

**BEFORE THE TENNESSEE PUBLIC UTILITY COMMISSION
NASHVILLE, TN**

IN RE:)	
)	
PETITION OF TENNESSEE)	
WASTEWATER SYSTEMS, INC., FOR)	DOCKET NO. 17-00042
APPROVAL OF FINANCING)	
ARRANGEMENT)	

TWSI's RESPONSE TO COMMISSION'S DATA REQUEST

Tennessee Wastewater Systems, Inc. ("TWSI") files this response to the Tennessee Public Utility Commission's ("TPUC") *Data Request*:

1. Has TWSI included expenses related to the Kubota loaders in the rate case pending in Docket No. 16-00139?

RESPONSE: No.

2. If the answer to question one is no, does TWSI seek recovery of interest expense in the pending rate proceeding?

RESPONSE: No.

3. Provide a narrative describing TWSI's process used to determine whether to purchase heavy equipment?

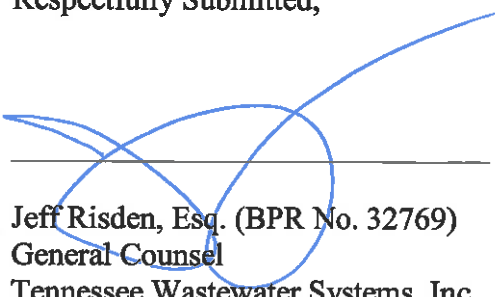
RESPONSE: TWSI's decisions whether to purchase heavy equipment are based on an internal review of the frequency (or infrequency) of the use of the equipment. If the

equipment is used frequently – as is the case with the loaders – then it is in the best interest to purchase the equipment rather than continually rent. Regarding the decision to purchase these particular loaders, TWSI, over the last several years, has used Adenus owned equipment at no cost. However due to the frequency with which the equipment is used, the condition of the equipment, and the continuing effort to further disassociate from its affiliates, TWSI determined that purchasing the loaders was the most prudent course of action.

4. The Petition indicates the Kubota loaders are necessary for maintenance and repair of collection lines and drip fields. Will the loaders be used in the construction of new wastewater systems?

RESPONSE: Yes. The Kubota loaders will be used in all areas of the company's business including the construction of new wastewater systems and expansion of existing systems. The primary use, however, will be for repair and maintenance of the existing collection lines and drip fields.

Respectfully Submitted,



Jeff Riden, Esq. (BPR No. 32769)
General Counsel
Tennessee Wastewater Systems, Inc.
851 Aviation Parkway
Smyrna, TN 37167
Phone: 615-220-7171
Email: jeff.riden@adenus.com