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August 6, 2008

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TN REGULATORY AUTHORITY
DOCKET 0001

Via Hand-Delivery

Chairman Tre Hargett
c/o Ms. Sharla Dillon
Tennessee Regulatory Authority
460 James Robertson Parkway
Nashville, Tennessee 37243

Re: *Petition Of Tennessee American Water Company To Change And 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. 08-00039

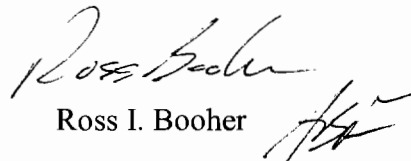
Dear Chairman Hargett:

Enclosed please find an original and seven (7) copies of Tennessee American Water Company's **CONFIDENTIAL** filing of the Second Supplemental Attachment to the TRA's Question 66.

Please return three copies of this document, which I would appreciate you stamping as "filed," and returning to me by way of our courier.

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

Yours very truly,


Ross I. Booher

RIB/smb
Enclosure

Chairman Tre Hargett

August 6, 2008

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cc: Hon. Mary Freeman (*w/o enclosure*)
Hon. Sara Kyle (*w/o enclosure*)
Hon. Eddie Roberson (*w/o enclosure*)
Richard Collier, Esq. (*w/o enclosure*)
Ms. Shilina Chatterjee (*w/o enclosure*)
Ms. Kelly Grams (*w/o enclosure*)
Ms. Emily Knight (*w/enclosure*)
Ryan McGehee, Esq. (*w/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*)

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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 6th day of August, 2008, upon the following:

<input checked="" type="checkbox"/> Hand-Delivery	Timothy C. Phillips, Esq.
<input type="checkbox"/> U.S. Mail	Ryan McGehee, Esq.
<input type="checkbox"/> Facsimile	CONSUMER ADVOCATE AND PROTECTION DIVISION
<input type="checkbox"/> Overnight	Office of Attorney General
<input checked="" type="checkbox"/> Email	2nd Floor
	425 5th Avenue North
	Nashville, TN 37243-0491

<input type="checkbox"/> Hand-Delivery	David C. Higney, Esq.
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<input type="checkbox"/> Facsimile	633 Chestnut Street, 9th Floor
<input checked="" type="checkbox"/> Overnight	Chattanooga, TN 37450
<input checked="" type="checkbox"/> Email	

<input checked="" type="checkbox"/> Hand-Delivery	Henry M. Walker, Esq.
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<input type="checkbox"/> Hand-Delivery	Michael A. McMahan, Esq.
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<input type="checkbox"/> Facsimile	Office of the City Attorney
<input checked="" type="checkbox"/> Overnight	Suite 400
<input checked="" type="checkbox"/> Email	801 Broad Street
	Chattanooga, TN 37402

<input type="checkbox"/> Hand-Delivery	Frederick L. Hitchcock, Esq.
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	Chattanooga, TN 37402



TENNESSEE AMERICAN WATER COMPANY
Docket No. 08-00039
Tennessee Regulatory Authority Staff Data Request No. 1

Responsible Witness: Michael A. Miller

COST OF CAPITAL

Question:

66. Provide a calculation of TAWC's, its Parent, Multi-State Utility's, or Affiliated Utility Service Company's, debt, equity capital and the debt and equity ratios for the last five (5) years. Show long and short-term debt, preferred stock and common equity separately.

Response:

AWW has recently filed the sixth amendment to its S-1 which is provided in the response to question 85. That document now includes a pricing range and the estimated shares to be offered in the pending IPO. AWW is in a quiet period whereby information not previously in the public domain is not permitted.

The AWW stand-alone capital structure for 2006 and 2007 has not been released in the public domain. Once the IPO is complete the Company intends to provide this data under the general protective order it will seek in this case.

Please see the attached schedule for the information related to TAWC.

Supplemental Response:

Subject to the Confidentiality Agreement approved in this case, TAWC is providing the attached document which is the stand-alone capital structure of American Water Works Company, Inc., the parent company of TAWC.

Second Supplemental Response:

Subject to the Confidentiality Agreement approved in this case, TAWC is providing the attached document which is the stand-alone capital structure of American Water Works Company Inc., the parent of TAWC. The schedule has been updated to include the information for the first and second quarters of 2008.