BASS, BERRY & SIMS PLC A PROFESSIONAL LIMITED LIABILITY COMPANY

ATTORNEYS AT LAW

OTHER OFFICES

R. DALE GRIMES TEL: (615) 742-6244 FAX: (615) 742-2744 dgrimes@bassberry.com

NASHVILLE, TN 37238-3001 (615) 742-6200

www.bassberry.com T.R.A. LOGI.21 ROCH

April 2, 2007

VIA HAND-DELIVERY

Chairman Sara Kyle c/o Sharla Dillon Tennessee Regulatory Authority 460 James Robertson Parkway Nashville, Tennessee 37243-0505

> Petition Of Tennessee American Water Company To Change And Re: Increase Certain Rates And Charges So As To Permit It To Earn A Fair And Adequate Rate Of Return On Its Property Used And Useful In Furnishing Water Service To Its Customers; Docket No. 06-00290

Dear Chairman Kyle:

Enclosed please find an original and sixteen (16) copies of the Joint Notice of Agreement Between Tennessee American Water Company and the City of Chattanooga Regarding Access to Highly Confidential Information by Dan Johnson.

Please return three copies of the Notice, which I would appreciate your stamping as "filed," and returning to me by way of our courier.

Should you have any questions concerning any of the enclosed, please do not hesitate to contact me.

With kindest regards, I remain

Yours very truly, 2/1 Trune

R. Dale Grimes

RDG/ms **Enclosures** Chairman Sara Kyle April 2, 2007 Page 2

cc: Hon. Pat Miller (w/o enclosure)

Hon. Ron Jones (w/o enclosure)

Hon. Eddie Roberson (w/o enclosure)

Ms. Darlene Standley, Chief of Utilities Division (w/o enclosure)

Richard Collier, Esq. (w/o enclosure)

Mr. Jerry Kettles, Chief of Economic Analysis & Policy Division (w/o enclosure)

Ms. Pat Murphy (w/o enclosure)

Michael A. McMahon, Esq. (w/enclosure)

Frederick L. Hitchcock, Esq. (w/enclosure)

Vance Broemel, Esq. (w/enclosure)

Henry Walker, Esq. (w/enclosure)

David Higney, Esq. (w/enclosure)

Mr. John Watson (w/enclosure)

Mr. Michael A. Miller (w/enclosure)

BEFORE THE TENNESSEE REGULATORY AUTHORITY NASHVILLE, TENNESSEE

IN RE:

PETITION OF TENNESSEE AMERICAN)
WATER COMPANY TO CHANGE AND)
INCREASE CERTAIN RATES AND)
CHARGES SO AS TO PERMIT IT TO) Docket No. 06-00290
EARN A FAIR AND ADEQUATE RATE)
OF RETURN ON ITS PROPERTY USED)
AND USEFUL IN FURNISHING WATER)
SERVICE TO ITS CUSTOMERS)

JOINT NOTICE OF AGREEMENT BETWEEN TENNESSEE AMERICAN WATER COMPANY AND THE CITY OF CHATTANOOGA REGARDING ACCESS TO HIGHLY CONFIDENTIAL INFORMATION BY DAN JOHNSON

Tennessee American Water Company ("TAWC") and the City of Chattanooga ("City"), collectively "the Parties," hereby provide notice to the Hearing Officer that they have reached agreement as to which of the Highly Confidential Information Dan Johnson ("Mr. Johnson") may receive access subject to the Supplemental Protective Order ("SPO") entered on March 1, 2007.

By letter of March 21, 2007, the City informed TAWC of the City's intention to provide access to TAWC's Highly Confidential Information to Mr. Johnson and to possibly provide access to Marlin L. Mosby and W. Kevin Thompson. TAWC filed its Objection to these persons receiving access to TAWC's Highly Confidential Information on March 23, 2007, and the City filed its Response on March 27, 2007. During the Status Conference held on March 27, 2007, the Hearing Officer sustained TAWC's Objection as to Messrs. Thompson and Mosby and directed the Parties to confer with each other in an attempt to reach agreement as to which Highly Confidential Information Mr. Johnson could receive access.

The parties conferred by telephone on March 28, March 30, and April 2 and agree that Mr. Johnson may be granted access by Mr. McMahan, subject to the terms of the SPO and after signing the Non-Disclosure Statement, to the following Highly Confidential Information:

Bates Range
TAWC-HC-00001-00052
TAWC-HC-00053-00130
TAWC-HC-00131-00166
TAWC-HC-00221-00261
TAWC-HC-00408-00499
TAWC-HC-00571-00572
TAWC-HC-01000-01187

The parties agree that Mr. Johnson will not be provided access to any of TAWC's Highly Confidential Information not specified in the table above. The parties further agree that should the City desire to disclose additional Highly Confidential Information to Mr. Johnson, it shall first consult with TAWC, but that if no agreement relating thereto can be reached within twenty-four (24) hours, the City may petition the Hearing Officer to authorize said disclosure and TAWC may respond to the City's petition. The parties further agree that Mr. Johnson shall only receive access to the above-specified Highly Confidential Information pursuant to the SPO entered on March 1, and that if the SPO is overturned or, for any reason, rendered ineffective, Mr. Johnson and the City will return all copies of the Highly Confidential Information to counsel for TAWC pending further orders of the Hearing Officer and/or the TRA.

Respectfully submitted,

R. Dale Grimes (#6223)

R. Dale Grimes (#6223)
J. Davidson French (#15442)
Ross I. Booher (#019304)
BASS, BERRY & SIMS PLC
315 Deaderick Street, Suite 2700
Nashville, TN 37238-3001
(615) 742-6200

Counsel for Petitioner Tennessee American Water Company Michael Marketon between ruth of

Michael A. McMahan (#000810) Valerie L. Malueg (#023763) Special Counsel 801 Broad Street, Suite 400 Chattanooga, TN 37402 (423) 757-5338

CITY OF CHATTANOOGA, TENNESSEE RANDALL L. NELSON, CITY ATTORNEY

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing has been served via the method(s) indicated, on this the 2nd day of April, 2007, upon the following:

[] Hand[] Mail[] Facsimile[x] Overnight[x] Email	Michael A. McMahan Special Counsel City of Chattanooga (Hamilton County) Office of the City Attorney Suite 400 801 Broad Street Chattanooga, TN 37402
[x] Hand[] Mail[] Facsimile[] Overnight[x] Email	Timothy C. Phillips, Esq. Vance L. Broemel, Esq. Office of the Attorney General Consumer Advocate and Protection Division 425 5th Avenue North, 2 nd Floor Nashville, TN 37243
[x] Hand[] Mail[] Facsimile[] Overnight[x] Email	Henry M. Walker, Esq. Boult, Cummings, Conners & Berry, PLC Suite 700 1600 Division Street Nashville, TN 37203
[] Hand[] Mail[] Facsimile[x] Overnight[x] Email	David C. Higney, Esq. Grant, Konvalinka & Harrison, P.C. 633 Chestnut Street, 9 th Floor Chattanooga, TN 37450
[] Hand[] Mail[] Facsimile[x] Overnight[x] Email	Frederick L. Hitchcock, Esq. Chambliss, Bahner & Stophel, P.C. 1000 Tallan Building Two Union Square Chattanooga, TN 37402

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