

into an agreement with Gatlinburg with a targeted completion no later than January 2010."

The City of Pigeon Forge surveyed a route from Pigeon Forge to the French Broad River. The City met with various government agencies and property owners along the proposed route to determine the best route to balance cost, operations and maintenance, and impact to land owners. The route selected was 55,356 feet long. The pipe will be 42- inches in diameter and be made of ductile iron. The City of Gatlinburg will be given a point of connection into the line and participate in the initial capital cost as well as operation and maintenance costs.

(The total cost of the forcemain project is expected to be approximately \$20 million. The cost will be shared between Pigeon Forge and Gatlinburg based on a peak reserved capacity.) The peak flow from Gatlinburg and Pigeon Forge will be 12 and 20 MGD respectively. Therefore, it is estimated Gatlinburg will pay 12/32 (37.5%) of the initial cost and Pigeon Forge will be responsible for 20/32 (62.5%) or \$12.5 million. Final costs will be determined based on a future inter-local agreement. The costs to include:

- Engineering Design
- Surveying