

BEFORE THE PUBLIC SERVICE COMMISSION
STATE OF GEORGIA

IN THE MATTER OF:

CITY OF MONROE APPLICATION)	
FOR CERTIFICATE FOR PUBLIC)	DOCKET NO. 22850-U
CONVENIENCE AND NECESSITY)	
)	
COMPLAINT OF ATLANTA GAS)	
LIGHT COMPANY AGAINST THE CITY)	DOCKET NO. 22787-U
OF MONROE FOR UNREASONABLY)	
INTERFERING WITH COMPANY'S)	
GAS DISTRIBUTION SYSTEM)	

AFFIDAVIT OF SUSAN REEVES

1.

PERSONALLY APPEARED BEFORE ME, the undersigned officer duly authorized by law to administer oaths, Susan G. Reeves, who, after first being duly sworn, deposes and states as follows:

2.

I am at least 18 years of age, suffering from no legal disability, and have personal knowledge sufficient to make this affidavit for use in support of the City of Monroe in the hearing in the captioned dockets.

3.

I am the Chief Financial Officer for the Municipal Gas Authority of Georgia ("Gas Authority"). I have served as CFO since June 19, 2002. I am responsible for the financial management and reporting for the Gas Authority. The Gas Authority is a public body corporate and politic, a public corporation and an instrumentality of the State of Georgia.

4.

On November 3, 2006, I researched the archived business records of the Gas Authority and retrieved the file associated with a \$2 million lease financing the Gas Authority arranged for the City of Monroe in 1999. The lease financing, which closed on September 24, 1999, was not funded through the issuance of revenue bonds, but rather through the sale, assignment and transfer by the Municipal Gas Authority of Georgia of certain lease payments to Wachovia Bank, N.A. Specifically, the Gas Authority obtained the funds used to construct a gas distribution system in Oconee County from Wachovia Bank, N.A. in exchange for the sale, assignment and transfer to Wachovia the right to receive rents from the City of Monroe under the lease for that system.

5.

I have attached a true and correct copy of the following transaction documents, which are maintained as business records of the Gas Authority:

Exhibit 1 – Resolution for Proposals at Regular Board Meeting of Municipal Gas Authority of Georgia, dated September 23, 1999;

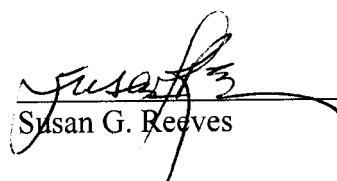
Exhibit 2 – Resolution of the City of Monroe;

Exhibit 3 – Lease Dated as of September 1, 1999 between Municipal Gas Authority of Georgia as Lessor and City of Monroe as Lessee;

Exhibit 4 – Agency Agreement for City of Monroe;

Exhibit 5 – Sale, Assignment and Transfer by Municipal Gas Authority of Georgia to Wachovia Bank, N.A.

FURTHER AFFIANT SAITH NOT, this 8th day of November, 2006.



Susan G. Reeves

Sworn to and subscribed
before me this 8th
day of November, 2006.

Rebecca B. Fuller

Notary Public

My Commission expires: _____
Notary Public
Cobb County, Georgia
My Commission Expires
October 10th 2010