

BASS, BERRY & SIMS PLC
A PROFESSIONAL LIMITED LIABILITY COMPANY
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August 15, 2008

VIA E-MAIL AND HAND DELIVERY

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

filed electronically in docket office on 08/15/08

***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 Hargett:

In compliance with Rule 1220-4-1-.05 of the Rules of the Tennessee Regulatory Authority and Tennessee Code Annotated 65-5-101 pertaining to publication and posting of notice as to hearings in matters involving rate increases, and proof of publication and posting to the Authority, I, R. Dale Grimes, attorney for Tennessee-American Water Company, hereby furnish you original and seven (7) copies of proof of publication in connection with the hearing to be held in the above-referenced docket beginning August 18, 2008. The publication was made in a newspaper of general circulation in the areas in which the petitioner offers service to its customers and as to which notice is required:

PUBLICATION OF NOTICE

1. The NOTICE OF HEARING attached as Exhibit A was published in the following newspaper of general circulation on the following dates:

<u>Newspaper</u>	<u>Date</u>	
Chattanooga Times Free Press	August 7, 2008	Exhibit A

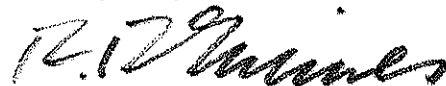
POSTING OF LEGAL NOTICE

2. The attached legal notice marked Exhibit B was displayed on a tripod in the main lobby of the customer service area of Tennessee-American Water Company, 1101 Broad Street, Chattanooga, Tennessee, beginning August 8, 2008. As verification of such posting, attached, as Exhibit C is a letter from the President of Tennessee-American Water Company, John S. Watson, dated August 13, 2008.

This letter of publication and posting complies fully with Tennessee Regulatory Authority Rule 1220-4-1-.05.

With kindest regards, I remain

Yours very truly,



R. Dale Grimes

RDG/ms

Enclosure

Cc: Hon. Mary Freeman (*w/o enclosure*)
Hon. Sara Kyle (*w/o enclosure*)
Hon. Eddie Roberson, PhD (*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*)

2396661
TN AMERICAN WATER CO
Hearing Noti
Request for Rate Increase

STATE OF TENNESSEE HAMILTON COUNTY

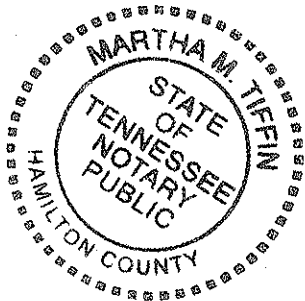
Before me personally appeared Linda Johnson who being duly sworn, that she is the Legal Sales Representative of the "CHATTANOOGA TIMES FREE PRESS" and that the Legal Ad of which the attached is a true copy, has been published in the above said Newspaper on the following dates, to-wit:

August 7, 2008

And that there is due the "CHATTANOOGA TIMES FREE PRESS" for publication of such notice the sum of \$162.60 Dollars. (Includes \$10.00 Affidavit Charge).



Sworn to and subscribed before me, this 11th day of
August 2008.



My Commission Expires 8/3/2011

Chattanooga Times Free Press

EXHIBIT A

**LEGAL NOTICE OF
HEARING**

Notice is hereby given that Tennessee American Water Company (the "Company") filed a petition and tariffs with the Tennessee Regulatory Authority, on March 14, 2008, asking that it be permitted to change water rates currently being charged in the areas being served by the Company. The Company's proposal would increase its annual revenues by approximately \$7,644,859, an increase in annual revenues of 20.58%. The proposed tariffs filed by the Company increase water rates 21.2% across the board.

The proposed rates as filed are those proposed by the Company and the Tennessee Regulatory Authority may in some or all instances adopt, reject, increase, or decrease said proposed rates, in part or in whole. The petition was filed to establish water rates that will enable the Company to earn a fair return on its investment, prevent impairment of its credit, meet its obligation to its customers, employees and creditors and to preserve its property. A copy of the proposed tariff changes and the reasons for them are on file with the Tennessee Regulatory Authority and are open to public inspection.

The matter will be heard before the Tennessee Regulatory Authority on Monday, August 18, 2008, at 1:00 p.m. (EDT), at the Hamilton County Courthouse, Fourth Floor, 625 Georgia Avenue, Chattanooga, Tennessee. Specific times are being set aside for public comment during the Hearing as follows: Monday, August 18, 6:30 p.m. to 8:30 p.m. and Tuesday, August 19, 8:30 a.m. to 9:30 a.m. This notice is being given pursuant to Rule 1220-4-1-.05 and Tennessee Code Annotated 65-5-101.

John S. Watson
Vice President and
General Network Manager
Tennessee American
Water Company

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John S. Watson
Vice President and General Network Manager
Tennessee American Water Company



Tennessee American Water
1101 Broad Street
Chattanooga, TN 37402
amwater.com

P 423-755-7607
F 423-755-7634

August 13, 2008

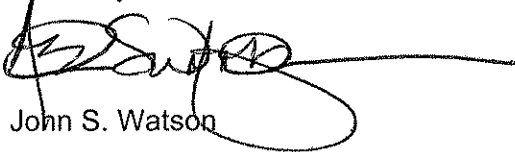
Mr. R. Dale Grimes
Bass, Berry & Sims PLC
AmSouth Center
315 Deaderick Street
Suite 2700
Nashville, TN 37328-3001

Dear Dale:

We are enclosing an original notarized proof of publication in the Chattanooga Times Free Press of the legal notice announcing the August 18, 2008 hearing of Tennessee American Water Company's rate case petition before the Tennessee Regulatory Authority.

Also, a laminated legal Notice of Hearing was posted in the lobby area of Tennessee American Water's office building at 1101 Broad Street in Chattanooga, Tennessee on August 8, 2008. The notice will remain posted until August 21, 2008.

Sincerely,



John S. Watson

JSW/s
Enclosures

EXHIBIT C

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 15th day of August, 2008, upon the following:

<input checked="" type="checkbox"/> Hand-Delivery	Timothy C. Phillips, Esq.
<input type="checkbox"/> U.S. Mail	Consumer Advocate and Protection Division
<input type="checkbox"/> Facsimile	Office of Attorney General
<input type="checkbox"/> Overnight	2nd Floor
<input checked="" type="checkbox"/> Email	425 5th Avenue North
	Nashville, TN 37243-0491
<input type="checkbox"/> Hand-Delivery	David C. Higney, Esq.
<input type="checkbox"/> U.S. Mail	Counsel for Chattanooga Manufacturers Association
<input type="checkbox"/> Facsimile	Grant, Konvalinka & Harrison, P.C.
<input checked="" type="checkbox"/> Overnight	633 Chestnut Street, 9th Floor
<input checked="" type="checkbox"/> Email	Chattanooga, TN 37450
<input checked="" type="checkbox"/> Hand-Delivery	Henry M. Walker, Esq.
<input type="checkbox"/> U.S. Mail	Counsel for Chattanooga Manufacturers Association
<input type="checkbox"/> Facsimile	Boult, Cummings, Connors & Berry, PLC
<input type="checkbox"/> Overnight	Suite 700
<input checked="" type="checkbox"/> Email	1600 Division Street
	Nashville, TN 37203
<input type="checkbox"/> Hand-Delivery	Michael A. McMahan, Esq.
<input type="checkbox"/> U.S. Mail	Special Counsel
<input type="checkbox"/> Facsimile	City of Chattanooga (Hamilton County)
<input checked="" 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-Delivery	Frederick L. Hitchcock, Esq.
<input type="checkbox"/> U.S. Mail	Harold L. North, Jr., Esq.
<input type="checkbox"/> Facsimile	Counsel for City of Chattanooga
<input checked="" type="checkbox"/> Overnight	Chambliss, Bahner & Stophel, P.C.
<input checked="" type="checkbox"/> Email	1000 Tallan Building
	Two Union Square
	Chattanooga, TN 37402

