, at its offices in Nashville, Tennessee, specifically, the hearing room on the ground floor of the Andrew Jackson Building, located at 500 Deaderick Street, Nashville, Tennessee.**

All customers of the Laurel Hills Water System ["LHWS"] are currently billed and are required to pay \$33.10 per month for water service. Laurel Hills Water System in Receivership is convinced that this is an insufficient rate to cover the costs of the water system and that an increase in rates is necessary in order to recover costs.

As this water system is currently in receivership, there is question about how the receivership costs will be paid. Due to this question of receivership costs, three (3) different rate/tariffs have been proposed. They are as follows:

1. If receivership costs that post-date the approval of the new rates are allocated to the LHWS rate-payers, but receivership costs that pre-date the approval of the new rates will be recouped by the Authority through the eventual sale of the LHWS or by other means, the following rate/tariff is being sought:

Customer Use Rate: \$104.49 per month

Pump Repair Special Assessment: \$6.55 per month for 4 months

Customer Tap Fee: \$1,000.00 per connection

Connection Charge/Reconnection Charge: Previous unpaid Customer Use Rate Amounts

- All rates and charges are applicable to all classes of service rendered and all areas or districts serviced by the water system

2. If receivership costs that post-date the approval of the new rates, as well as receivership costs that pre-date the approval of the new rates, along with pre-receivership losses, are allocated to the LHWS rate-payers, with all receivership costs pre-dating the approval of the new rates being paid in a special assessment over a period of twenty-four (24) months, the following rate/tariff is being sought:

Customer Use Rate: \$104.49 per month

Pump Repair Special Assessment: \$6.55 per month for 4 months

Previous Losses Special Assessment: \$16.74 per month for 24 months

Customer Tap Fee: \$1,000.00 per connection

Connection Charge/Reconnection Charge: Previous unpaid Customer Use Rate Amounts

- All rates and charges are applicable to all classes of service rendered and all areas or districts serviced by the water system

3. If receivership costs that post-date the approval of the new rates, as well as receivership costs that pre-date the approval of the new rates are recouped by the Authority through the eventual sale of the LHWS or by other means, the following rate/tariff is being sought:

Customer Use Rate: \$42.95 per month

Pump Repair Special Assessment: \$6.55 per month for 4 months

Customer Tap Fee: \$1,000.00 per connection

Connection Charge/Reconnection Charge: Previous unpaid Customer Use Rate Amounts

- All rates and charges are applicable to all classes of service rendered and all areas or districts serviced by the water system

A complete copy of the proposed tariff changes and the reasons for them are on file with the Tennessee Regulatory Authority and are open to public inspection.