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A PROFESSIONAL LIMITED LIABILITY COMPANY

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OTHER OFFICES
KNOXVILLE
MEMPHIS

June 13, 2008

VIA HAND DELIVERY

Chairman Eddie Roberson, PhD
c/o Ms. Sharla Dillon
Tennessee Regulatory Authority
460 James Robertson Parkway
Nashville, Tennessee 37243

filed electronically in docket office on 06/16/08

Re: *Petition of Tennessee American Water Company To Change And Increase Certain Rates And Charge 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. 08-00039

Dear Chairman Roberson:

Enclosed please find an original and seven (7) sets of copies of Tennessee American Water Company's Supplemental Response to the Chattanooga Manufacturers Association's Discovery Requests, dated May 12, 2008. In addition, TAWC includes two compact disks. The first compact disk contains TAWC's Supplemental Responses and any responsive attachments in their native Word, Excel, or Adobe format. The second compact disk contains a pdf image of TAWC's Supplemental Response.

Please return three (3) copies of this Supplemental Response to me by way of our courier, which I would appreciate your stamping as "filed."

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

With kindest regards, I remain

Very truly yours,



R. Dale Grimes

Enclosures

Chairman Eddie Roberson, PhD

June 13, 2008

Page 2

cc: Hon. Ron Jones (*w/o enclosure*)
Hon. Sara Kyle (*w/o enclosure*)
Hon. Tre Hargett (*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*)
Timothy C. Phillips, Esq. (*w/enclosure*)
David C. Higney, Esq. (*w/enclosure*)
Henry M. Walker, Esq. (*w/enclosure*)
Michael A. McMahan, Esq. (*w/enclosure*)
Frederick L. Hitchcock, Esq., (*w/enclosure*)
Mr. John Watson (*w/o enclosure*)
Mr. Michael A. Miller (*w/o enclosure*)

Chairman Eddie Roberson, PhD
June 13, 2008
Page 3

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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 13th day of June, 2008, upon the following:

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



**TENNESSEE AMERICAN WATER COMPANY
DOCKET NO. 08-00039
CHATTANOOGA MANUFACTURERS ASSOCIATION'S
FIRST SET OF DATA REQUESTS**

Responsible Witness: John Watson/Mike Miller/Sheila Miller

Question:

6. Concerning the Company's proposed capital additions from the November 30, 2007 test year up to the attrition year ending August 31, 2009, please provide the following:
- a. A reconciliation of actual to budgeted capital expenditures after the end of the test year up to the most current point available.
 - b. Please provide a copy of the Company's five-year capital expenditure plan, with a complete explanation of all planned capital expenditures after year-end 2007.
 - c. A detailed description of each of the capital expenditure programs through the end of August 2009 with an assessment of the certainty that each capital expenditure will actually be made.
 - d. Please explain the adjustment to accumulated depreciation between the end of the November 2007 test year up through August 31, 2009.
 - e. Please provide workpapers showing the adjustment to accumulated deferred income taxes from the end of the test year up through August 31, 2009.

Supplemental Response:

TAWC reserves and incorporates its prior answer and all objections previously set forth in its response. Pursuant to discussions with the CMA held on June 12, 2008, TAWC understands that the CMA is seeking a capital expenditure plan projected over a number of years, including project descriptions, to the extent such document currently exists. Notwithstanding its objections and without waiving them, the Company states

that it will produce a capital expenditure plan for 2008 through 2012, inclusive. TAWC further states that information responsive to this Request is contained in TAWC's response to TRA Request No. 1 and 53.

To the extent the CMA has continuing concerns regarding the sufficiency of TAWC's supplemental response, the Company will work in good faith with the CMA to resolve these concerns.

**TENNESSEE AMERICAN WATER COMPANY
DOCKET NO. 08-00039
CHATTANOOGA MANUFACTURERS ASSOCIATION'S
FIRST SET OF DATA REQUESTS**

Responsible Witness: Michael Miller

Question:

8. Concerning management fees included in the Company's test year filing, please provide the following:
- a. Please identify the total American Water Works Corporation (AWW) and all associates' management fees and the percentage of those fees allocated to Tennessee-American in this proceeding.
 - b. Please identify the methodology for allocating total parent company management fees to Tennessee-American.
 - c. Please show the change in American Water Works total company management fees over the last five years.
 - d. Please show the change in the allocation of total company management fees to Tennessee-American over the last five years.
 - e. Please provide an explanation of how the Company plans to manage its management fees and to keep them competitive with alternative non-affiliate suppliers of comparable services.
 - f. Please explain the impact on Tennessee operations if the number of customers at other American Water Works affiliates are reduced through municipalization, loss of load, or other events that might cause a reduction in the number customers in the total system, and the relative increase in Tennessee-American customers relative to total AWW system.

Supplemental Response:

TAWC reserves and incorporates all objections previously set forth in its response. Subject to and notwithstanding its objections, TAWC supplements its prior response as follows:

**TENNESSEE AMERICAN WATER COMPANY
DOCKET NO. 08-00039
CHATTANOOGA MANUFACTURERS ASSOCIATION'S
FIRST SET OF DATA REQUESTS**

b. Based upon discussions with counsel held on June 12, 2008, TAWC understands that the CMA meant “service” company rather than “parent” company in its request. Accordingly, TAWC is providing, attached to this Response, a document containing formulas that are responsive to this request.

To the extent the CMA has continuing concerns regarding the sufficiency of TAWC’s supplemental response, the Company will work in good faith with the CMA to resolve these concerns.

SUMMARY OF STANDARD FORMULAS
AS OF 12/31/2007

CORPORATE TIER-ONE FORMULAS		CA-05	IL-09	IN-10	IA-11	KY-12	MD-13	MI-16	MO-17	NJ-18	NM-19	OH-22	AZ-23	PA-24	TN-26	VA-27	WV-28	HI-30	LI-38
100002-Expirec CP-PLANT/REVIEWEMPLOY WIO CHILE		4.85%	8.68%	8.01%	1.71%	3.33%	0.14%	0.11%	13.16%	17.96%	0.48%	1.63%	4.34%	18.24%	2.11%	1.53%	4.75%	0.26%	2.09%
100003 CP-PLANT/REVIEWEMPLOY WIO CHILE		4.85%	8.68%	8.01%	1.71%	3.33%	0.14%	0.11%	13.16%	17.96%	0.48%	1.63%	4.34%	18.24%	2.11%	1.53%	4.75%	0.26%	2.09%
100004-Expirec CP-REVIEWEMPLOY WIO CHILE		4.70%	8.42%	7.77%	1.66%	3.23%	0.14%	0.11%	12.77%	17.42%	0.46%	1.58%	4.21%	17.69%	2.04%	1.49%	4.61%	0.25%	2.02%
10000E CP-REVIEWEMPLOY WIO CHILE		4.70%	8.42%	7.77%	1.66%	3.23%	0.14%	0.11%	12.77%	17.42%	0.46%	1.58%	4.21%	17.70%	2.04%	1.49%	4.61%	0.25%	2.02%
10000E CP-REVENUE		4.61%	8.26%	7.63%	1.63%	3.17%	0.13%	0.11%	12.53%	17.10%	0.45%	1.55%	4.13%	17.36%	2.00%	1.46%	4.53%	0.25%	1.99%
10000E CP-BILLED PREMISES		5.13%	9.16%	8.46%	1.81%	3.52%	0.15%	0.00%	13.89%	18.98%	0.50%	1.72%	4.59%	19.25%	2.23%	1.62%	5.02%	0.28%	2.21%
10000E CP-EMPLOYEES		4.79%	8.57%	7.92%	1.69%	3.29%	0.14%	0.11%	13.01%	18.75%	0.47%	1.61%	4.29%	18.03%	2.08%	1.52%	4.70%	0.27%	2.17%
10001C CP-CAPEX		5.05%	9.04%	8.34%	1.78%	3.47%	0.15%	0.12%	13.71%	18.71%	0.50%	1.70%	4.52%	18.98%	2.19%	1.60%	4.95%	0.27%	2.17%
100012-Endd CP-PURCHASEORDERS		4.45%	7.96%	7.35%	1.57%	3.06%	0.13%	0.10%	12.07%	16.47%	0.44%	1.49%	3.98%	16.72%	1.93%	1.41%	4.36%	0.24%	1.91%
100013-Endd CP-INVOICES		4.45%	7.96%	7.35%	1.57%	3.06%	0.13%	0.10%	12.07%	16.47%	0.44%	1.49%	3.98%	16.72%	1.93%	1.41%	4.36%	0.24%	1.91%
100513-Endd CP-EMPLOYEES/RETIREES		4.79%	8.57%	7.92%	1.69%	3.29%	0.14%	0.11%	13.02%	17.75%	0.47%	1.61%	4.29%	18.03%	2.08%	1.52%	4.70%	0.26%	2.06%
CORPORATE REGION REGULATED FORMULAS		CA-05	IL-09	IN-10	IA-11	KY-12	MD-13	MI-16	MO-17	NJ-18	NM-19	OH-22	AZ-23	PA-24	TN-26	VA-27	WV-28	HI-30	LI-38
100014 CP-ALL REGULATED CO'S (W & WV)		5.18%	9.27%	8.56%	1.83%	3.56%	0.15%	0.12%	14.06%	19.19%	0.51%	1.74%	4.64%	19.48%	2.25%	1.64%	5.08%	0.28%	2.23%
100533 CP-ALL REGULATED WATER CO'S		5.34%	8.98%	8.91%	1.90%	3.69%	0.15%	0.12%	14.63%	19.13%	0.53%	1.61%	4.79%	19.87%	2.35%	1.71%	5.30%	0.00%	2.33%
100233 CP-ALL REGULATED WASTE WTR CO		1.64%	16.12%	0.33%	0.00%	0.51%	0.00%	0.00%	0.79%	20.66%	0.00%	4.79%	37.01%	10.63%	0.00%	0.00%	6.75%	0.00%	0.00%
100792 CP-CUST CALL CNTR REG CO'S		5.19%	9.28%	8.57%	1.83%	3.56%	0.15%	0.00%	14.07%	19.22%	0.51%	1.74%	4.65%	19.50%	2.26%	1.64%	5.08%	0.28%	2.24%
WESTERN REGION TIER-ONE FORMULAS		CA-05	NM-19	AZ-23	HI-30	TX-50	TOT REG	AWK-02	AWK-21	AWK-31	TOT NREG	TOTAL							
100016-Expirec WE-PLANT/REVIEWEMPLOY		48.15%	4.71%	43.11%	2.60%	1.43%	100.00%	0.00%	0.00%	0.00%	0.00%	100.00%							
100018-Expirec WE-REVIEWEMPLOY		48.16%	4.71%	43.11%	2.60%	1.43%	100.01%	0.00%	0.00%	0.00%	0.00%	100.01%							
100504-Expirec WE-EMPLOYEES		48.15%	4.71%	43.11%	2.60%	1.43%	100.00%	0.00%	0.00%	0.00%	0.00%	100.00%							
10002C WE-CAPEX		48.15%	4.71%	43.11%	2.60%	1.43%	100.00%	0.00%	0.00%	0.00%	0.00%	100.00%							
100508-Expirec WE-PURCHASEORDERS		48.15%	4.71%	43.11%	2.60%	1.43%	100.00%	0.00%	0.00%	0.00%	0.00%	100.00%							
WESTERN REGION REGULATED FORMULAS		CA-05	NM-19	AZ-23	HI-30	TX-50	TOT REG	AWK-02	AWK-21	AWK-31	TOT NREG	TOTAL							
100014 WE-ALL REGION REGULATED		48.15%	4.71%	43.11%	2.60%	1.43%	100.00%	0.00%	0.00%	0.00%	0.00%	100.00%							
CENTRAL REGION TIER-ONE FORMULAS		IL-09	IN-10	IA-11	MI-16	MO-17	OH-22	TOT REG	AWK-02	AWK-21	AWK-31	TOT NREG	TOTAL						
100034-Expirec CE-PLANT/REVIEWEMPLOY		26.07%	24.06%	5.13%	0.33%	39.53%	4.88%	100.01%	0.00%	0.00%	0.00%	0.00%	100.01%						
100036-Expirec CE-REVIEWEMPLOY		26.07%	24.06%	5.13%	0.33%	39.52%	4.88%	100.00%	0.00%	0.00%	0.00%	0.00%	100.00%						
100502-Expirec CE-EMPLOYEES		26.07%	24.06%	5.13%	0.33%	39.51%	4.88%	99.99%	0.00%	0.00%	0.00%	0.00%	99.99%						
10003E CE-CAPEX		26.07%	24.06%	5.13%	0.33%	39.52%	4.88%	100.00%	0.00%	0.00%	0.00%	0.00%	100.00%						
100509-Expirec CE-PURCHASEORDERS		26.07%	24.06%	5.13%	0.33%	39.52%	4.88%	100.00%	0.00%	0.00%	0.00%	0.00%	100.00%						
CENTRAL REGION REGULATED FORMULAS		IL-09	IN-10	IA-11	MI-16	MO-17	OH-22	TOT REG	AWK-02	AWK-21	AWK-31	TOT NREG	TOTAL						
100032 CE-ALL REGION REGULATED		26.07%	24.06%	5.13%	0.33%	39.52%	4.88%	100.00%	0.00%	0.00%	0.00%	0.00%	100.00%						
NORTHEAST REGION TIER-ONE FORMULAS		NJ-18	LI-38	ETOWN-52	MT HLLY-53	TOT REG	AWK-02	AWK-21	AWK-31	EDISON-54	LIBERTY-55	ET SVCS-56	TOT NREG	TOTAL					
100076-Expirec NE-PLANT/REVIEWEMPLOY		87.90%	10.22%	0.00%	0.00%	98.12%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	100.00%					
100078-Expirec NE-REVIEWEMPLOY		87.31%	10.16%	0.00%	0.00%	97.47%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	100.00%					
100500-Expirec NE-EMPLOYEES		89.57%	10.42%	0.00%	0.00%	99.99%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	100.00%					
10008C NE-CAPEX		89.30%	10.39%	0.00%	0.00%	99.69%	0.00%	0.00%	0.00%	0.25%	0.06%	0.00%	0.31%	100.00%					
100510-Expirec NE-PURCHASEORDERS		86.64%	10.08%	0.00%	0.00%	96.72%	0.00%	0.00%	0.00%	0.87%	1.93%	0.49%	3.29%	100.01%					
NORTHEAST REGION TIER-ONE FORMULAS		NJ-18	LI-38	ETOWN-52	MT HLLY-53	TOT REG	AWK-02	AWK-21	AWK-31	EDISON-54	LIBERTY-55	ET SVCS-56	TOT NREG	TOTAL					
100074 NE-ALL REGION REGULATED		89.58%	10.42%	0.00%	0.00%	100.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	100.00%					
SOUTHEAST REGION TIER-ONE FORMULAS		KY-12	MD-13	PA-24	TN-26	VA-27	WV-28	VA-EAST-42	TOT REG	AWK-02	AWK-21	AWK-31	TOT NREG	TOTAL					
10054-Expirec SE-PLANT/REVIEWEMPLOY		11.04%	0.45%	60.46%	6.99%	5.09%	15.74%	0.24%	100.01%	0.00%	0.00%	0.00%	0.00%	100.01%					
100056-Expirec SE-REVIEWEMPLOY		11.04%	0.45%	60.44%	6.99%	5.09%	15.74%	0.24%	99.99%	0.00%	0.00%	0.00%	0.00%	99.99%					
100503-Expirec SE-EMPLOYEES		11.04%	0.45%	60.45%	6.99%	5.09%	15.74%	0.24%	100.00%	0.00%	0.00%	0.00%	0.00%	100.00%					
10005E SE-CAPEX		11.04%	0.45%	60.45%	6.99%	5.09%	15.74%	0.24%	100.00%	0.00%	0.00%	0.00%	0.00%	100.00%					
100511-Expirec SE-PURCHASEORDERS		11.04%	0.45%	60.46%	6.99%	5.09%	15.74%	0.24%	100.01%	0.00%	0.00%	0.00%	0.00%	100.01%					
SOUTHEAST REGION TIER-ONE FORMULAS		KY-12	MD-13	PA-24	TN-26	VA-27	WV-28	VA-EAST-42	TOT REG	AWK-02	AWK-21	AWK-31	TOT NREG	TOTAL					
100052 SE-ALL REGION REGULATED		11.04%	0.45%	60.45%	6.99%	5.09%	15.74%	0.24%	100.00%	0.00%	0.00%	0.00%	0.00%	100.00%					

SUMMARY OF STANDARD FORMULAS
AS OF 12/31/2007

	VA-EAST - 42	TX - 50	ETOWN - 52	MT HLY - 53	TOT. REG	AWK - 02	SVC CO - 03	AWR - 21	AWE - 31	EDISON - 54	LIBERTY - 55	ET SVCS - 56	TOT. NREG	TOTAL
CORPORATE TIER-ONE FORMULAS														
100002-Expirec	0.07%	0.14%	0.00%	0.00%	93.59%	0.02%		0.59%	5.18%	0.21%	0.38%	0.04%	6.42%	100.01%
100003	CP-PLANT/REVIEW/EMPLOY W/CHILE													
100004-Expirec	0.07%	0.14%	0.00%	0.00%	93.59%	0.02%		0.59%	5.17%	0.21%	0.38%	0.04%	6.41%	100.00%
100005	CP-REVIEW/EMPLOY W/CHILE													
100006	CP-REVIEW/EMPLOY W/CHILE				90.78%	0.05%		0.00%	8.61%	0.14%	0.33%	0.08%	9.21%	99.99%
100007	CP-REVENUE				90.79%	0.05%		0.00%	8.61%	0.14%	0.33%	0.08%	9.21%	100.00%
100008	CP-BILLED PREMISES				89.09%	0.00%		0.00%	9.61%	0.33%	0.78%	0.19%	10.91%	100.00%
10001C	CP-EMPLOYEES				98.75%	0.00%		0.00%	0.11%	0.27%	0.87%	0.00%	1.25%	100.00%
100012-Endd	CP-CAPEX				92.50%	0.08%		0.00%	7.42%	0.00%	0.00%	0.00%	7.50%	100.00%
100013-Endd	CP-PURCHASE ORDERS				97.48%	0.00%	2.05%	0.00%	0.41%	0.05%	0.01%	0.00%	2.52%	100.00%
100513-Endd	CP-INVOICES				85.84%	0.25%		0.17%	13.13%	0.16%	0.37%	0.08%	14.17%	100.01%
100513-Endd	CP-EMPLOYEES/RETIREES				85.84%	0.25%		0.17%	13.13%	0.16%	0.37%	0.08%	14.17%	100.01%
100513-Endd	CP-EMPLOYEES/RETIREES				92.51%	0.08%		0.00%	7.43%	0.00%	0.00%	0.00%	7.51%	100.02%
CORPORATE REGION REGULATED FORMULAS														
100001	CP-ALL REGULATED COS (W & WW)				100.00%	0.00%		0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	100.00%
100533	CP-ALL REGULATED WATER COS				100.00%	0.00%		0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	100.00%
100233	CP-ALL REGULATED WASTE WTR CO				100.00%	0.00%		0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	100.00%
100792	CP-CUST CALL CNTR REG COS				100.00%	0.00%		0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	100.00%
WESTERN REGION TIER-ONE FORMULAS														
100016-Expirec	WE-PLANT/REVIEW/EMPLOY													
100018-Expirec	WE-REVIEW/EMPLOY													
100504-Expirec	WE-EMPLOYEES													
10002C	WE-CAPEX													
100509-Expirec	WE-PURCHASE ORDERS													
WESTERN REGION REGULATED FORMULAS														
100014	WE-ALL REGION REGULATED													
CENTRAL REGION TIER-ONE FORMULAS														
100034-Expirec	CE-PLANT/REVIEW/EMPLOY													
100036-Expirec	CE-REVIEW/EMPLOY													
100502-Expirec	CE-EMPLOYEES													
100038	CE-CAPEX													
100509-Expirec	CE-PURCHASE ORDERS													
CENTRAL REGION REGULATED FORMULAS														
100032	CE-ALL REGION REGULATED													
NORTHEAST REGION TIER-ONE FORMULAS														
100076-Expirec	NE-PLANT/REVIEW/EMPLOY													
100078-Expirec	NE-REVIEW/EMPLOY													
100500-Expirec	NE-EMPLOYEES													
10008C	NE-CAPEX													
100510-Expirec	NE-PURCHASE ORDERS													
NORTHEAST REGION TIER-ONE FORMULAS														
100074	NE-ALL REGION REGULATED													
SOUTHEAST REGION TIER-ONE FORMULAS														
100034-Expirec	SE-PLANT/REVIEW/EMPLOY													
100056-Expirec	SE-REVIEW/EMPLOY													
100503-Expirec	SE-EMPLOYEES													
100058	SE-CAPEX													
100511-Expirec	SE-PURCHASE ORDERS													
SOUTHEAST REGION TIER-ONE FORMULAS														
100052	SE-ALL REGION REGULATED													

AMERICAN WATER WORKS SERVICE COMPANY, INC.

CUSTOMER COUNT

AS OF 12/31/2007

* Elizabethtown Water & Mt Holly Water merged w/NJAW

CO #	COMPANY NAME	WATER	WASTEWATER	TOTAL	%
05	CALIFORNIA-AM	169,196	2,248	171,444	5.18%
09	ILLINOIS-AMER	284,593	22,147	306,740	9.27%
10	INDIANA-AMER	282,632	454	283,086	8.56%
11	IOWA-AMERIC	60,403	-	60,403	1.83%
12	KENTUCKY-AM	117,088	705	117,793	3.56%
13	MARYLAND-AM	4,833	-	4,833	0.15%
16	MICHIGAN-AME	3,891	-	3,891	0.12%
17	MISSOURI-AME	463,999	1,088	465,087	14.06%
18	NEW JERSEY-/	606,572	28,385	634,957	19.19%
19	NEW MEXICO-/	16,774	-	16,774	0.51%
22	OHIO-AMERICA	51,000	6,578	57,578	1.74%
23	ARIZONA-AMEI	102,683	50,835	153,518	4.64%
24	PENNSYLVANI	630,132	14,588	644,720	19.48%
26	TENNESSEE-A	74,540	-	74,540	2.25%
27	VIRGINIA-AMEF	54,253	-	54,253	1.64%
28	WEST VIRGINI	167,909	-	167,909	5.08%
30	HAWAII-AMERI	-	9,273	9,273	0.28%
38	LONG ISLAND-/	73,873	-	73,873	2.23%
42	UNITED WATEI	2,535	-	2,535	0.08%
50	TEXAS-AMERIC	4,026	1,063	5,089	0.15%
52	ELIZABETHTO	-	-	-	0.00%
53	Mt HOLLY WAT	-	-	-	0.00%
Total		3,170,932	137,364	3,308,296	100.00%

100001 CP-ALL REGULATED CO'S (W & WW)

05	CALIFORNIA-AMERICAN	171,444	5.18%
09	ILLINOIS-AMERICAN	306,740	9.27%
10	INDIANA-AMERICAN	283,086	8.56%
11	IOWA-AMERICAN	60,403	1.83%
12	KENTUCKY-AMERICAN	117,793	3.56%
13	MARYLAND-AMERICAN	4,833	0.15%
16	MICHIGAN-AMERICAN	3,891	0.12%
17	MISSOURI-AMERICAN	465,087	14.06%
18	NEW JERSEY-AMERICAN	634,957	19.19%
19	NEW MEXICO-AMERICAN	16,774	0.51%
22	OHIO-AMERICAN	57,578	1.74%
23	ARIZONA-AMERICAN	153,518	4.64%
24	PENNSYLVANIA-AMERICAN	644,720	19.48%
26	TENNESSEE-AMERICAN	74,540	2.25%
27	VIRGINIA-AMERICAN	54,253	1.64%
28	WEST VIRGINIA-AMERICAN	167,909	5.08%
30	HAWAII-AMERICAN	9,273	0.28%
38	LONG ISLAND-AMERICAN	73,873	2.23%
42	UNITED WATER VIRGINIA	2,535	0.08%
50	TEXAS-AMERICAN	5,089	0.15%
52	ELIZABETHTOWN WATER Co	0	0.00%
53	Mt HOLLY WATER Co	0	0.00%
Total		3,308,296	100.00%

AMERICAN WATER WORKS SERVICE COMPANY, INC.

CUSTOMER COUNT

AS OF 12/31/2007

* Elizabethtown Water & Mt Holly Water merged w/NJAW

CO #	COMPANY NAME	WATER	WASTEWATER	TOTAL	%
100533 CP-ALL REGULATED WATER CO'S					
05	CALIFORNIA-AI	169,196			5.34%
09	ILLINOIS-AMER	284,593			8.98%
10	INDIANA-AMER	282,632			8.91%
11	IOWA-AMERIC/	60,403			1.90%
12	KENTUCKY-AM	117,088			3.69%
13	MARYLAND-AM	4,833			0.15%
16	MICHIGAN-AME	3,891			0.12%
17	MISSOURI-AME	463,999			14.63%
18	NEW JERSEY-/	606,572			19.13%
19	NEW MEXICO-/	16,774			0.53%
22	OHIO-AMERIC/	51,000			1.61%
23	ARIZONA-AMEI	102,683			3.24%
24	PENNSYLVANI/	630,132			19.87%
26	TENNESSEE-AI	74,540			2.35%
27	VIRGINIA-AMEF	54,253			1.71%
28	WEST VIRGINI/	167,909			5.30%
30	HAWAII-AMERI	-			0.00%
38	LONG ISLAND-/	73,873			2.33%
42	UNITED WATER	2,535			0.08%
50	TEXAS-AMERIC	4,026			0.13%
52	ELIZABETHTOV	-			0.00%
53	Mt HOLLY WAT	-			0.00%
Total		3,170,932	0	0	100.00%

100233 CP-ALL REGULATED WASTE WTR CO					
05	CALIFORNIA-AMERICAN	2,248			1.64%
09	ILLINOIS-AMERICAN	22,147			16.12%
10	INDIANA-AMERICAN	454			0.33%
11	IOWA-AMERICAN	-			0.00%
12	KENTUCKY-AMERICAN	705			0.51%
13	MARYLAND-AMERICAN	-			0.00%
16	MICHIGAN-AMERICAN	-			0.00%
17	MISSOURI-AMERICAN	1,088			0.79%
18	NEW JERSEY-AMERICAN	28,385			20.66%
19	NEW MEXICO-AMERICAN	-			0.00%
22	OHIO-AMERICAN	6,578			4.79%
23	ARIZONA-AMERICAN	50,835			37.01%
24	PENNSYLVANIA-AMERICAN	14,588			10.63%
26	TENNESSEE-AMERICAN	-			0.00%
27	VIRGINIA-AMERICAN	-			0.00%
28	WEST VIRGINIA-AMERICAN	-			0.00%
30	HAWAII-AMERICAN	9,273			6.75%
38	LONG ISLAND-AMERICAN	-			0.00%
42	UNITED WATER VIRGINIA	-			0.00%
50	TEXAS-AMERICAN	1,063			0.77%
52	ELIZABETHTOWN WATER Co	-			0.00%
53	Mt HOLLY WATER Co	-			0.00%
Total		0	137,364	0	100.00%

AMERICAN WATER WORKS SERVICE COMPANY, INC.
CUSTOMER COUNT
AS OF 12/31/2007

* Elizabethtown Water & Mt Holly Water merged w/NJAW

CO #	COMPANY NAME	WATER	WASTEWATER	TOTAL	%
100792 CP-CUST CALL CNTR REG CO'S					
05	CALIFORNIA-AI	169,196	2,248	171,444	5.19%
09	ILLINOIS-AMER	284,593	22,147	306,740	9.28%
10	INDIANA-AMER	282,632	454	283,086	8.57%
11	IOWA-AMERICA	60,403	-	60,403	1.83%
12	KENTUCKY-AM	117,088	705	117,793	3.56%
13	MARYLAND-AM	4,833	-	4,833	0.15%
17	MISSOURI-AME	463,999	1,088	465,087	14.07%
18	NEW JERSEY-/	606,572	28,385	634,957	19.22%
19	NEW MEXICO-/	16,774	-	16,774	0.51%
22	OHIO-AMERICA	51,000	6,578	57,578	1.74%
23	ARIZONA-AMEI	102,683	50,835	153,518	4.65%
24	PENNSYLVANI	630,132	14,588	644,720	19.50%
26	TENNESSEE-AI	74,540	-	74,540	2.26%
27	VIRGINIA-AMEF	54,253	-	54,253	1.64%
28	WEST VIRGINI	167,909	-	167,909	5.08%
30	HAWAII-AMERI	-	9,273	9,273	0.28%
38	LONG ISLAND-/	73,873	-	73,873	2.24%
42	UNITED WATEI	2,535	-	2,535	0.08%
50	TEXAS-AMERIC	4,026	1,063	5,089	0.15%
52	ELIZABETHTO	-	-	-	0.00%
53	Mt HOLLY WAT	-	-	-	0.00%
Total		3,167,041	137,364	3,304,405	100.00%
100014 WE-ALL REGION REGULATED					
05	CALIFORNIA-AMERICAN			171,444	48.15%
19	NEW MEXICO-AMERICAN			16,774	4.71%
23	ARIZONA-AMERICAN			153,518	43.11%
30	HAWAII-AMERICAN			9,273	2.60%
50	TEXAS-AMERICAN			5,089	1.43%
Total		0	0	356,098	100.00%
100032 CE-ALL REGION REGULATED					
09	ILLINOIS-AMERICAN			306,740	26.07%
10	INDIANA-AMERICAN			283,086	24.06%
11	IOWA-AMERICAN			60,403	5.13%
16	MICHIGAN-AMERICAN			3,891	0.33%
17	MISSOURI-AMERICAN			465,087	39.52%
22	OHIO-AMERICAN			57,578	4.89%
Total		0	0	1,176,785	100.00%
100052 SE-ALL REGION REGULATED					
12	KENTUCKY-AMERICAN			117,793	11.04%
13	MARYLAND-AMERICAN			4,833	0.45%
24	PENNSYLVANIA-AMERICAN			644,720	60.45%
26	TENNESSEE-AMERICAN			74,540	6.99%
27	VIRGINIA-AMERICAN			54,253	5.09%
28	WEST VIRGINIA-AMERICAN			167,909	15.74%
42	UNITED WATER VIRGINIA			2,535	0.24%
Total		0	0	1,066,583	100.00%
100074 NE-ALL REGION REGULATED					
18	NEW JERSEY-AMERICAN			634,957	89.58%
38	LONG ISLAND-AMERICAN			73,873	10.42%
52	ELIZABETHTOWN WATER Co			0	0.00%
53	Mt HOLLY WATER Co			0	0.00%
Total		0	0	708,830	100.00%

AMERICAN WATER WORKS SERVICE COMPANY, INC.

CUSTOMER COUNT

AS OF 12/31/2007

* Elizabethtown Water & Mt Holly Water merged w/NJAW

CO #	COMPANY NAME	WATER	WASTEWATER	TOTAL	%
End in 2008 - Elizabethtown merged w/NJAW					
100625 NE-ALL REGION REGULATED except Long Island					
18	NEW JERSEY-AMERICAN			634,957	100.00%
52	ELIZABETHTOWN WATER Co			-	0.00%
53	Mt HOLLY WATER Co			-	0.00%
		0	0	634,957	100.00%
100945 CE-ALL REGION REG EXCL MI					
09	ILLINOIS-AMERICAN			306,740	26.15%
10	INDIANA-AMERICAN			283,086	24.14%
11	IOWA-AMERICAN			60,403	5.15%
17	MISSOURI-AMERICAN			465,087	39.65%
22	OHIO-AMERICAN			57,578	4.91%
Total		0	0	1,172,894	100.00%
100983 ED-ALL REGION REGULATED					
12	KENTUCKY-AMERICAN			117,793	6.63%
13	MARYLAND-AMERICAN			4,833	0.27%
18	NEW JERSEY-AMERICAN			634,957	35.76%
24	PENNSYLVANIA-AMERICAN			644,720	36.32%
26	TENNESSEE-AMERICAN			74,540	4.20%
27	VIRGINIA-AMERICAN			54,253	3.06%
28	WEST VIRGINIA-AMERICAN			167,909	9.46%
38	LONG ISLAND-AMERICAN			73,873	4.16%
42	UNITED WATER VIRGINIA			2,535	0.14%
52	ELIZABETHTOWN WATER Co			0	0.00%
53	Mt HOLLY WATER Co			0	0.00%
Total		0	0	1,775,413	100.00%
100993 SE-External Affairs excl PA					
12	KENTUCKY-AMERICAN			117,793	27.92%
13	MARYLAND-AMERICAN			4,833	1.15%
26	TENNESSEE-AMERICAN			74,540	17.67%
27	VIRGINIA-AMERICAN			54,253	12.86%
28	WEST VIRGINIA-AMERICAN			167,909	39.80%
42	UNITED WATER VIRGINIA			2,535	0.60%
Total		0	0	421,863	100.00%
100XXX NE-External Affairs incl PA					
18	NEW JERSEY-AMERICAN			634,957	46.91%
24	PENNSYLVANIA-AMERICAN			644,720	47.63%
38	LONG ISLAND-AMERICAN			73,873	5.46%
Total		0	0	1,353,550	100.00%

AMERICAN WATER WORKS SERVICE COMPANY, INC.
TIER 1 FORMULAS
AS OF 12/31/2007

FORMULA #	FORMULA DESCRIPTION	REG	DATA		TOTAL	PERCENTAGES		
			NON-REG			REG	NON-REG	TOTAL
100002	CP-PLANT/REV/EMPLOY W/CHILE							
	REV	\$ 1,995,298	\$ 244,359	\$ 2,239,657	89.09%	10.91%	100.00%	
	PLANT	\$ 9,312,207	\$ 77,049	\$ 9,389,256	99.18%	0.82%	100.00%	
	EMPLOYEES (ALL)	4,735	384	5,119	92.50%	7.50%	100.00%	
	AVERAGE				93.59%	6.41%	100.00%	

ALLOCATE REGULATED BY CUSTOMER COUNT		CUST COUNT	%	FINAL %
05	CALIFORNIA-AMERICAN	171,444	5.18%	4.85%
09	ILLINOIS-AMERICAN	306,740	9.27%	8.68%
10	INDIANA-AMERICAN	283,086	8.56%	8.01%
11	IOWA-AMERICAN	60,403	1.83%	1.71%
12	KENTUCKY-AMERICAN	117,793	3.56%	3.33%
13	MARYLAND-AMERICAN	4,833	0.15%	0.14%
16	MICHIGAN-AMERICAN	3,891	0.12%	0.11%
17	MISSOURI-AMERICAN	465,087	14.06%	13.16%
18	NEW JERSEY-AMERICAN	634,957	19.19%	17.96%
19	NEW MEXICO-AMERICAN	16,774	0.51%	0.48%
22	OHIO-AMERICAN	57,578	1.74%	1.63%
23	ARIZONA-AMERICAN	153,518	4.64%	4.34%
24	PENNSYLVANIA-AMERICAN	644,720	19.48%	18.24%
26	TENNESSEE-AMERICAN	74,540	2.25%	2.11%
27	VIRGINIA-AMERICAN	54,253	1.64%	1.53%
28	WEST VIRGINIA-AMERICAN	167,909	5.08%	4.75%
30	HAWAII-AMERICAN	9,273	0.28%	0.26%
38	LONG ISLAND-AMERICAN	73,873	2.23%	2.09%
42	UNITED WATER VIRGINIA	2,535	0.08%	0.07%
50	TEXAS-AMERICAN	5,089	0.15%	0.14%
52	ELIZABETHTOWN WATER Co	-	0.00%	0.00%
53	Mt HOLLY WATER Co	-	0.00%	0.00%
	Total	3,308,296	100.00%	93.59%

ALLOCATE NON-REGULATED BY FACTOR

	REV	PLANT	EMPLOY
00002 American Water Works Company	\$ -	\$ 83	4
00021 American Water Resources, Inc	\$ -	\$ 21,133	-
00031 AWW Products & Services Total	\$ 215,290	\$ 42,240	380
00054 Edison Water Company	\$ 7,412	\$ 5,379	-
00055 Liberty Water Company	\$ 17,366	\$ 8,214	-
00056 Etown Services LLC	\$ 4,291	\$ -	-
Total Non-Regulated	\$ 244,359	\$ 77,049	384

Individual Factor Percentages:	% REV	% PLANT	% EMPLOY	% AVG	FINAL %
American Water Works Company	0.00%	0.11%	1.04%	0.38%	0.02%
American Water Resources, Inc	0.00%	27.43%	0.00%	9.14%	0.59%
AWW Products & Services Total	88.10%	54.82%	98.96%	80.63%	5.18%
Edison Water Company	3.03%	6.98%	0.00%	3.34%	0.21%
Liberty Water Company	7.11%	10.66%	0.00%	5.92%	0.38%
Etown Services LLC	1.76%	0.00%	0.00%	0.59%	0.04%
Total Non-Regulated	100.00%	100.00%	100.00%	100.00%	6.42%

FORMULA #	FORMULA DESCRIPTION	REG	DATA		TOTAL	PERCENTAGES		
			NON-REG			REG	NON-REG	TOTAL
100003	CP-PLANT/REV/EMPLOY W/O CHILE							
	REV	\$ 1,995,298	\$ 244,359	\$ 2,239,657	89.09%	10.91%	100.00%	
	PLANT	\$ 9,312,207	\$ 77,049	\$ 9,389,256	99.18%	0.82%	100.00%	
	EMPLOYEES (ALL)	4,735	384	5,119	92.50%	7.50%	100.00%	
	AVERAGE				93.59%	6.41%	100.00%	

ALLOCATE REGULATED BY CUSTOMER COUNT		CUST COUNT	%	FINAL %
05	CALIFORNIA-AMERICAN	171,444	5.18%	4.85%
09	ILLINOIS-AMERICAN	306,740	9.27%	8.68%
10	INDIANA-AMERICAN	283,086	8.56%	8.01%
11	IOWA-AMERICAN	60,403	1.83%	1.71%
12	KENTUCKY-AMERICAN	117,793	3.56%	3.33%
13	MARYLAND-AMERICAN	4,833	0.15%	0.14%
16	MICHIGAN-AMERICAN	3,891	0.12%	0.11%
17	MISSOURI-AMERICAN	465,087	14.06%	13.16%
18	NEW JERSEY-AMERICAN	634,957	19.19%	17.96%
19	NEW MEXICO-AMERICAN	16,774	0.51%	0.48%
22	OHIO-AMERICAN	57,578	1.74%	1.63%
23	ARIZONA-AMERICAN	153,518	4.64%	4.34%
24	PENNSYLVANIA-AMERICAN	644,720	19.48%	18.24%
26	TENNESSEE-AMERICAN	74,540	2.25%	2.11%
27	VIRGINIA-AMERICAN	54,253	1.64%	1.53%
28	WEST VIRGINIA-AMERICAN	167,909	5.08%	4.75%
30	HAWAII-AMERICAN	9,273	0.28%	0.26%
38	LONG ISLAND-AMERICAN	73,873	2.23%	2.09%
42	UNITED WATER VIRGINIA	2,535	0.08%	0.07%
50	TEXAS-AMERICAN	5,089	0.15%	0.14%
52	ELIZABETHTOWN WATER Co	-	0.00%	0.00%
53	Mt HOLLY WATER Co	-	0.00%	0.00%
	Total	3,308,296	100.00%	93.59%

ALLOCATE NON-REGULATED BY FACTOR

	REV	PLANT	EMPLOY		
00002	American Water Works Company	\$ -	\$ 83	4	
00021	American Water Resources, Inc	\$ -	\$ 21,133	-	100.00%
00031	AW Products & Services Total	\$ 215,290	\$ 42,240	380	
00054	Edison Water Company	\$ 7,412	\$ 5,379	-	
00055	Liberty Water Company	\$ 17,366	\$ 8,214	-	
00056	Etown Services LLC	\$ 4,291	\$ -	-	
	Total Non-Regulated	\$ 244,359	\$ 77,049	384	
<u>Individual Factor Percentages:</u>					
	% REV	% PLANT	% EMPLOY	% AVG	FINAL %
American Water Works Company	0.00%	0.11%	1.04%	0.38%	0.02%
American Water Resources, Inc	0.00%	27.43%	0.00%	9.14%	0.59%
AW Products & Services Total	88.10%	54.82%	98.96%	80.63%	5.17%
Edison Water Company	3.03%	6.98%	0.00%	3.34%	0.21%
Liberty Water Company	7.11%	10.66%	0.00%	5.92%	0.38%
Etown Services LLC	1.76%	0.00%	0.00%	0.59%	0.04%
Total Non-Regulated	100.00%	100.00%	100.00%	100.00%	6.41%

FORMULA #	FORMULA DESCRIPTION	REG	DATA		TOTAL	PERCENTAGES				
			NON-REG			REG	NON-REG	TOTAL		
100004	CP-REV/EMPLOY W/CHILE									
	REV	\$	1,995,298	\$	244,359	\$	2,239,657	89.09%	10.91%	100.00%
	EMPLOYEES (ALL)		4,735		384		5,119	92.50%	7.50%	100.00%
	AVERAGE							90.79%	9.21%	100.00%

ALLOCATE REGULATED BY CUSTOMER COUNT		CUST COUNT	%	FINAL %
05	CALIFORNIA-AMERICAN	171,444	5.18%	4.70%
09	ILLINOIS-AMERICAN	306,740	9.27%	8.42%
10	INDIANA-AMERICAN	283,086	8.56%	7.77%
11	IOWA-AMERICAN	60,403	1.83%	1.66%
12	KENTUCKY-AMERICAN	117,793	3.56%	3.23%
13	MARYLAND-AMERICAN	4,833	0.15%	0.14%
16	MICHIGAN-AMERICAN	3,891	0.12%	0.11%
17	MISSOURI-AMERICAN	465,087	14.06%	12.77%
18	NEW JERSEY-AMERICAN	634,957	19.19%	17.42%
19	NEW MEXICO-AMERICAN	16,774	0.51%	0.46%
22	OHIO-AMERICAN	57,578	1.74%	1.58%
23	ARIZONA-AMERICAN	153,518	4.64%	4.21%
24	PENNSYLVANIA-AMERICAN	644,720	19.48%	17.69%
26	TENNESSEE-AMERICAN	74,540	2.25%	2.04%
27	VIRGINIA-AMERICAN	54,253	1.64%	1.49%
28	WEST VIRGINIA-AMERICAN	167,909	5.08%	4.61%
30	HAWAII-AMERICAN	9,273	0.28%	0.25%
38	LONG ISLAND-AMERICAN	73,873	2.23%	2.02%
42	UNITED WATER VIRGINIA	2,535	0.08%	0.07%
50	TEXAS-AMERICAN	5,089	0.15%	0.14%
52	ELIZABETHTOWN WATER Co	-	0.00%	0.00%
53	Mt HOLLY WATER Co	-	0.00%	0.00%
	Total	3,308,296	100.00%	90.78%

ALLOCATE NON-REGULATED BY FACTOR		REV	PLANT	EMPLOY
00002	American Water Works Company	\$ -		4
00021	American Water Resources, Inc	\$ -		-
00031	AW Products & Services Total	\$ 215,290		380
00054	Edison Water Company	\$ 7,412		-
00055	Liberty Water Company	\$ 17,366		-
00056	Etown Services LLC	\$ 4,291		-
	Total Non-Regulated	\$ 244,359		384

Individual Factor Percentages:	% REV	% PLANT	% EMPLOY	% AVG	FINAL %
American Water Works Company	0.00%		1.04%	0.52%	0.05%
American Water Resources, Inc	0.00%		0.00%	0.00%	0.00%
AW Products & Services Total	88.10%		98.96%	93.53%	8.61%
Edison Water Company	3.03%		0.00%	1.52%	0.14%
Liberty Water Company	7.11%		0.00%	3.55%	0.33%
Etown Services LLC	1.76%		0.00%	0.88%	0.08%
Total Non-Regulated	100.00%		100.00%	100.00%	9.21%

FORMULA #	FORMULA DESCRIPTION	REG	DATA		TOTAL	PERCENTAGES		
			NON-REG			REG	NON-REG	TOTAL
100005	CP-REV/EMPLOY W/O CHILE							
	REV	\$ 1,995,298	\$ 244,359	\$ 2,239,657	89.09%	10.91%	100.00%	
	EMPLOYEES (ALL)	4,735	384	5,119	92.50%	7.50%	100.00%	
	AVERAGE				90.79%	9.21%	100.00%	

ALLOCATE REGULATED BY CUSTOMER COUNT		CUST COUNT	%	FINAL %
05	CALIFORNIA-AMERICAN	171,444	5.18%	4.70%
09	ILLINOIS-AMERICAN	306,740	9.27%	8.42%
10	INDIANA-AMERICAN	283,086	8.56%	7.77%
11	IOWA-AMERICAN	60,403	1.83%	1.66%
12	KENTUCKY-AMERICAN	117,793	3.56%	3.23%
13	MARYLAND-AMERICAN	4,833	0.15%	0.14%
16	MICHIGAN-AMERICAN	3,891	0.12%	0.11%
17	MISSOURI-AMERICAN	465,087	14.06%	12.77%
18	NEW JERSEY-AMERICAN	634,957	19.19%	17.42%
19	NEW MEXICO-AMERICAN	16,774	0.51%	0.46%
22	OHIO-AMERICAN	57,578	1.74%	1.58%
23	ARIZONA-AMERICAN	153,518	4.64%	4.21%
24	PENNSYLVANIA-AMERICAN	644,720	19.48%	17.70%
26	TENNESSEE-AMERICAN	74,540	2.25%	2.04%
27	VIRGINIA-AMERICAN	54,253	1.64%	1.49%
28	WEST VIRGINIA-AMERICAN	167,909	5.08%	4.61%
30	HAWAII-AMERICAN	9,273	0.28%	0.25%
38	LONG ISLAND-AMERICAN	73,873	2.23%	2.02%
42	UNITED WATER VIRGINIA	2,535	0.08%	0.07%
50	TEXAS-AMERICAN	5,089	0.15%	0.14%
52	ELIZABETHTOWN WATER Co	-	0.00%	0.00%
53	Mt HOLLY WATER Co	-	0.00%	0.00%
	Total	3,308,296	100.00%	90.79%

ALLOCATE NON-REGULATED BY FACTOR		REV	PLANT	EMPLOY
00002	American Water Works Company	\$ -		4
00021	American Water Resources, Inc	\$ -		-
00031	AW Products & Services Total	\$ 215,290		380
00054	Edison Water Company	\$ 7,412		-
00055	Liberty Water Company	\$ 17,366		-
00056	Etown Services LLC	\$ 4,291		-
	Total Non-Regulated	\$ 244,359		384

Individual Factor Percentages:	% REV	% PLANT	% EMPLOY	% AVG	FINAL %
American Water Works Company	0.00%		1.04%	0.52%	0.05%
American Water Resources, Inc	0.00%		0.00%	0.00%	0.00%
AW Products & Services Total	88.10%		98.96%	93.53%	8.61%
Edison Water Company	3.03%		0.00%	1.52%	0.14%
Liberty Water Company	7.11%		0.00%	3.55%	0.33%
Etown Services LLC	1.76%		0.00%	0.88%	0.08%
Total Non-Regulated	100.00%		100.00%	100.00%	9.21%

FORMULA #	FORMULA DESCRIPTION	REG	DATA		TOTAL	PERCENTAGES				
			NON-REG	REG		NON-REG	TOTAL			
100006	CP-REVENUE									
	REV	\$	1,995,298	\$	244,359	\$	2,239,657	89.09%	10.91%	100.00%
	AVERAGE							89.09%	10.91%	100.00%

ALLOCATE REGULATED BY CUSTOMER COUNT		CUST COUNT	%	FINAL %
05	CALIFORNIA-AMERICAN	171,444	5.18%	4.61%
09	ILLINOIS-AMERICAN	306,740	9.27%	8.26%
10	INDIANA-AMERICAN	283,086	8.56%	7.63%
11	IOWA-AMERICAN	60,403	1.83%	1.63%
12	KENTUCKY-AMERICAN	117,793	3.56%	3.17%
13	MARYLAND-AMERICAN	4,833	0.15%	0.13%
16	MICHIGAN-AMERICAN	3,891	0.12%	0.11%
17	MISSOURI-AMERICAN	465,087	14.06%	12.53%
18	NEW JERSEY-AMERICAN	634,957	19.19%	17.10%
19	NEW MEXICO-AMERICAN	16,774	0.51%	0.45%
22	OHIO-AMERICAN	57,578	1.74%	1.55%
23	ARIZONA-AMERICAN	153,518	4.64%	4.13%
24	PENNSYLVANIA-AMERICAN	644,720	19.48%	17.36%
26	TENNESSEE-AMERICAN	74,540	2.25%	2.00%
27	VIRGINIA-AMERICAN	54,253	1.64%	1.46%
28	WEST VIRGINIA-AMERICAN	167,909	5.08%	4.53%
30	HAWAII-AMERICAN	9,273	0.28%	0.25%
38	LONG ISLAND-AMERICAN	73,873	2.23%	1.99%
42	UNITED WATER VIRGINIA	2,535	0.08%	0.07%
50	TEXAS-AMERICAN	5,089	0.15%	0.13%
52	ELIZABETHTOWN WATER Co	-	0.00%	0.00%
53	Mt HOLLY WATER Co	-	0.00%	0.00%
	Total	3,308,296	100.00%	89.09%

ALLOCATE NON-REGULATED BY FACTOR

	REV	PLANT	EMPLOY
00002 American Water Works Company	\$ -		
00021 American Water Resources, Inc	\$ -		100.00%
00031 AW Products & Services Total	\$ 215,290		
00054 Edison Water Company	\$ 7,412		
00055 Liberty Water Company	\$ 17,366		
00056 Etown Services LLC	\$ 4,291		
Total Non-Regulated	\$ 244,359		

Individual Factor Percentages:	% REV	% PLANT	% EMPLOY	% AVG	FINAL %
American Water Works Company	0.00%			0.00%	0.00%
American Water Resources, Inc	0.00%			0.00%	0.00%
AW Products & Services Total	88.10%			88.10%	9.61%
Edison Water Company	3.03%			3.03%	0.33%
Liberty Water Company	7.11%			7.11%	0.78%
Etown Services LLC	1.76%			1.76%	0.19%
Total Non-Regulated	100.00%			100.00%	10.91%

FORMULA #	FORMULA DESCRIPTION	REG	DATA		TOTAL	PERCENTAGES		
			NON-REG			REG	NON-REG	TOTAL
100007	CP-BILLED PREMISES							
	BILLED PREMISES (billed from orcom)	\$ 4,606,645	\$ 58,387	\$ 4,665,032	98.75%	1.25%	100.00%	
	AVERAGE				98.75%	1.25%	100.00%	
ALLOCATE REGULATED BY CUSTOMER COUNT		CUST COUNT		%	FINAL %			
05	CALIFORNIA-AMERICAN	171,444	5.19%	5.13%				
09	ILLINOIS-AMERICAN	306,740	9.28%	9.16%				
10	INDIANA-AMERICAN	283,086	8.57%	8.46%				
11	IOWA-AMERICAN	60,403	1.83%	1.81%				
12	KENTUCKY-AMERICAN	117,793	3.56%	3.52%				
13	MARYLAND-AMERICAN	4,833	0.15%	0.15%				
17	MISSOURI-AMERICAN	465,087	14.07%	13.89%				
18	NEW JERSEY-AMERICAN	634,957	19.22%	18.98%				
19	NEW MEXICO-AMERICAN	16,774	0.51%	0.50%				
22	OHIO-AMERICAN	57,578	1.74%	1.72%				
23	ARIZONA-AMERICAN	153,518	4.65%	4.59%				
24	PENNSYLVANIA-AMERICAN	644,720	19.50%	19.25%				
26	TENNESSEE-AMERICAN	74,540	2.26%	2.23%				
27	VIRGINIA-AMERICAN	54,253	1.64%	1.62%				
28	WEST VIRGINIA-AMERICAN	167,909	5.08%	5.02%				
30	HAWAII-AMERICAN	9,273	0.28%	0.28%				
38	LONG ISLAND-AMERICAN	73,873	2.24%	2.21%				
42	UNITED WATER VIRGINIA	2,535	0.08%	0.08%				
50	TEXAS-AMERICAN	5,089	0.15%	0.15%				
52	ELIZABETHTOWN WATER Co	-	0.00%	0.00%				
53	Mt HOLLY WATER Co	-	0.00%	0.00%				
	Total	3,304,405	100.00%	98.75%				
ALLOCATE NON-REGULATED BY FACTOR		PREMISES						
00002	American Water Works Company	\$ -						
00021	American Water Resources, Inc	\$ -						
00031	AW Products & Services Total	\$ 5,082						
00054	Edison Water Company	\$ 12,706						
00055	Liberty Water Company	\$ 40,599						
00056	Etown Services LLC	\$ -						
	Total Non-Regulated	\$ 58,387						
	Individual Factor Percentages:	% PREMISES		% AVG	FINAL %			
	American Water Works Company	0.00%	0.00%	0.00%	0.00%			
	American Water Resources, Inc	0.00%	0.00%	0.00%	0.00%			
	AW Products & Services Total	8.70%	8.70%	0.11%				
	Edison Water Company	21.76%	21.76%	0.27%				
	Liberty Water Company	69.53%	69.53%	0.87%				
	Etown Services LLC	0.00%	0.00%	0.00%				
	Total Non-Regulated	100.00%	100.00%	1.25%				

FORMULA #	FORMULA DESCRIPTION	REG	DATA		TOTAL	PERCENTAGES		
			NON-REG			REG	NON-REG	TOTAL
100008	CP-EMPLOYEES							
	EMPLOYEES (FROM PAYROLL)	\$	4,735	\$	384	\$	5,119	
	AVERAGE					92.50%	7.50%	100.00%
						92.50%	7.50%	100.00%
ALLOCATE REGULATED BY CUSTOMER COUNT		CUST COUNT		%		FINAL %		
05	CALIFORNIA-AMERICAN	171,444		5.18%		4.79%		
09	ILLINOIS-AMERICAN	306,740		9.27%		8.57%		
10	INDIANA-AMERICAN	283,086		8.56%		7.92%		
11	IOWA-AMERICAN	60,403		1.83%		1.69%		
12	KENTUCKY-AMERICAN	117,793		3.56%		3.29%		
13	MARYLAND-AMERICAN	4,833		0.15%		0.14%		
16	MICHIGAN-AMERICAN	3,891		0.12%		0.11%		
17	MISSOURI-AMERICAN	465,087		14.06%		13.01%		
18	NEW JERSEY-AMERICAN	634,957		19.19%		17.75%		
19	NEW MEXICO-AMERICAN	16,774		0.51%		0.47%		
22	OHIO-AMERICAN	57,578		1.74%		1.61%		
23	ARIZONA-AMERICAN	153,518		4.64%		4.29%		
24	PENNSYLVANIA-AMERICAN	644,720		19.48%		18.03%		
26	TENNESSEE-AMERICAN	74,540		2.25%		2.08%		
27	VIRGINIA-AMERICAN	54,253		1.64%		1.52%		
28	WEST VIRGINIA-AMERICAN	167,909		5.08%		4.70%		
30	HAWAII-AMERICAN	9,273		0.28%		0.26%		
38	LONG ISLAND-AMERICAN	73,873		2.23%		2.06%		
42	UNITED WATER VIRGINIA	2,535		0.08%		0.07%		
50	TEXAS-AMERICAN	5,089		0.15%		0.14%		
52	ELIZABETHTOWN WATER Co	-		0.00%		0.00%		
53	Mt HOLLY WATER Co	-		0.00%		0.00%		
	Total	3,308,296		100.00%		92.50%		
ALLOCATE NON-REGULATED BY FACTOR		REV	PLANT	EMPLOY				
00002	American Water Works Company			4		100.00%		
00021	American Water Resources, Inc			-				
00031	AW Products & Services Total			380				
00054	Edison Water Company			-				
00055	Liberty Water Company			-				
00056	Etown Services LLC			-				
	Total Non-Regulated			384				
	Individual Factor Percentages:	% REV	% PLANT	% EMPLOY		% AVG	FINAL %	
	American Water Works Company			1.04%		1.04%	0.08%	
	American Water Resources, Inc			0.00%		0.00%	0.00%	
	AW Products & Services Total			98.96%		98.96%	7.42%	
	Edison Water Company			0.00%		0.00%	0.00%	
	Liberty Water Company			0.00%		0.00%	0.00%	
	Etown Services LLC			0.00%		0.00%	0.00%	
	Total Non-Regulated			100.00%		100.00%	7.50%	

FORMULA #	FORMULA DESCRIPTION	REG	DATA		TOTAL	PERCENTAGES		
			NON-REG	REG		NON-REG	TOTAL	
100010	CP-CAPEX							
	CAPEX	\$	835,297	\$	21,568	\$	856,865	
	AVERAGE					97.48%	2.52%	100.00%
						97.48%	2.52%	100.00%

ALLOCATE REGULATED BY CUSTOMER COUNT		CUST COUNT		%	FINAL %
05	CALIFORNIA-AMERICAN	171,444		5.18%	5.05%
09	ILLINOIS-AMERICAN	306,740		9.27%	9.04%
10	INDIANA-AMERICAN	283,086		8.56%	8.34%
11	IOWA-AMERICAN	60,403		1.83%	1.78%
12	KENTUCKY-AMERICAN	117,793		3.56%	3.47%
13	MARYLAND-AMERICAN	4,833		0.15%	0.15%
16	MICHIGAN-AMERICAN	3,891		0.12%	0.12%
17	MISSOURI-AMERICAN	465,087		14.06%	13.71%
18	NEW JERSEY-AMERICAN	634,957		19.19%	18.71%
19	NEW MEXICO-AMERICAN	16,774		0.51%	0.50%
22	OHIO-AMERICAN	57,578		1.74%	1.70%
23	ARIZONA-AMERICAN	153,518		4.64%	4.52%
24	PENNSYLVANIA-AMERICAN	644,720		19.48%	18.98%
26	TENNESSEE-AMERICAN	74,540		2.25%	2.19%
27	VIRGINIA-AMERICAN	54,253		1.64%	1.60%
28	WEST VIRGINIA-AMERICAN	167,909		5.08%	4.95%
30	HAWAII-AMERICAN	9,273		0.28%	0.27%
38	LONG ISLAND-AMERICAN	73,873		2.23%	2.17%
42	UNITED WATER VIRGINIA	2,535		0.08%	0.08%
50	TEXAS-AMERICAN	5,089		0.15%	0.15%
52	ELIZABETHTOWN WATER Co	-		0.00%	0.00%
53	Mt HOLLY WATER Co	-		0.00%	0.00%
	Total	3,308,296		100.00%	97.48%

ALLOCATE NON-REGULATED BY FACTOR

		CAPEX			
00002	American Water Works Company	\$	-		
00003	American Water Service Company	\$	17,514		
00021	American Water Resources, Inc	\$	-		100.00%
00031	AW Products & Services Total	\$	3,518		
00054	Edison Water Company	\$	429		
00055	Liberty Water Company	\$	107		
00056	Etown Services LLC	\$	-		
	Total Non-Regulated	\$	21,568		
Individual Factor Percentages:		% CAPEX		% AVG	FINAL %
American Water Works Company		0.00%		0.00%	0.00%
American Water Service Company		81.20%		81.20%	2.05%
American Water Resources, Inc		0.00%		0.00%	0.00%
AW Products & Services Total		16.31%		16.31%	0.41%
Edison Water Company		1.99%		1.99%	0.05%
Liberty Water Company		0.50%		0.50%	0.01%
Etown Services LLC		0.00%		0.00%	0.00%
Total Non-Regulated		100.00%		100.00%	2.52%

FORMULA #	FORMULA DESCRIPTION	REG	DATA		TOTAL	PERCENTAGES				
			NON-REG			REG	NON-REG	TOTAL		
100012	CP-PURCHASE ORDERS									
	INVOICES SUBSTITUTED	\$	448,437	\$	74,056	\$	522,493	85.83%	14.17%	100.00%
	AVERAGE							85.83%	14.17%	100.00%
ALLOCATE REGULATED BY CUSTOMER COUNT		CUST COUNT		%		FINAL %				
05	CALIFORNIA-AMERICAN	171,444		5.18%		4.45%				
09	ILLINOIS-AMERICAN	306,740		9.27%		7.96%				
10	INDIANA-AMERICAN	283,086		8.56%		7.35%				
11	IOWA-AMERICAN	60,403		1.83%		1.57%				
12	KENTUCKY-AMERICAN	117,793		3.56%		3.06%				
13	MARYLAND-AMERICAN	4,833		0.15%		0.13%				
16	MICHIGAN-AMERICAN	3,891		0.12%		0.10%				
17	MISSOURI-AMERICAN	465,087		14.06%		12.07%				
18	NEW JERSEY-AMERICAN	634,957		19.19%		16.47%				
19	NEW MEXICO-AMERICAN	16,774		0.51%		0.44%				
22	OHIO-AMERICAN	57,578		1.74%		1.49%				
23	ARIZONA-AMERICAN	153,518		4.64%		3.98%				
24	PENNSYLVANIA-AMERICAN	644,720		19.48%		16.72%				
26	TENNESSEE-AMERICAN	74,540		2.25%		1.93%				
27	VIRGINIA-AMERICAN	54,253		1.64%		1.41%				
28	WEST VIRGINIA-AMERICAN	167,909		5.08%		4.36%				
30	HAWAII-AMERICAN	9,273		0.28%		0.24%				
38	LONG ISLAND-AMERICAN	73,873		2.23%		1.91%				
42	UNITED WATER VIRGINIA	2,535		0.08%		0.07%				
50	TEXAS-AMERICAN	5,089		0.15%		0.13%				
52	ELIZABETHTOWN WATER Co	-		0.00%		0.00%				
53	Mt HOLLY WATER Co	-		0.00%		0.00%				
	Total	3,308,296		100.00%		85.84%				
ALLOCATE NON-REGULATED BY FACTOR		INVOICES								
00002	American Water Works Company	\$	1,360							
00021	American Water Resources, Inc	\$	924							
00031	AW Products & Services Total	\$	71,772							
00054	Edison Water Company	\$	898							
00055	Liberty Water Company	\$	2,007							
00056	Etown Services LLC	\$	504							
	Total Non-Regulated	\$	77,465							
	Individual Factor Percentages:	% INVOICES		% AVG		FINAL %				
	American Water Works Company	1.76%		1.76%		0.25%				
	American Water Resources, Inc	1.19%		1.19%		0.17%				
	AW Products & Services Total	92.65%		92.65%		13.13%				
	Edison Water Company	1.16%		1.16%		0.16%				
	Liberty Water Company	2.59%		2.59%		0.37%				
	Etown Services LLC	0.65%		0.65%		0.09%				
	Total Non-Regulated	100.00%		100.00%		14.17%				

FORMULA #	FORMULA DESCRIPTION	REG	DATA		TOTAL	PERCENTAGES		
			NON-REG			REG	NON-REG	TOTAL
100013	CP-INVOICES							
	INVOICES	\$	448,437	\$	74,056	\$	522,493	
	AVERAGE					85.83%	14.17%	100.00%
						85.83%	14.17%	100.00%

ALLOCATE REGULATED BY CUSTOMER COUNT		CUST COUNT	%	FINAL %
05	CALIFORNIA-AMERICAN	171,444	5.18%	4.45%
09	ILLINOIS-AMERICAN	306,740	9.27%	7.96%
10	INDIANA-AMERICAN	283,086	8.56%	7.35%
11	IOWA-AMERICAN	60,403	1.83%	1.57%
12	KENTUCKY-AMERICAN	117,793	3.56%	3.06%
13	MARYLAND-AMERICAN	4,833	0.15%	0.13%
16	MICHIGAN-AMERICAN	3,891	0.12%	0.10%
17	MISSOURI-AMERICAN	465,087	14.06%	12.07%
18	NEW JERSEY-AMERICAN	634,957	19.19%	16.47%
19	NEW MEXICO-AMERICAN	16,774	0.51%	0.44%
22	OHIO-AMERICAN	57,578	1.74%	1.49%
23	ARIZONA-AMERICAN	153,518	4.64%	3.98%
24	PENNSYLVANIA-AMERICAN	644,720	19.48%	16.72%
26	TENNESSEE-AMERICAN	74,540	2.25%	1.93%
27	VIRGINIA-AMERICAN	54,253	1.64%	1.41%
28	WEST VIRGINIA-AMERICAN	167,909	5.08%	4.36%
30	HAWAII-AMERICAN	9,273	0.28%	0.24%
38	LONG ISLAND-AMERICAN	73,873	2.23%	1.91%
42	UNITED WATER VIRGINIA	2,535	0.08%	0.07%
50	TEXAS-AMERICAN	5,089	0.15%	0.13%
52	ELIZABETHTOWN WATER Co	-	0.00%	0.00%
53	Mt HOLLY WATER Co	-	0.00%	0.00%
	Total	3,308,296	100.00%	85.84%

ALLOCATE NON-REGULATED BY FACTOR		INVOICES	
00002	American Water Works Company	\$	1,360
00021	American Water Resources, Inc	\$	924
00031	AW Products & Services Total	\$	71,772
00054	Edison Water Company	\$	898
00055	Liberty Water Company	\$	2,007
00056	Etown Services LLC	\$	504
	Total Non-Regulated	\$	77,465

Individual Factor Percentages:		% INVOICES	% AVG	FINAL %
American Water Works Company		1.76%	1.76%	0.25%
American Water Resources, Inc		1.19%	1.19%	0.17%
AW Products & Services Total		92.65%	92.65%	13.13%
Edison Water Company		1.16%	1.16%	0.16%
Liberty Water Company		2.59%	2.59%	0.37%
Etown Services LLC		0.65%	0.65%	0.09%
Total Non-Regulated		100.00%	100.00%	14.17%

FORMULA #	FORMULA DESCRIPTION	REG	DATA		TOTAL	PERCENTAGES		
			NON-REG			REG	NON-REG	TOTAL
100513	CP-EMPLOYEES/RETIREEES							
	EMPLOYEES (ALL) + RETIREES	4,735	384	\$	5,119	92.50%	7.50%	100.00%
	AVERAGE					92.50%	7.50%	100.00%
ALLOCATE REGULATED BY CUSTOMER COUNT		CUST COUNT	%			FINAL %		
05	CALIFORNIA-AMERICAN	171,444	5.18%				4.79%	
09	ILLINOIS-AMERICAN	306,740	9.27%				8.57%	
10	INDIANA-AMERICAN	283,086	8.56%				7.92%	
11	IOWA-AMERICAN	60,403	1.83%				1.69%	
12	KENTUCKY-AMERICAN	117,793	3.56%				3.29%	
13	MARYLAND-AMERICAN	4,833	0.15%				0.14%	
16	MICHIGAN-AMERICAN	3,891	0.12%				0.11%	
17	MISSOURI-AMERICAN	465,087	14.06%				13.02%	
18	NEW JERSEY-AMERICAN	634,957	19.19%				17.75%	
19	NEW MEXICO-AMERICAN	16,774	0.51%				0.47%	
22	OHIO-AMERICAN	57,578	1.74%				1.61%	
23	ARIZONA-AMERICAN	153,518	4.64%				4.29%	
24	PENNSYLVANIA-AMERICAN	644,720	19.48%				18.03%	
26	TENNESSEE-AMERICAN	74,540	2.25%				2.08%	
27	VIRGINIA-AMERICAN	54,253	1.64%				1.52%	
28	WEST VIRGINIA-AMERICAN	167,909	5.08%				4.70%	
30	HAWAII-AMERICAN	9,273	0.28%				0.26%	
38	LONG ISLAND-AMERICAN	73,873	2.23%				2.06%	
42	UNITED WATER VIRGINIA	2,535	0.08%				0.07%	
50	TEXAS-AMERICAN	5,089	0.15%				0.14%	
52	ELIZABETHTOWN WATER Co	-	0.00%				0.00%	
53	Mt HOLLY WATER Co	-	0.00%				0.00%	
	Total	3,308,296	100.00%				92.51%	
ALLOCATE NON-REGULATED BY FACTOR		REV	RETIREE	EMP/RET				
00002	American Water Works Company			4				
00021	American Water Resources, Inc			-				
00031	AW Products & Services Total			380				
00054	Edison Water Company			-				
00055	Liberty Water Company			-				
00056	Etown Services LLC			-				
	Total Non-Regulated			384				
Individual Factor Percentages:		% REV	% RETIREE	% EMPLOY	% AVG	FINAL %		
American Water Works Company				1.04%	1.04%		0.08%	
American Water Resources, Inc				0.00%	0.00%		0.00%	
AW Products & Services Total				98.96%	98.96%		7.43%	
Edison Water Company				0.00%	0.00%		0.00%	
Liberty Water Company				0.00%	0.00%		0.00%	
Etown Services LLC				0.00%	0.00%		0.00%	
Total Non-Regulated				100.00%	100.00%		7.51%	

AMERICAN WATER WORKS SERVICE COMPANY, INC.
TIER 1 FORMULAS
AS OF 12/31/2007

FORMULA #	FORMULA DESCRIPTION	REG	DATA		TOTAL	PERCENTAGES		
			NON-REG			REG	NON-REG	TOTAL
100016	WE-PLANT/REV/EMPLOY							
	REV	\$ 215,777	\$ -	\$ 215,777		100.00%	0.00%	100.00%
	PLANT	\$ 1,074,212	\$ -	\$ 1,074,212		100.00%	0.00%	100.00%
	EMPLOYEES	511	-	511		100.00%	0.00%	100.00%
	AVERAGE					100.00%	0.00%	100.00%
ALLOCATE REGULATED BY CUSTOMER COUNT		CUST COUNT	%		FINAL %			
05	CALIFORNIA-AMERICAN	171,444	48.15%		48.15%			
19	NEW MEXICO-AMERICAN	16,774	4.71%		4.71%			
23	ARIZONA-AMERICAN	153,518	43.11%		43.11%			
30	HAWAII-AMERICAN	9,273	2.60%		2.60%			
50	TEXAS-AMERICAN	5,089	1.43%		1.43%			
	Total	356,098	100.00%		100.00%			
ALLOCATE NON-REGULATED TO:								
31	AW Products & Services						0.00%	

FORMULA #	FORMULA DESCRIPTION	REG	DATA		TOTAL	PERCENTAGES		
			NON-REG			REG	NON-REG	TOTAL
100018	WE-REV/EMPLOY							
	REV	\$ 215,777	\$ -	\$ 215,777		100.00%	0.00%	100.00%
	EMPLOYEES	511	-	511		100.00%	0.00%	100.00%
	AVERAGE					100.00%	0.00%	100.00%
ALLOCATE REGULATED BY CUSTOMER COUNT		CUST COUNT	%		FINAL %			
05	CALIFORNIA-AMERICAN	171,444	48.15%		48.16%			
19	NEW MEXICO-AMERICAN	16,774	4.71%		4.71%			
23	ARIZONA-AMERICAN	153,518	43.11%		43.11%			
30	HAWAII-AMERICAN	9,273	2.60%		2.60%			
50	TEXAS-AMERICAN	5,089	1.43%		1.43%			
	Total	356,098	100.00%		100.01%			
ALLOCATE NON-REGULATED TO:								
31	AW Products & Services						0.00%	

FORMULA #	FORMULA DESCRIPTION	REG	DATA		TOTAL	PERCENTAGES		
			NON-REG			REG	NON-REG	TOTAL
100504	WE-EMPLOYEES							
	EMPLOYEES	511	-	511		100.00%	0.00%	100.00%
	AVERAGE					100.00%	0.00%	100.00%
ALLOCATE REGULATED BY CUSTOMER COUNT		CUST COUNT	%		FINAL %			
05	CALIFORNIA-AMERICAN	171,444	48.15%		48.15%			
19	NEW MEXICO-AMERICAN	16,774	4.71%		4.71%			
23	ARIZONA-AMERICAN	153,518	43.11%		43.11%			
30	HAWAII-AMERICAN	9,273	2.60%		2.60%			
50	TEXAS-AMERICAN	5,089	1.43%		1.43%			
	Total	356,098	100.00%		100.00%			
ALLOCATE NON-REGULATED TO:								
31	AW Products & Services						0.00%	

FORMULA #	FORMULA DESCRIPTION	REG	DATA		TOTAL	PERCENTAGES		
			NON-REG			REG	NON-REG	TOTAL
100020	WE-CAPEX							
	CAPEX	\$ 121,386	\$ -	121,386		100.00%	0.00%	100.00%
	AVERAGE					100.00%	0.00%	100.00%
ALLOCATE REGULATED BY CUSTOMER COUNT		CUST COUNT	%		FINAL %			
05	CALIFORNIA-AMERICAN	171,444	48.15%		48.15%			
19	NEW MEXICO-AMERICAN	16,774	4.71%		4.71%			
23	ARIZONA-AMERICAN	153,518	43.11%		43.11%			
30	HAWAII-AMERICAN	9,273	2.60%		2.60%			
50	TEXAS-AMERICAN	5,089	1.43%		1.43%			
	Total	356,098	100.00%		100.00%			
ALLOCATE NON-REGULATED TO:								
31	AW Products & Services						0.00%	

FORMULA #	FORMULA DESCRIPTION	REG	DATA		TOTAL	PERCENTAGES		
			NON-REG			REG	NON-REG	TOTAL
100508	WE-PURCHASE ORDERS							
	INVOICES SUBSTITUTED	\$ 49,246	\$ -	49,246		100.00%	0.00%	100.00%
	AVERAGE					100.00%	0.00%	100.00%
ALLOCATE REGULATED BY CUSTOMER COUNT		CUST COUNT	%		FINAL %			
05	CALIFORNIA-AMERICAN	171,444	48.15%		48.15%			
19	NEW MEXICO-AMERICAN	16,774	4.71%		4.71%			
23	ARIZONA-AMERICAN	153,518	43.11%		43.11%			
30	HAWAII-AMERICAN	9,273	2.60%		2.60%			
50	TEXAS-AMERICAN	5,089	1.43%		1.43%			
	Total	356,098	100.00%		100.00%			
ALLOCATE NON-REGULATED TO:								
31	AW Products & Services						0.00%	

AMERICAN WATER WORKS SERVICE COMPANY, INC.
TIER 1 FORMULAS
AS OF 12/31/2007

FORMULA #	FORMULA DESCRIPTION	REG	DATA NON-REG	TOTAL	PERCENTAGES		
					REG	NON-REG	TOTAL
100034	CE-PLANT/REV/EMPLOY						
	REV	\$ 577,605	\$ -	\$ 577,605	100.00%	0.00%	100.00%
	PLANT	\$ 2,767,243	\$ -	\$ 2,767,243	100.00%	0.00%	100.00%
	EMPLOYEES	1,679	-	1,679	100.00%	0.00%	100.00%
	AVERAGE				100.00%	0.00%	100.00%
ALLOCATE REGULATED BY CUSTOMER COUNT		CUST COUNT	%		FINAL %		
09	ILLINOIS-AMERICAN	306,740	26.07%		26.07%		
10	INDIANA-AMERICAN	283,086	24.06%		24.06%		
11	IOWA-AMERICAN	60,403	5.13%		5.13%		
16	MICHIGAN-AMERICAN	3,891	0.33%		0.33%		
17	MISSOURI-AMERICAN	465,087	39.52%		39.53%		
22	OHIO-AMERICAN	57,578	4.89%		4.89%		
	Total	1,176,785	100.00%		100.01%		
ALLOCATE NON-REGULATED TO:							
31	AW Products & Services				0.00%		

FORMULA #	FORMULA DESCRIPTION	REG	DATA NON-REG	TOTAL	PERCENTAGES		
					REG	NON-REG	TOTAL
100036	CE-REV/EMPLOY						
	REV	\$ 577,605	\$ -	\$ 577,605	100.00%	0.00%	100.00%
	EMPLOYEES	1,679	-	1,679	100.00%	0.00%	100.00%
	AVERAGE				100.00%	0.00%	100.00%
ALLOCATE REGULATED BY CUSTOMER COUNT		CUST COUNT	%		FINAL %		
09	ILLINOIS-AMERICAN	306,740	26.07%		26.07%		
10	INDIANA-AMERICAN	283,086	24.06%		24.06%		
11	IOWA-AMERICAN	60,403	5.13%		5.13%		
16	MICHIGAN-AMERICAN	3,891	0.33%		0.33%		
17	MISSOURI-AMERICAN	465,087	39.52%		39.52%		
22	OHIO-AMERICAN	57,578	4.89%		4.89%		
	Total	1,176,785	100.00%		100.00%		
ALLOCATE NON-REGULATED TO:							
31	AW Products & Services				0.00%		

FORMULA #	FORMULA DESCRIPTION	REG	DATA NON-REG	TOTAL	PERCENTAGES		
					REG	NON-REG	TOTAL
100502	CE-EMPLOYEES						
	EMPLOYEES	1,679	-	1,679	100.00%	0.00%	100.00%
	AVERAGE				100.00%	0.00%	100.00%
ALLOCATE REGULATED BY CUSTOMER COUNT		CUST COUNT	%		FINAL %		
09	ILLINOIS-AMERICAN	306,740	26.07%		26.07%		
10	INDIANA-AMERICAN	283,086	24.06%		24.06%		
11	IOWA-AMERICAN	60,403	5.13%		5.13%		
16	MICHIGAN-AMERICAN	3,891	0.33%		0.33%		
17	MISSOURI-AMERICAN	465,087	39.52%		39.51%		
22	OHIO-AMERICAN	57,578	4.89%		4.89%		
	Total	1,176,785	100.00%		99.99%		
ALLOCATE NON-REGULATED TO:							
31	AW Products & Services				0.00%		

FORMULA #	FORMULA DESCRIPTION	REG	DATA NON-REG	TOTAL	PERCENTAGES		
					REG	NON-REG	TOTAL
100038	CE-CAPEX						
	CAPEX	\$ 295,036	\$ -	295,036	100.00%	0.00%	100.00%
	AVERAGE				100.00%	0.00%	100.00%
ALLOCATE REGULATED BY CUSTOMER COUNT		CUST COUNT	%		FINAL %		
09	ILLINOIS-AMERICAN	306,740	26.07%		26.07%		
10	INDIANA-AMERICAN	283,086	24.06%		24.06%		
11	IOWA-AMERICAN	60,403	5.13%		5.13%		
16	MICHIGAN-AMERICAN	3,891	0.33%		0.33%		
17	MISSOURI-AMERICAN	465,087	39.52%		39.52%		
22	OHIO-AMERICAN	57,578	4.89%		4.89%		
	Total	1,176,785	100.00%		100.00%		
ALLOCATE NON-REGULATED TO:							
31	AW Products & Services				0.00%		

FORMULA #	FORMULA DESCRIPTION	REG	DATA NON-REG	TOTAL	PERCENTAGES		
					REG	NON-REG	TOTAL
100509	CE-PURCHASE ORDERS						
	INVOICES SUBSTITUTED	\$ 147,484	\$ -	147,484	100.00%	0.00%	100.00%
	AVERAGE				100.00%	0.00%	100.00%
ALLOCATE REGULATED BY CUSTOMER COUNT		CUST COUNT	%		FINAL %		
09	ILLINOIS-AMERICAN	306,740	26.07%		26.07%		
10	INDIANA-AMERICAN	283,086	24.06%		24.06%		
11	IOWA-AMERICAN	60,403	5.13%		5.13%		
16	MICHIGAN-AMERICAN	3,891	0.33%		0.33%		
17	MISSOURI-AMERICAN	465,087	39.52%		39.52%		
22	OHIO-AMERICAN	57,578	4.89%		4.89%		
	Total	1,176,785	100.00%		100.00%		
ALLOCATE NON-REGULATED TO:							
31	AW Products & Services				0.00%		

AMERICAN WATER WORKS SERVICE COMPANY, INC.
TIER 1 FORMULAS
AS OF 12/31/2007

FORMULA #	FORMULA DESCRIPTION	REG	DATA		TOTAL	REG	PERCENTAGES	
				NON-REG			NON-REG	TOTAL
100982	ED-PLANT/REV/EMPLOY							
	REV	\$	1,147,989	\$	29,069	\$	1,177,058	
	PLANT	\$	4,804,863	\$	13,593	\$	4,818,456	
	EMPLOYEES		1,963		-		1,963	
	AVERAGE							

FORMULA #	FORMULA DESCRIPTION	REG	DATA NON-REG	TOTAL	REG	PERCENTAGES NON-REG	TOTAL
100076	NE-PLANT/REV/EMPLOY						
	REV	\$ 544,627	\$ 29,069	\$ 573,696	94.93%	5.07%	100.00%
	PLANT	\$ 2,297,531	\$ 13,593	\$ 2,311,124	99.41%	0.59%	100.00%
	EMPLOYEES	923	-	923	100.00%	0.00%	100.00%
	AVERAGE				98.11%	1.89%	100.00%

ALLOCATE REGULATED BY CUSTOMER COUNT	CUST COUNT	%	FINAL %
18 NEW JERSEY-AMERICAN	634,957	89.58%	87.90%
38 LONG ISLAND-AMERICAN	73,873	10.42%	10.22%
52 ELIZABETHTOWN WATER Co	-	0.00%	0.00%
53 Mt HOLLY WATER Co	-	0.00%	0.00%
Total	708,830	100.00%	98.12%

ALLOCATE NON-REGULATED TO:	REV	PLANT	EMPLOY	
31 A/W Products & Services	\$ -	\$ -	-	1.89%
54 Edison Water Company	\$ 7,412	\$ 5,379	-	
55 Liberty Water Company	\$ 17,366	\$ 8,214	-	
56 Etown Services LLC	\$ 4,291	\$ -	-	
Total Non-Regulated	\$ 29,069	\$ 13,593	-	

	Individual Factor Percentages:	% REV	% PLANT	% EMPLOY	% AVG	FINAL %
31 A/W Products & Services		0.00%	0.00%	#DIV/0!	#DIV/0!	#DIV/0!
54 Edison Water Company		25.50%	39.57%	#DIV/0!	#DIV/0!	#DIV/0!
55 Liberty Water Company		59.74%	60.43%	#DIV/0!	#DIV/0!	#DIV/0!
56 Etown Services LLC		14.76%	0.00%	#DIV/0!	#DIV/0!	#DIV/0!
Total Non-Regulated		100.00%	100.00%	#DIV/0!	#DIV/0!	#DIV/0!

FORMULA #	FORMULA DESCRIPTION	REG	DATA NON-REG	TOTAL	REG	PERCENTAGES NON-REG	TOTAL
100078	NE-REV/EMPLOY						
	REV	\$ 544,627	\$ 29,069	\$ 573,696	94.93%	5.07%	100.00%
	EMPLOYEES	923	-	923	100.00%	0.00%	100.00%
	AVERAGE				97.47%	2.53%	100.00%

ALLOCATE REGULATED BY CUSTOMER COUNT	CUST COUNT	%	FINAL %
18 NEW JERSEY-AMERICAN	634,957	89.58%	87.31%
38 LONG ISLAND-AMERICAN	73,873	10.42%	10.16%
52 ELIZABETHTOWN WATER Co	-	0.00%	0.00%
53 Mt HOLLY WATER Co	-	0.00%	0.00%
Total	708,830	100.00%	97.47%

ALLOCATE NON-REGULATED TO:	REV	EMPLOY	
31 A/W Products & Services	\$ -	-	2.53%
54 Edison Water Company	\$ 7,412	-	
55 Liberty Water Company	\$ 17,366	-	
56 Etown Services LLC	\$ 4,291	-	
Total Non-Regulated	\$ 29,069	-	

	Individual Factor Percentages:	% REV	% EMPLOY	% AVG	FINAL %
31 A/W Products & Services		0.00%	#DIV/0!	#DIV/0!	#DIV/0!
54 Edison Water Company		25.50%	#DIV/0!	#DIV/0!	#DIV/0!
55 Liberty Water Company		59.74%	#DIV/0!	#DIV/0!	#DIV/0!
56 Etown Services LLC		14.76%	#DIV/0!	#DIV/0!	#DIV/0!
Total Non-Regulated		100.00%	#DIV/0!	#DIV/0!	#DIV/0!

FORMULA #	FORMULA DESCRIPTION	REG	DATA NON-REG	TOTAL	REG	PERCENTAGES NON-REG	TOTAL
100500	NE-EMPLOYEES						
	EMPLOYEES	923	-	923	100.00%	0.00%	100.00%
	AVERAGE				100.00%	0.00%	100.00%

ALLOCATE REGULATED BY CUSTOMER COUNT	CUST COUNT	%	FINAL %
18 NEW JERSEY-AMERICAN	634,957	89.58%	89.57%
38 LONG ISLAND-AMERICAN	73,873	10.42%	10.42%
52 ELIZABETHTOWN WATER Co	-	0.00%	0.00%
53 Mt HOLLY WATER Co	-	0.00%	0.00%
Total	708,830	100.00%	99.99%

ALLOCATE NON-REGULATED TO:	EMPLOY	% EMPLOY	FINAL %
31 A/W Products & Services	-	#DIV/0!	0.00%
54 Edison Water Company	-	#DIV/0!	
55 Liberty Water Company	-	#DIV/0!	
56 Etown Services LLC	-	#DIV/0!	
Total Non-Regulated	-	#DIV/0!	

FORMULA #	FORMULA DESCRIPTION	REG	DATA NON-REG	TOTAL	REG	PERCENTAGES NON-REG	TOTAL
100080	NE-CAPEX						
	CAPEX	\$ 172,826	\$ 536	173,362	99.69%	0.31%	100.00%
	AVERAGE				99.69%	0.31%	100.00%

ALLOCATE REGULATED BY CUSTOMER COUNT	CUST COUNT	%	FINAL %
18 NEW JERSEY-AMERICAN	634,957	89.58%	89.30%
38 LONG ISLAND-AMERICAN	73,873	10.42%	10.39%
52 ELIZABETHTOWN WATER Co	-	0.00%	0.00%
53 Mt HOLLY WATER Co	-	0.00%	0.00%
Total	708,830	100.00%	99.69%

ALLOCATE NON-REGULATED TO:	CAPEX	% CAPEX	FINAL %
31 A/W Products & Services	\$ -	0.00%	0.00%
54 Edison Water Company	\$ 429	80.04%	0.25%
55 Liberty Water Company	\$ 107	19.96%	0.06%
56 Etown Services LLC	\$ -	0.00%	0.00%
Total Non-Regulated	\$ 536	100.00%	0.31%

FORMULA #	FORMULA DESCRIPTION	REG	DATA NON-REG	TOTAL	REG	PERCENTAGES NON-REG	TOTAL
100510	NE-PURCHASE ORDERS						
	INVOICES SUBSTITUTED	\$ 100,399	\$ 3,409	103,808	96.72%	3.28%	100.00%
	AVERAGE				96.72%	3.28%	100.00%

ALLOCATE REGULATED BY CUSTOMER COUNT	CUST COUNT	%	FINAL %
18 NEW JERSEY-AMERICAN	634,957	89.58%	86.64%
38 LONG ISLAND-AMERICAN	73,873	10.42%	10.08%
52 ELIZABETHTOWN WATER Co	-	0.00%	0.00%
53 Mt HOLLY WATER Co	-	0.00%	0.00%
Total	708,830	100.00%	96.72%

ALLOCATE NON-REGULATED TO:	INVOICES	% INVOICES	FINAL %
31 A/W Products & Services	\$ -	0.00%	0.00%
54 Edison Water Company	\$ 898	26.34%	0.87%
55 Liberty Water Company	\$ 2,007	58.87%	1.93%
56 Etown Services LLC	\$ 504	14.78%	0.49%
Total Non-Regulated	\$ 3,409	100.00%	3.29%

AMERICAN WATER WORKS SERVICE COMPANY, INC.
TIER 1 FORMULAS
AS OF 12/31/2007

FORMULA #	FORMULA DESCRIPTION	REG	DATA NON-REG	TOTAL	REG	PERCENTAGES NON-REG	TOTAL
100054	SE-PLANT/REV/EMPLOY						
	REV	\$ 657,289	\$ -	\$ 657,289	100.00%	0.00%	100.00%
	PLANT	\$ 3,173,221	\$ -	\$ 3,173,221	100.00%	0.00%	100.00%
	EMPLOYEES	1,622	-	1,622	100.00%	0.00%	100.00%
	AVERAGE				100.00%	0.00%	100.00%
ALLOCATE REGULATED BY CUSTOMER COUNT		CUST COUNT	%			FINAL %	
12	KENTUCKY-AMERICAN	117,793	11.04%			11.04%	
13	MARYLAND-AMERICAN	4,833	0.45%			0.45%	
24	PENNSYLVANIA-AMERICAN	644,720	60.45%			60.46%	
26	TENNESSEE-AMERICAN	74,540	6.99%			6.99%	
27	VIRGINIA-AMERICAN	54,253	5.09%			5.09%	
28	WEST VIRGINIA-AMERICAN	167,909	15.74%			15.74%	
42	UNITED WATER VIRGINIA	2,535	0.24%			0.24%	
	Total	1,066,583	100.00%			100.01%	

ALLOCATE NON-REGULATED TO:
31 A/W Products & Services 0.00%

FORMULA #	FORMULA DESCRIPTION	REG	DATA NON-REG	TOTAL	REG	PERCENTAGES NON-REG	TOTAL
100056	SE-REV/EMPLOY						
	REV	\$ 657,289	\$ -	\$ 657,289	100.00%	0.00%	100.00%
	EMPLOYEES	1,622	-	1,622	100.00%	0.00%	100.00%
	AVERAGE				100.00%	0.00%	100.00%
ALLOCATE REGULATED BY CUSTOMER COUNT		CUST COUNT	%			FINAL %	
12	KENTUCKY-AMERICAN	117,793	11.04%			11.04%	
13	MARYLAND-AMERICAN	4,833	0.45%			0.45%	
24	PENNSYLVANIA-AMERICAN	644,720	60.45%			60.44%	
26	TENNESSEE-AMERICAN	74,540	6.99%			6.99%	
27	VIRGINIA-AMERICAN	54,253	5.09%			5.09%	
28	WEST VIRGINIA-AMERICAN	167,909	15.74%			15.74%	
42	UNITED WATER VIRGINIA	2,535	0.24%			0.24%	
	Total	1,066,583	100.00%			99.99%	

ALLOCATE NON-REGULATED TO:
31 A/W Products & Services 0.00%

FORMULA #	FORMULA DESCRIPTION	REG	DATA NON-REG	TOTAL	REG	PERCENTAGES NON-REG	TOTAL
100503	SE-EMPLOYEES						
	EMPLOYEES	1,622	-	1,622	100.00%	0.00%	100.00%
	AVERAGE				100.00%	0.00%	100.00%
ALLOCATE REGULATED BY CUSTOMER COUNT		CUST COUNT	%			FINAL %	
12	KENTUCKY-AMERICAN	117,793	11.04%			11.04%	
13	MARYLAND-AMERICAN	4,833	0.45%			0.45%	
24	PENNSYLVANIA-AMERICAN	644,720	60.45%			60.45%	
26	TENNESSEE-AMERICAN	74,540	6.99%			6.99%	
27	VIRGINIA-AMERICAN	54,253	5.09%			5.09%	
28	WEST VIRGINIA-AMERICAN	167,909	15.74%			15.74%	
42	UNITED WATER VIRGINIA	2,535	0.24%			0.24%	
	Total	1,066,583	100.00%			100.00%	

ALLOCATE NON-REGULATED TO:
31 A/W Products & Services 0.00%

FORMULA #	FORMULA DESCRIPTION	REG	DATA NON-REG	TOTAL	REG	PERCENTAGES NON-REG	TOTAL
100058	SE-CAPEX						
	CAPEX	\$ 246,049	\$ -	246,049	100.00%	0.00%	100.00%
	AVERAGE				100.00%	0.00%	100.00%
ALLOCATE REGULATED BY CUSTOMER COUNT		CUST COUNT	%			FINAL %	
12	KENTUCKY-AMERICAN	117,793	11.04%			11.04%	
13	MARYLAND-AMERICAN	4,833	0.45%			0.45%	
24	PENNSYLVANIA-AMERICAN	644,720	60.45%			60.45%	
26	TENNESSEE-AMERICAN	74,540	6.99%			6.99%	
27	VIRGINIA-AMERICAN	54,253	5.09%			5.09%	
28	WEST VIRGINIA-AMERICAN	167,909	15.74%			15.74%	
42	UNITED WATER VIRGINIA	2,535	0.24%			0.24%	
	Total	1,066,583	100.00%			100.00%	

ALLOCATE NON-REGULATED TO:
31 A/W Products & Services 0.00%

FORMULA #	FORMULA DESCRIPTION	REG	DATA NON-REG	TOTAL	REG	PERCENTAGES NON-REG	TOTAL
100511	SE-PURCHASE ORDERS						
	INVOICES SUBSTITUTED	\$ 151,308	\$ -	151,308	100.00%	0.00%	100.00%
	AVERAGE				100.00%	0.00%	100.00%
ALLOCATE REGULATED BY CUSTOMER COUNT		CUST COUNT	%			FINAL %	
12	KENTUCKY-AMERICAN	117,793	11.04%			11.04%	
13	MARYLAND-AMERICAN	4,833	0.45%			0.45%	
24	PENNSYLVANIA-AMERICAN	644,720	60.45%			60.46%	
26	TENNESSEE-AMERICAN	74,540	6.99%			6.99%	
27	VIRGINIA-AMERICAN	54,253	5.09%			5.09%	
28	WEST VIRGINIA-AMERICAN	167,909	15.74%			15.74%	
42	UNITED WATER VIRGINIA	2,535	0.24%			0.24%	
	Total	1,066,583	100.00%			100.01%	

ALLOCATE NON-REGULATED TO:
31 A/W Products & Services 0.00%

**TENNESSEE AMERICAN WATER COMPANY
DOCKET NO. 08-00039
CHATTANOOGA MANUFACTURERS ASSOCIATION'S
FIRST SET OF DATA REQUESTS**

Responsible Witness: Michael Miller/John Watson

Question:

13. Please provide a comparison of Tennessee-American's residential commercial and industrial water rates, to those of other water utilities within a 500-mile radius of the Chattanooga, Tennessee service area.

Supplemental Response:

TAWC reserves and incorporates its prior response and all objections previously set forth in its response. Subject to and without waiving its objections, in response to CMA's request for clarification made on June 12, 2008, TAWC states that the only comparison of TAWC rates to other companies in the area was filed as exhibit JSW No. 3 to John Watson's testimony and no other responsive documents exist.

To the extent the CMA has continuing concerns regarding the sufficiency of TAWC's supplemental response, the Company will work in good faith with the CMA to resolve these concerns.

**TENNESSEE AMERICAN WATER COMPANY
DOCKET NO. 08-00039
CHATTANOOGA MANUFACTURERS ASSOCIATION'S
FIRST SET OF DATA REQUESTS**

Responsible Witness: Michael Miller

Question:

14. Please provide an assessment of why the cost of water utility service in the Chattanooga, Tennessee area would be higher or lower than the cost of water utility service in each surrounding area as defined in question 13, above.

Supplemental Response:

TAWC reserves and incorporates its prior response and all objections previously set forth in its response. Subject to and without waiving its objections, in response to CMA's request for confirmation made on June 12, 2008 that no such document exists, TAWC confirms that the Company does not have such a document.

To the extent the CMA has continuing concerns regarding the sufficiency of TAWC's supplemental response, the Company will work in good faith with the CMA to resolve these concerns.

**TENNESSEE AMERICAN WATER COMPANY
DOCKET NO. 08-00039
CHATTANOOGA MANUFACTURERS ASSOCIATION'S
FIRST SET OF DATA REQUESTS**

Responsible Witness: John Watson/Michael Miller

Question:

16. Please provide a copy of TAWC's five-year and ten-year capital expenditure and operating expense budgets, and any documents reflecting any discussion, consideration, order, directive or vote (or similar instruction) to adjust, alter, manipulate, or deviate from the same.

Supplemental Response:

TAWC reserves and incorporates its prior response and all objections previously set forth in its response. Subject to and without waiving such objections, the Company states that it will produce a capital expenditure plan for 2008 through 2012, inclusive. Based on discussions held between CMA and TAWC on June 12, 2008, TAWC understands that this request will be resolved by the production of the capital expenditure plan.

To the extent the CMA has continuing concerns regarding the sufficiency of TAWC's supplemental response, the Company will work in good faith with the CMA to resolve these concerns.

**TENNESSEE AMERICAN WATER COMPANY
DOCKET NO. 08-00039
CHATTANOOGA MANUFACTURERS ASSOCIATION'S
FIRST SET OF DATA REQUESTS**

Responsible Witness: Michael Miller

Question:

17. Please provide a tabulation of the authorized rates of return in orders from around the country (if any), reviewed by or referred to or regarding any RWE, AWW, or TAWC affiliated entity, that supports or contradicts TAWC's opinion that an 11.75% return on common equity is fair, just, reasonable, or representative of current investor expectations for a water utility. Please include, but do not limit your response to, the jurisdiction, docket number, authorized return, number of customers served and dates of issue of the order(s) surveyed by Tennessee-American or its affiliate(s).

Supplemental Response:

TAWC reserves and incorporates all objections and answers previously set forth in its response. Pursuant to discussions with the CMA on June 12, 2008, TAWC understands that the information sought in CMA Request No. 11 would also be fully responsive to this Request. Notwithstanding its objections and without waiving them, the Company states that upon entry of, and pursuant to the terms of, a highly confidential protective order, TAWC will produce Highly Confidential documents responsive to CMA Request No. 11. TAWC further states that information responsive to this Request is contained in the road show presentation provided in response to COC Request No. 2, as well as Dr. Vilbert's pre-filed testimony.

To the extent the CMA has continuing concerns regarding the sufficiency of TAWC's supplemental response, the Company will work in good faith with the CMA to resolve these concerns.