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August 26, 2009

Via Hand-Delivery

Hon. Sara Kyle, Chairman c/o Ms. Sharla Dillon Tennessee Regulatory Authority 460 James Robertson Parkway Nashville, Tennessee 37243

filed electronically in docket office on 08/26/09

Re: Tennessee American Water Company's

Request for Proposal for a Management Audit

Docket No. 09-00086

Dear Chairman Kyle:

Enclosed please find an original and five (5) copies of Tennessee American Water Company's Notice of Filing of an Additional Invitation Letter regarding Request for Proposal. I request that one (1) copy of this document be stamped as "filed," and returned to me with our courier.

Please note that this filing also has been transmitted electronically to the Tennessee Regulatory Authority today.

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

Sincerely,

Ross Rooher

RB/cw

Enclosures

cc:

Hon. Eddie Roberson, Ph.D.

Hon. Mary W. Freeman

Ms. Darlene Standley, Chief of Utilities Division

Gary Hotvedt, Esq.

Kelly Cashman-Grams, Esq.

Rebecca Montgomery, Esq.

Richard Collier, Esq.

Ryan McGehee, Esq.

Mr. John Watson

Mr. Michael A. Miller

BEFORE THE TENNESSEE REGULATORY AUTHORITY NASHVILLE, TENNESSEE

IN RE:)	
)	
TENNESSEE AMERICAN WATER)	
COMPANY'S REQUEST FOR)	Docket No. 09-00086
PROPOSAL FOR A MANAGEMENT)	
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NOTICE OF FILING OF ADDITIONAL INVITATION LETTER REGARDING REQUEST FOR PROPOSAL

Tennessee American Water Company ("TAWC") hereby provides notice of the filing of an additional letter inviting a Request for Proposal. The Request for Proposal (including referenced attachments) and other invitation letters were previously filed in this docket on August 21, 2009.

Respectfully submitted this day of August, 2009.

R. Dale Grimes (#006332) Ross I. Booher (#019304)

BASS, BERRY & SIMS, PLC

315 Deaderick Street, Suite 2700

Nashville, Tennessee 37238-3001

(615) 742-6244

Attorneys for Tennessee American Water Company

CERTIFICATE OF SERVICE

I hereby certify that a true and exact copy of the foregoing has been mailed to the following, postage prepaid, on this day of August, 2009:

Richard Collier, General Counsel Tennessee Regulatory Authority 460 James Robertson Parkway Nashville, TN 37243

Ryan McGehee, Esq.
Office of the Attorney General
Consumer Advocate and Protection Division
P. O. Box 2027
Nashville, TN 37202

Ross I. Books

8043080.1



Michael A Miller
Director of Rates and Regulation
American Water
P O. Box 1906
Charleston, WV 25327
P 304-340-2980
F 304-353-6332
Mike Miller@amwater.com

August 26, 2009

Mr. Frederick S. Umbach Protiviti 10 Woodbridge Center Drive Woodbridge, NJ 07095

Dear Mr. Umbach,

Re: Request For Proposal

Tennessee-American Water Company ("TAWC") is providing you a Request For Proposal ("RFP") for a management audit of American Water Works Service Company ("AWWSC") on behalf of TAWC. The Tennessee Regulatory Authority ("TRA") required this audit in their Order in Docket No. 08-00039 issued on January 13, 2009. The Company is also providing the excerpt from the TRA order concerning management fees and the Audit addressed in this RFP for your review. The issue of management fees and management audits of AWWSC have been an on-going issue in the last two TAWC rate cases and we are also providing with this letter the previous studies of TAWC management fees performed by Baryenbruch & Company, LLC and Booz Allen Hamilton for your review. The response to this RFP is to be submitted by September 18, 2009 to:

Tennessee-American Water Company 1101 Broad Street Chattanooga, TN 37401

Also provide a copy of your Response to the Project Coordinator at:

American Water Works Service Company, Inc. Attn: Michael A. Miller 1600 Pennsylvania Avenue Charleston, WV 25302

If you should have any questions concerning this RFP or any related issues please contact me in writing as required by the TRA Order at the address above or at my e-mail address, *mike.miller@amwater.com*.

Sincerely,

Michael A. Miller