1680-1-1.01  CERTIFICATE OF CONVENIENCE AND NECESSITY.

(1)  APPLICATION.

(a) Every application for a certificate of convenience and necessity must be in writing and on forms prescribed by the Bureau.

(b) All applicants for certificates of convenience and necessity shall deliver notice of the application (Form I) in person or by first class mail postage prepaid to all air carriers operating either directly on the proposed route or on any adjacent route serving the same points. Said notice shall contain the date application is filed, type equipment and route description. Each applicant shall execute a certificate of service (Form J) to be filed with the application certifying to the Bureau that all said parties have been served by the applicant with notice of the filing of said application. No application shall be received or filed unless accompanied by said certificate, duly executed by the applicant. Forms may be obtained from the Bureau upon request.

(c) It is mandatory for any common carrier by air not in possession of a certificate of public convenience and necessity issued by a Federal Agency, who desires to furnish service as a common carrier by air between points within this state, to first obtain from the Tennessee Bureau of Aeronautics a certificate declaring that public convenience and necessity will be promoted by such operation. The Bureau, upon the filing of a petition for a certificate of convenience and necessity, shall within a reasonable time, fix a time and place for hearing thereon. The Bureau shall cause notice of such hearing to be served, at least ten (10) days before the hearing, upon the officers or owners of every common carrier by air that is operating, or has applied for a certificate of convenience and necessity to operate, in the territory proposed to be served by the applicant, and any such common carrier is declared to be an interested party to said proceedings and may offer testimony for or against the granting of such certificate; and any other person or persons who might, in the opinion of the Bureau, be properly interested in or affected by issuance of said certificate, may be by the Bureau made a party and may offer testimony for or against the granting of such certificate. If the Bureau shall find from the evidence that public convenience and necessity will be promoted by the creation of the proposed service, as the Bureau shall determine, a certificate of convenience and necessity therefore shall be issued. In determining whether or not a certificate of convenience and necessity should be
issued, the Bureau shall give reasonable consideration to the transportation service being furnished by any air carrier on the route or in the territory in which the applicant proposes to operate, the service to be rendered and/or capable of being rendered by the applicant, the financial condition and character of the applicant, the public demand or need for the service proposed, the likelihood of the proposed service being permanent and continuous, the effect which such proposed transportation service may have upon other transportation service being rendered, and all other pertinent facts.

(2) FILING FEE.-Any application for a certificate of convenience and necessity, or petitions for transfer must be accompanied by a payment of $25.00 to cover the cost of hearing thereon.

(3) OPERATION MUST BEGIN WITHIN SIXTY DAYS.-Every applicant for a certificate must comply with the provisions of the order authorizing such certificate and must actually begin the operation called for under such certificate or permit within sixty days from the date of the order, or within the time fixed by the order, otherwise the order will become null and void without further notice or action by the Bureau.

(4) TEMPORARY SUSPENSION OF SERVICE.-In case of an emergency the holder of a certificate shall apply to the Bureau for permission to suspend service.

(5) SALE OR TRANSFER.-No certificate of convenience and necessity shall be sold, assigned, transferred or leased without the approval of the Bureau. In the event of such transfer, etc., the contracting parties shall file with the Bureau a copy of the contract and a petition asking for approval of the transfer.

(6) FOREIGN CORPORATION OR RESIDENT TO APPOINT PROCESS AGENT.-Each foreign corporation or resident of another state operating under authority of this Bureau must appoint an agent upon whom process may be served. This appointment must be on a form prescribed by the Bureau.

(7) FREIGHT CARRIERS NOT TO CARRY PASSENGERS.-A certificate of convenience and necessity authorizing the transportation of freight only does not authorize the transportation of persons.

(8) DISCONTINUANCE OR ALTERATION OF SERVICE.

(a) No air carrier rendering service to the public of any nature subject to the jurisdiction of this Bureau shall discontinue, suspend or alter such service unless and until the following conditions precedent shall have been met:

1. Notice shall be posted either in printed or typewritten form in the most conspicuous place reasonably accessible to the general public at each place of business, station or stop theretofore utilized, stating briefly and specifically the proposed change in service and advising the general public of its right to protest said change by contacting the Tennessee Bureau of Aeronautics, Nashville, Tennessee 37217. The before described notice shall be maintained in good and readable condition for a period of thirty (30) days prior to the holding of a hearing or the issuance of an order by the Bureau.

2. Copies of the before required notice shall be filed with the Bureau within ten (10) days after the posting of same together with a statement showing the date and place of the posting of same.

3. Notice shall also be given to the general public in the affected area of the proposed changes in service through advertisement in at least one issue of a newspaper of general circulation in each city/county theretofore served. This notice shall contain the same general essentials as prescribed in 1680-1-1-.01(8)(a). Copies of this newspaper notice shall be filed with the Bureau in the manner provided in 1680-1-1-.01(8)(a)2.
(Rule 1680-1-1-.01, continued)

(b) In addition to the requirements above stated, any common carrier by air desiring to discontinue, suspend or alter the service theretofore rendered shall file with the Bureau in writing its petition requesting such authority, stating in detail the areas affected and the reasons for the request. This request shall meet with the requirements prescribed for the filing and hearing of other requests.


1680-1-1-.02 TARIFFS.

(1) TARIFFS FOR PUBLIC INSPECTION.-Copies of tariff naming rates and fares to be charged, together with rules and regulations, if any, governing same, shall be kept open for public inspection by every air carrier at its principal office, and at the terminal of each route or routes and at the principal station or stations thereon.

(2) PASSENGER TARIFF.-Passenger tariffs must contain the fixed rules and regulations, if any, which govern the tariff in clear and explicit terms, setting forth:

(a) All privileges of stopovers, extension of those limit, restrictions outlined in certificate, refund for unused and partly used ticket, children’s fares, package rules, excess baggage rates, etc.

(b) All tariffs must contain a rule with reference to rates applicable to intermediate points not specifically named in such tariff.

(c) Full explanation of reference marks and technical abbreviations used in tariff.

(d) Adult fares definitely and specifically stated in cents or in dollars and cents per passenger, together with the names of the stations or stopping places from and to which they apply, arranged in simple and systematic manner.

(e) Location of stopping point in each terminal municipality.

(f) Commutation rates by ticket or otherwise.

(3) FREIGHT TARIFF.-Every freight tariff shall contain:

(a) Rules and regulations which govern tariff in clear and explicit terms, setting forth all privileges and services covered by the rates, such as free storage and store-door delivery and receipt.

(b) When tariffs name class rates, a classification must be published or adopted, and such classification should contain all articles or commodities arranged alphabetically, showing opposite each the class to which such articles or commodities belong.

(c) Full explanation of reference marks and technical abbreviations used in the tariff.

(d) All rates must be expressly stated in cents or in dollars and cents per hundred pounds, or per standard package or unit together with the names of the places from and to which they apply, arranged in a simple and systematic manner.

(4) CHANGES IN TARIFF.

(a) All air carriers, agents, representatives, or bureaus issuing tariffs or schedules of rates and changes affecting Tennessee intrastate business shall file with the Tennessee Bureau of
Aeronautics of the State of Tennessee written notice, in triplicate, containing a brief explanation of the character of and reason for proposed changes in said tariff schedules.

(b) Such explanation shall be filed not later than the date said tariff or schedule is filed.

(c) A receipted copy of said explanation shall be evidence of filing such explanation and related tariffs or schedules.

(d) All tariffs and supplements affecting Tennessee intrastate business by air shall be filed with the Tennessee Bureau of Aeronautics at least thirty (30) days before the date upon which they are to become effective, unless upon application and for good cause shown the Bureau may waive the thirty (30) days time limit or any portion thereof.

(e) The Bureau may, on its own motion or on the filing of a sufficient protest by any person or persons affected, order such tariff modified or suspended.

(5) **FARES, CHARGES, AND FREE TRANSPORTATION.**-No air carrier shall charge, demand, collect, or receive a greater or less or different compensation for the transportation of persons or freight, or for any service in connection therewith, than the rates, fares, and charges applicable to such air carrier as specified in its tariffs filed and in effect at the time provided, nor shall any such air carrier refund or remit, in any manner or by any device any portion of the rates, fares, or charges so specified, except upon an order from the Bureau, nor extend to any corporation or person, any privileges or facilities in the transportation of persons or freight except such as are regularly and uniformly extended to all corporations and persons.

(6) **PASSES.**-No air carrier shall directly or indirectly issue, give, tender, or honor any free annual passes except to its officers, agents, employees, or members of their families, or to the Bureau and its staff in the discharge of their duties, or for charitable or patriotic purposes.

**Authority:** T.C.A. §42-220. **Administrative History:** Original rule certified June 10, 1974.

1680-1-1-.03 PASSENGER TIME SCHEDULES.

(1) **TIME SCHEDULES.**-Passenger time schedules must show time of arrival and departure at and from all terminals.

(2) **POSTING OF TIME SCHEDULES.**-At least one copy of such time schedule shall be posted in a conspicuous place, easily accessible for public inspection at each regular stopping place on the route, and a copy shall be in the possession of each operator.

(3) **CHANGES IN TIME SCHEDULES.**-Changes in time schedules affecting the time of arrival or departure at or from any point on its route must be made as follows:

(a) A copy of such new time schedule shall be filed with the Bureau for approval and notice must be given to the public by posting due notice in a conspicuous place in each station or stopping place affected, at least thirty (30) days before the proposed effective date thereof.

**Authority:** T.C.A. §42-220. **Administrative History:** Original rule certified June 10, 1974.

1680-1-1-.04 INSURANCE.

(1) (a) No common carrier by air subject to the provisions of T.C.A. 42-232, et seq. shall engage in the transportation of passengers or property for compensation, and no certificate shall be issued to a carrier, or shall remain in force, unless and until there shall have been filed with and approved by the Bureau a policy of insurance (or certificate of insurance in lieu thereof), or a surety bond...
in not less than the amounts hereinafter prescribed, conditioned to pay, within the amount of such policy of insurance (or certificate of insurance in lieu thereof), or surety bond, any final judgment recovered against such carrier for bodily injuries to or the death of any person resulting from the negligent operation, or for loss or damage to property of others; nor shall any common carrier by air subject to the provisions of said Act engage in the transportation of property for compensation, nor shall any certificate be issued to such carrier, nor remain in force, unless and until there shall have been filed with and approved by the Bureau a policy of insurance written on a continuous basis, (or certificate of insurance in lieu thereof) or a surety bond in not less than the amounts hereinafter prescribed, conditioned upon such carrier making compensation to shippers or consignees for all property belonging to shippers or consignees and coming into the possession of such carrier in connection with its transportation service.

(b) Endorsements that add previously unlisted aircraft, or aircraft type or classes to coverage or that delete such listed aircraft, or types or classes, from coverage shall be filed with the Bureau not more than 30 days after the effective date of such endorsement, Provided however that aircraft shall not be operated unless liability coverage has attached.

(2) The minimum amounts referred to in this rule are hereby prescribed as follows:

(a) Liability for bodily injury to or death of aircraft passengers. A limit for any one passenger of at least seventy-five thousand dollars ($75,000), and a limit for each occurrence in any one aircraft of at least an amount equal to the sum produced by multiplying seventy-five thousand dollars ($75,000) by seventy-five percent (75%) of the total number of passenger seats installed in the aircraft.

(b) Liability for bodily injury to or death of persons (excluding passengers). A limit of at least seventy-five thousand dollars ($75,000) for any one person in any one occurrence, and a limit of at least three hundred thousand dollars ($300,000) for each occurrence.

(c) Liability for loss of or damage to property. A limit of at least one hundred thousand dollars ($100,000) for each occurrence.

(d) The minimum limits of liability coverage maintained by an air carrier who restricts his operations in air transportation to the carriage of mail or property, or both, shall be those specified in paragraphs (b) and (c) of this section.

(e) Cargo insurance-$3,000.00


1680-1-1-.05 EQUIPMENT AND SAFETY REQUIREMENTS.

(1) RECORD OF EQUIPMENT TO BE FILED WITH THE BUREAU.-Any common carrier by air operating under the authority of any certificate granted by this Bureau is required to maintain on file with this Bureau at all times a full and complete record and description of all aircraft approved for use under the certificate or certificates issued by this Bureau. Forms on which to file a record and description of such aircraft will be furnished by the Bureau. Such forms must be filed for approval by the Bureau at least thirty (30) days before the effective date of any proposed change of aircraft.

(2) SAFE AND SANITARY CONDITION.-Every aircraft shall be maintained in a safe and sanitary condition at all times, and shall be at any reasonable time subject to inspection by duly authorized representatives of the Bureau.

(3) TERMINAL FACILITIES.-All passenger carriers shall maintain suitable and adequate terminal facilities at the terminals on the routes and at the main stations on the routes.
(4) INTOXICATED PERSONS.-Persons who are apparently under the influence of intoxicants shall not be received or transported as passengers on aircraft and any person on board any aircraft as a passenger in violation of any of the foregoing should be discharged from the aircraft at the first scheduled stop.


1680-1-1-.06 REPORTING ACCIDENTS.

(1) Accident reports made by air carriers in compliance with these regulations shall be for the information of the Bureau, and shall not be open to public inspection.

(2) (a) Every common carrier by air shall mail to the Tennessee Bureau of Aeronautics, Nashville, Tennessee 37217, a report in writing as to every accident in which any aircraft operated by him is involved in and from which there results the death of any person, personal injury requiring medical attention or property damage to an apparent extent amounting to $100 or more, within 10 days after the date of such accident. Such reports shall include the following information:

1. Date, hour, and exact location of the accident; a brief description of circumstances of the accident.

2. Name and address of the reporting carrier; and signature and title of person making report;

3. Type of aircraft involved;

4. Number of persons killed or injured, with statement as to whether injuries are of serious or minor nature; and

5. Estimated amount of property damage.

(b) A further detailed report as to each reportable accident shall be furnished promptly by the air carrier upon demand.

(c) Whenever the death of any person results from such accident after the time the carrier submits report of the accident, as required by Paragraphs (a) and (b) of this section, notice of such death shall be given by the carrier in writing to the Bureau, as soon as such death is known to the carrier, with sufficient information to identify the accident from which the death resulted.

(d) Every carrier shall make available to the duly authorized representative or representatives of the Bureau, all records which in any way pertain to any reportable accident and shall afford all reasonable assistance in the investigation of any such accident.


1680-1-1-.07 ACCOUNTS AND REPORTS.

(1) CLASSIFICATION OF ACCOUNTS.-Common Carriers of air shall keep an accurate record of receipts and disbursements. This record shall be subject to inspection by representatives of the Bureau at all times.

(2) ANNUAL REPORTS.-At the close of each calendar year, common carriers by air must secure from the Bureau annual report blanks and file the same on or before April 1st. The report will be of design to
cover the receipts from operation, operating and other expenses and business transacted during the year. These reports must be filed as of December 31st of the preceding year.

**Authority:** T.C.A. §42-220. **Administrative History:** Original rule certified June 10, 1974.

### 1680-1-1-.08 GENERAL PROVISIONS.

1. **REVOCATION.**-The failure on the part of any carrier to comply with any of these rules and regulations will be sufficient cause for the Bureau, in its discretion, to revoke a certificate. These rules and regulations are for general application and are subject to such changes and modifications as the Bureau, from time to time, may determine advisable, and also subject to such exceptions as may be considered just and reasonable by the Bureau in individual cases.

2. **EXISTING CERTIFICATES RECOGNIZED.**-It shall not be necessary for the holder of any certificate of convenience and necessity on November 1, 1972, to make application for a new certificate of convenience and necessity over the same route under these rules. Provided further, however, nothing in these rules shall be construed as in any manner restricting or abridging the power of the Bureau over said certificates of convenience and necessity.

**Authority:** T.C.A. §42-220. **Administrative History:** Original rule certified June 10, 1974.

### 1680-1-1-.09 BODILY INJURY AND PROPERTY DAMAGE LIABILITY-CERTIFICATE OF INSURANCE.

BODILY INJURY AND PROPERTY DAMAGE LIABILITY
CERTIFICATE OF INSURANCE
(Executed in Triplicate)

Filed with Tennessee Bureau of Aeronautics

This is to certify, that the ______________________________
(Name of Company)
(hereinafter called company) of _______________________________________
(Home Office Address of Company)
has issued to ____________________ of _______________________________________
(Name of Common Carrier) (Address of Common)
________________________________________________________ a policy or policies of insurance effective

from __________________________, 12:01 a.m. standard time at the address of the insured stated in said policy or policies and continuing until canceled as provided herein, which,

1. Liability for bodily injury to or death of aircraft passengers. A limit for any one passenger of at least seventy-five thousand dollars ($75,000), and a limit for each occurrence in any one aircraft of at least an amount equal to the sum produced by multiplying seventy-five thousand dollars ($75,000) by seventy-five percent (75%) of the total number of passenger seats installed in the aircraft.

2. Liability for bodily injury to or death of persons (excluding passengers). A limit of at least seventy-five thousand dollars ($75,000) for any one person in any one occurrence, and a limit of at least three hundred thousand dollars ($300,000) for each occurrence.

3. Liability for loss of or damage to property. A limit of at least one hundred thousand dollars ($100,000) for each occurrence.
(Rule 1680-1-1-.09, continued)

(a) The minimum limits of liability coverage maintained by an air carrier operator who restricts his
operations in air transportation to the carriage of mail or property, or both, shall be those
specified in paragraphs (2) and (3) of this section.

Whenever requested, the Company agrees to furnish the Bureau a duplicate original of said policy or policies
and all endorsements thereon.

This certificate may not be canceled without cancellation of the policy to which it is attached. Such cancellation
may be effected by the Company or the insured giving thirty (30) days’ notice in writing to the Tennessee Bureau of
Aeronautics, such thirty (30) days’ notice to commence to run from the date notice is actually received in the office
of the Bureau.

Countersigned at __________________________________________________________________________

This _______________ day of _______________________ 19 ________.

______________________________________________

Authorized Company Representative

Insurance Company File No. ____________________________

(Teaty Address)   (City)  (State)  (Zip Code)

TBA Form A

Revised 5/74


1680-1-1-.10 BODILY INJURY AND PROPERTY DAMAGE LIABILITY SURETY BOND.

BODILY INJURY AND PROPERTY DAMAGE LIABILITY SURETY BOND
(Executed in Triplicate)

KNOW ALL MEN BY THESE PRESENTS, That we, _________________________________________

(Name of Air Carrier)

_______________________________ of ___________________________, ________________________, as

(Principal)                   (City)    (State)

Principal (hereinafter called Principal), and ______________________________________________________

(Name of Surety)

_____________________________________________________ a corporation created and existing under the

laws of the State of Tennessee, with principal office at _________________

(City)

_______________________________ as Surety (hereinafter called Surety), are held and

(State)

firmly bound unto the State of Tennessee in the sum or sums hereinafter provided for which payment, well and truly
to be made, the Principal and Surety hereby bind themselves, their successors and assigns, firmly by these presents.

THE CONDITION OF THIS OBLIGATION IS SUCH THAT:

WHEREAS, the Principal is or intends to become a common carrier by air subject to the laws of such State and
the rules and regulations of The Tennessee Bureau of Aeronautics (hereinafter called Bureau), relating to insurance
or other security for the protection of the public, and has elected to file with the Bureau a surety bond conditioned as
hereinafter set forth; and

WHEREAS, this bond is written to assure compliance by the Principal as a common carrier by air of passengers
or property with the laws of such State and the rules and regulations of the Bureau relating to insurance or other
security for the protection of the public, and shall insure to the benefit of any person or persons who shall recover a final judgment or judgments against the Principal for any of the damages herein described.

NOW THEREFORE, if every final judgment recovered against the Principal for bodily injury to or the death of any person or loss of or damage to the property of others, sustained while this bond is in effect, and resulting from the negligent operation, maintenance, or use of aircraft in transportation (but excluding injury to or death of the Principal’s employees while engaged in the course of their employment, and loss of or damage to property of the Principal and property transported by the Principal designated as cargo), shall be paid, then this obligation shall be void, otherwise to remain in full force and effect.

Within the limits hereinafter provided, the liability of the Surety extends to such losses, damages, injuries, or deaths regardless of whether such aircraft are specifically described herein and whether occurring on the route or in the territory authorized to be served by the Principal or elsewhere.

This bond is effective from ________________________ (12:01 a.m., standard time, at the address of the Principal as stated herein) and shall continue in force until terminated as hereinafter provided. The Principal or the Surety may at any time terminate this bond by written notice to the Bureau, such termination to become effective not less than thirty (30) days after actual receipt of said notice by the Bureau. The Surety shall not be liable hereunder for the payment of any judgment or judgments against the Principal for bodily injury to or the death of any person or persons or loss of or damage to property resulting from accidents which occur after the termination of this bond as herein provided, but such termination shall not affect the liability of the Surety hereunder for the payment of any such judgment or judgments resulting from accidents which occur during the time the bond is in effect.

The liability of the Surety on each aircraft shall be the limits prescribed in the laws of such State and the results and regulations of the Bureau governing the filing of Surety bonds, which were in effect at the time this bond was executed, and will be a continuing one notwithstanding any recovery hereunder.

IN WITNESS WHEREOF, the said Principal and Surety have executed this instrument on the ________________________ day of ________________________, 19 _______.

_______________________________________
(Principal)

By ____________________________________
(Affix Corporate Seal)

_______________________________________
(Surety)

_______________________________________
(City)                       (State)

By

Countersigned at ________________________ this ________________________ day of _______________________, 19______

Bond No. ________________________________

Registered Resident Agent

TBA Form B
Revised 5/74

1680-1-1-.11 AIR CARRIER-CARGO CERTIFICATE OF INSURANCE.

AIR CARRIER-CARGO
CERTIFICATE OF INSURANCE
(Executed in Triplicate)

Filed with Tennessee Bureau of Aeronautics (hereinafter called Bureau)

This is to certify, that the ________________________________
(Name of Company)

(hereinafter called Company) of ________________________________
(Home Office Address of Company)

has issued to ________________________________________
(Name of Carrier) of ________________________________
(Address of Carrier)

a policy or policies of insurance effective from ________________________________ 12:01 a.m.
standard time at the address of the insured stated in said policy or policies and continuing until canceled as provided
herein, which, provide cargo insurance covering obligations of at least three thousand dollars ($3,000).

Whenever requested, the Company agrees to furnish the Bureau a duplicate original of said policy or policies
and all endorsements thereon.

This certificate and the endorsement described herein may not be canceled without cancellation of the policy to
which it is attached. Such cancellation may be effected by the Company or the insured giving thirty (30) days’
notice in writing to the Bureau such thirty (30) days’ notice to commence to run from the date notice is actually
received in the office of the Bureau.

Countersigned at ________________________________
(Street Address) (City) (State) (Zip Code)

_______________________________________________
Authorized Company Representative

Insurance Company File No. ________________________________
(Policy Number)

TBA Form C
Revised 5/74


1680-1-1-.12 AIR CARRIER-CARGO SURETY BOND.

AIR CARRIER-CARGO SURETY BOND
(Executed in Triplicate)

KNOW ALL MEN BY THESE PRESENTS, That we, ________________________________
(Name of Air Carrier)

____________________________________ of ________________________________,
(Principal) (City) (State)

Principal (hereinafter called Principal), and ________________________________
(Name of Surety)

______________________________________________, a corporation created and existing under the
laws of the State of Tennessee, with principal office at ________________________________
(City)

______________________________________________, as Surety (hereinafter called Surety), are held and

February, 2003 (Revised)
firmly bound unto the State of Tennessee in the sum or sums hereinafter provided for which payment, well and truly to be made, the Principal and Surety hereby bind themselves, their successors and assigns, firmly by these presents.

THE CONDITION OF THIS OBLIGATION IS SUCH THAT:

WHEREAS, the Principal is or intends to become a common carrier by air subject to the laws such State and the rules and regulations of the Tennessee Bureau of Aeronautics (hereinafter called Bureau), relating to insurance or other security for the protection of shippers and consignees, and has elected to file with the Bureau a bond conditioned as hereinafter set forth, and

WHEREAS, this bond is written to assure compliance by the Principal as a common carrier by air with the laws of such State and the rules and regulations of the Bureau relating to insurance or other security for the protection of shippers and consignees, and shall inure to the benefit of any and all shippers or consignees to whom the Principal may be held liable for any of the damages herein described.

NOW, THEREFORE, if the Principal shall make compensation to shippers and consignees for all losses of or damage to property belonging to them which shall, while this bond is in effect, come into the possession of the Principal in connection with it’s transportation service, regardless of whether such losses or damages occur while said property is in an aircraft, terminal, warehouse or other place, for which losses or damages the Principal may be held legally liable, then this obligation Shall be void, otherwise it shall remain in full force and effect.

The liability of the Surety for the limits hereinafter provided shall be a continuing one notwithstanding any recovery hereunder, and extends to such losses or damages regardless of whether the aircraft, terminals, warehouses, and other facilities used in connection with the transportation service of the Principal are specifically described herein or not, and whether occurring on the route or in the territory authorized to be served by the Principal or elsewhere.

The liability of the Surety for any such loss or damage shall be the limits prescribed in the laws of such State and the rules and regulations of the Bureau governing the filing of Surety bonds, which were in effect at the time this bond was executed, but not less than $3,000, and will be a continuing one notwithstanding, any recovery hereunder.

This bond is effective from ____________________________ (12:01 a.m., standard time, at the address of the Principal as stated herein) and shall continue in force until terminated as hereinafter provided. The Principal or the Surety may at any time terminate this bond by written notice to the Bureau, such termination to become effective not less than thirty (30) days after actual receipt of said notice by the Bureau.

The Surety shall not be liable hereunder for the payment of any of the losses or damages herein before described which arise on property coming into the possession of the Principal in connection with its transportation service after the termination of this bond as herein provided, but such termination shall not affect the liability of the Surety hereunder for the payment of any such losses or damages arising on property coming into the possession of the Principal in connection with its transportation service prior to the date such termination becomes effective.

IN WITNESS WHEREOF, the said Principal and Surety have executed this instrument on the ________________ day of __________________, 19 __________.

_______________________________________      By ____________________________________
(Principal)                                     (Surety)
(Affix Corporate Seal)                          (Affix Corporate Seal)

___________________________________________
(City)    (State)

February, 2003 (Revised)
1680-1-1-.13  NOTICE OF CANCELLATION OF AIR CARRIER INSURANCE POLICIES.

NOTICE OF CANCELLATION
OF
AIR CARRIER INSURANCE POLICIES
(Executed in Triplicate)

Check Type Cancelled
BI and PD
Cargo

Filed with Tennessee Bureau of Aeronautics

This is to advise that under the terms of a policy or policies
issued to ____________________________________________
(Name of Air Carrier)
of ________________________________________________
(Address of Air Carrier I)
by ________________________________________________
(Name of Company)
of ________________________________________________
(Address)
said policy or policies, including any and all endorsements forming a part thereof or certificates issued in connection therewith, is (are) hereby canceled effective as of the day of ____________19 ___, 12:01 a.m., standard time at the address of the Insured as stated in said policy or policies provided such date is not less than thirty (30) days after the actual receipt of this notice by the Bureau.

______________________________
Signature of Insuror

Insurance Company File No. ________________________

TBA Form E
Revised 5/74

1680-1-1.14 NOTICE OF APPLICATION FOR AIR CARRIER CERTIFICATE OF CONVENIENCE AND NECESSITY.

STATE OF TENNESSEE
DEPARTMENT OF TRANSPORTATION
BUREAU OF AERONAUTICS

Date: __________________________

NOTICE OF APPLICATION
FOR
AIR CARRIER CERTIFICATE OF CONVENIENCE & NECESSITY

Be advised that ____________________________________________ with its principal place of business located at __________________________________________________________ , filed on an application for a Certificate of Public Convenience and Necessity pursuant to the rules and regulations of the Tennessee Bureau of Aeronautics of the State of Tennessee, authorizing operation of an intrastate air carrier for the transportation of persons and property on a certain designated route within the State of Tennessee.

The route over which the applicant seeks to offer air service is designated in said application, being principally between the cities of _________________________________________________________________________.

Applicant proposes to operate _____________________ multi-engine, as required. The aircraft designated as ___________________ of ___________________ seat capacity and ___________________ single-engine aircraft of ___________________ seat capacity are to be operated on a regular scheduled basis between the aforementioned terminal points.

The application has been filed with the Tennessee Bureau of Aeronautics and is available, upon request, for public inspection.

by ______________________________________


1680-1-1.15 APPLICATION TO TENNESSEE BUREAU OF AERONAUTICS FOR AIR CARRIER CERTIFICATE OF CONVENIENCE AND NECESSITY.

APPLICATION TO TENNESSEE BUREAU OF AERONAUTICS
FOR AIR CARRIER CERTIFICATE OF CONVENIENCE AND NECESSITY

GENERAL INSTRUCTIONS: Submit to Tennessee Bureau of Aeronautics signed original, executed under oath, and six (6) copies of application, including all attachments. Number attachments to conform to the item to which they pertain. Charts and all other attachments should be 8 1/2” x 14” or folded to that size. Enclose check for $25.00 payable to the Bureau as filing fee.

ITEM NO.

1. Name of Applicant __________________________________________

   Address (general offices) ______________________________________

2. By attachment, identify those served with a notice of the application, including date, place, manner of service and person served. Those served must include any scheduled air carrier or CAB certified carrier which serves or is authorized to serve over the routes proposed to be served by the applicant, or any portion thereof.

February, 2003 (Revised)
3. Applicant is a corporation ______________ Partnership ______________ Individual _____________
Other ______________

Incorporated in the State of ____________________________ on ____________________ (if applicable).

Assumed name (if any) will be: __________________________________________________________

4. If applicant is a corporation, then submit, by use of appropriate attachments, the following:

a. Copies of articles of incorporation with date of incorporation, charter expiration date and name of
incorporators shown therein or by attachment, together with amount contributed by each of the
incorporators. If an out of state corporation, attach copy of permit from the Secretary of State to do
business within the State of Tennessee.

b. Complete information pertaining to authorized capitalization including number of shares of stock of
each class authorized and the par value of each share of each class.

c. Amount of any paid-in surplus or earned (or deficit) surplus.

d. Schedule showing number of shares of stock actually issued, to whom issued and, from each
stockholder, the cash and/or other consideration received, with description of any other consideration. If
any stockholder listed, or any other person has subscribed for additional shares, then the same schedule
shall provide all names and in each case the number of additional shares and the amount and nature of the
consideration.

e. Names and addresses of all directors and all officers and the amount of stock now held by each as well
as any additional shares subscribed for by each.

f. Brief summary of any other businesses in which any director or officer is engaged, with name of the
business and nature of the operations.

g. Statement by the applicant that a public offering of its corporate stock has, or has not, been made, and if
it has, evidence that the applicant has complied with the laws, rules, regulations of the Federal Securities
Exchange Commission and the State of Tennessee.

h. Detailed operating statement and complete balance sheet prepared by a Certified Public Accountant and
dated not more than sixty (60) days prior to date application is filed together with a “no substantial change”
statement if the financial statements are dated more than thirty (30) days prior to the filing date. If
additional liabilities of significance, such as notes given for purchase of aircraft, are anticipated, such
information should be submitted as a memorandum. Newly organized corporations may submit pro forma
operating statements, so identified.

5. If applicant is an individual or a partnership (or other entity), submit:

a. Name or names, with addresses of the individual or of all the partners (or other entity), together with the
names and activities of any other businesses in which said principles are engaged. If a partnership, a
schedule showing the amount that each partner has contributed to the air carrier operation; arid, if
additional partners are anticipated, their names and addresses together with the amount to be contributed
by each and the percentage of the partnership that each partner will then own.

b. If applicant has conducted air carrier operations prior to filing for certificate, the following: (1) Profit
and loss statement of recent date on which, so far as possible, income and expense items pertaining to air
carrier operation are segregated from other income and expense, and (2) Balance sheet or balance sheets of
recent date on which, so far as practicable, aircraft and other assets utilized in air carrier operation are
segregated from assets utilized for other purposes. Where possible, identify corresponding liabilities.
6. Attach a policy of insurance (or certificate of insurance in lieu thereof) or a surety bond in Dot less than the amounts prescribed in the rules, or submit evidence that application for insurance has been made and that insurance will be issued if an air carrier certificate is granted to applicant. The insurance here referred to pertains to liability covering passengers and other persons, in the air, as well as on the ground, as well as property, and cargo insurance.-Reference Bureau Forms A thru D.

7. Describe proposed air carrier operation by submitting a full description of routes for which authority is sought, identifying all cities, including name of airport, to be served together with a chart depicting proposed routes and also routes of any other scheduled air carrier or CAB certificated carrier which serves or is authorized to serve over the same routes or any portion thereof. Include description of passenger and cargo facilities to be used at each airport.

8. Attach copy of proposed schedules of operation, including times of arrival and departure for each city served, together with frequency of service.

9. Attach a copy of any operating certificate issued by Federal Aviation Administration.

10. Attach complete schedule of fares and rates.

11. Attach Copy of CAB Form 298A, Registration under Part 298 of the Economic Regulations of the Civil Aeronautics Board.

12. Submit evidence to substantiate that the public convenience and necessity will be served by the operation for which authority is requested. Data should be in detail and include present and future need for the service.

13. Submit evidence, including projected operating statements, that the operation will be economically sound. Summarize experience of key personnel in supervision of air carrier flight operations and experience of management in financial and administrative areas of such operations, or in other fields.

14. On attached form describe aircraft that applicant proposes to use and for which authority to operate is requested. Certificated carriers shall not, without prior approval in accordance with rules of the Bureau, operate aircraft other than aircraft so described or other aircraft authorized for the carriers use by the Bureau at the time of certification or subsequent to certification of the carrier.

15. All maintenance will be performed in accordance with Federal Aviation Regulations.

16. Principal operations base will be at (airport & city) _______________________________________

17. Does applicant propose instrument flight? ________________ List equipment in all aircraft equipped for instrument flight ________________________________________________

18. Applicant requests authority to carry: Passengers only _______________ Cargo only _______________ Both _______________.

The operations proposed in this application, if applicant is granted, will be in accordance with the laws of the State of Tennessee and the United States, the Rules and Regulations of the Tennessee Bureau of Aeronautics and the Federal Aviation Regulations.

Date _______________________ Signature of applicant _______________________________________ Title ________________________________________
BEFORE ME, the undersigned authority, a Notary Public in and for said County and State on this day personally appeared ______________________ known to me to be the same person whose name is subscribed to the foregoing instrument and declared to me upon oath that the foregoing instrument is true and correct.

Given under my hand and seal of office this _______________day of ______________________, 19____

TBA Form H
Revised 5/74       Notary Public in and for _________________________County, Tennessee