

February 16, 2007

Mr. J. Richard Collier  
Hearing Officer  
Tennessee Regulatory Authority  
460 James Robertson Parkway  
Nashville, Tennessee 37243-0505

Re: ***TRA Docket No. 06-00290***

Dear Mr. Collier:

In accordance with your Order resolving, in part, objections to discovery requests dated February 15, 2007, please accept this notice from counsel for the Chattanooga Manufacturers Association (CMA) regarding whether the information documentation provided by Tennessee American Water Company (the "Company") complies with the agreements relating to their discovery requests and responses discussed during the status conference held on February 9, 2007. Please note that we appreciate the efforts of the Company to provide materials responsive to CMA's requests.

The Company provided handwritten information relative to its response to CMA Request #5 during the course of the informal discussions on February 9, 2007. CMA notes that the record is incomplete in demonstrating such information as the supplemental response of the Company. We attach a copy of that supplemental response, which we will assume is the company's complete response to the question.

With respect to the Company's Response to CMA Request #7, the company has provided the capital expenditure budget for five years. The question requests both the capital expenditure budget and the operating expense budget. We request that Company provide a five year operating expense budget in order to complete the supplemental response.

With respect to the Company's Response to CMA Request #21, the Company had agreed to provide the reports relied upon by its witness in order to supplement its response to this CMA data request. The supplemental response indicates that "summaries" of reports were provided. CMA seeks to obtain all of the information and documents reviewed or referred to by the Company witness in forming his opinion or conclusions on the issues addressed by CMA Request #21. If the witness only relied on these summaries, then no more information is needed. If the witness relied upon the entire reports, then we ask for those reports.

With respect to the remaining items outstanding, including but not limited to information requested by the Consumer Advocate and Protection Division or the City of Chattanooga or the TRA Staff that has not yet been provided by the Company, CMA takes the position that those materials should be provided immediately. Further, CMA reiterates its position that the initial protective order is sufficient to protect such data or information from unreasonable or unauthorized disclosure.

Very truly yours,

A handwritten signature in black ink that reads "David C. Higney by HW". The signature is written in a cursive, flowing style.

David C. Higney

DCH:jb

Attachment

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**CERTIFICATE OF SERVICE**

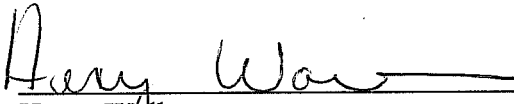
I hereby certify that a copy of the foregoing is being forwarded via U.S. mail, to:

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on this the 16 day of February, 2007.

  
Henry Walker

AWE Website —

AWE.COM English Version

AWW Annual Reports — Footnotes on write downs

TRA-DR-1-Q5      2003-2005 AWW/TAWC Reports  
City DR-1-Q30      01-02 AWW Reports  
CMA DR-1-Q4      01-02 TAWC Reports

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AWW-05-04    Note 2 - page 12-13-14 - impairment  
                    Note 3    pages 18-22      Restatement  
04-03    Note 2 - pages 13-15      impairment  
                    Note 4    pages 18-19      Restatement  
03-02    Note 2                      10-11      impairment

TAWC      03-02  
                 ~~05-04~~ Note 2    pages 10    None  
04-03 Note 2                      10    None  
05-04 Note 2                      10    None