IN 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) DOCKET NO. 10-00189
PERMIT IT TO EARN A FAIR AND)
ADEQUATE RATE OF RETURN ON)
ITS PROPERTY USED AND USEFUL IN)
FURNISHING WATER SERVICE TO)
ITS CUSTOMERS)

DISCOVERY REQUEST OF THE CONSUMER ADVOCATE AND PROTECTION DIVISION RELATED TO THE REBUTTAL EXHIBITS OF TENNESSEE AMERICAN WATER COMPANY'S REBUTTAL TESTIMONY

To: Tennessee American Water Company, Inc. c/o R. Dale Grimes, Esq.
Bass, Berry & Sims PLC
AmSouth Center
315 Deaderick Street, Suite 2700
Nashville, TN 37238

This Discovery Request is hereby served upon Tennessee American Water Company, ("TAWC", "Tennessee-American", or "Company"), pursuant to Rules 26, 33, 34 and 36 of the Tennessee Rules of Civil Procedure and Tenn. Comp. R. & Reg. 1220-1-2-.11. We request that full and complete responses be provided pursuant to the Tennessee Rules of Civil Procedure. The responses are to be produced at the Office of the Tennessee Attorney General and Reporter, Consumer Advocate and Protection Division, 425 Fifth Avenue North, Nashville, Tennessee 37243, c/o Ryan L. McGhee, on or before February 23, 2011.

PRELIMINARY MATTERS AND DEFINITIONS

Each discovery request calls for all knowledge, information and material available to TAWC, as a party, whether it be TAWC's, in particular, or knowledge, information or material possessed or available to TAWC's attorney or other representative.

These discovery requests are to be considered continuing in nature, and are to be supplemented from time to time as information is received by TAWC which would make a prior response inaccurate, incomplete, or incorrect. In addition, the Attorney General requests that TAWC supplement responses hereto with respect to any question directly addressed to the identity and location of persons having knowledge of discoverable matters, and the identity of each person expected to be called as an expert at hearing, the subject matter on which the expert is expected to testify, and the substance of the expert's testimony.

These discovery requests are to be interpreted broadly to fulfill the benefit of full discovery. The singular of any discovery request includes the plural and the plural includes the singular. To assist you in providing full and complete discovery, the Attorney General provides the following definitional guidelines.

The terms "and" and "or" shall be construed conjunctively or disjunctively as necessary to include any information that might otherwise be construed outside the scope of these requests.

The term "communication" means any transmission of information by oral, graphic, pictorial or otherwise perceptible means, including but not limited to personal conversations, telephone conversations, letters, memoranda, telegrams, electronic mail, newsletters, recorded or handwritten messages, or otherwise.

For purposes of these discovery requests, the term "you" shall mean and include:

Tennessee American Water Company and all employees, agents and representatives thereof.

The term "person" or "persons" as used herein refers to any natural person, corporation, firm, company, sole proprietorship, partnership, business, unincorporated association, or other

entity of any sort whatsoever. Where a company or organization is the party being served, all responses must include the company's response. Moreover, the company's designated person for responding must assure that the company provides complete answers. A complete answer must provide a response which includes all matters known or reasonably available to the company.

The term "identity" and "identify" as used herein, with respect to any person, means to provide their name, date of birth, current residence address, current residence telephone number, current business address, current business telephone number, and the occupation or job title of that person; with respect to an entity, those terms mean to provide the name by which said entity is commonly known, the current address of its principal place of business, and the nature of business currently conducted by that entity; with respect to any document, those terms mean to provide the date of the document, the nature of the document, the title of the document, the reference number (if any) of the document, and the current location of the document, including the identity of the person or entity in possession of the document.

The term "document" as used herein, means any medium upon which intelligence or information can be recorded or retrieved, such as any written, printed, typed, drawn, filmed, taped, or recorded medium in any manner, however produced or reproduced, including but not limited to any writing, drawing, graph, chart, form, work paper, spreadsheet, note, photograph, tape recording, computer disk or record, or other data compilation in any form without limitation. Produce the original and each copy, regardless of origin or location, of any book, pamphlet, periodical, letter, note, report, memorandum (including memoranda, note or report of a meeting or conversation), spreadsheet, photograph, videotape, audio tape, computer disk, email, or any other written, typed, reported, transcribed, punched, taped, filmed, or graphic matter, however produced or reproduced, which is in your possession, custody or control or which was, but is no longer, in your possession, custody, or control. If any such document was, but no

longer is, in your possession or control, state what disposition was made of it and when. If a document exists in different versions, including any dissimilar copies (such as a duplicate with handwritten notes on one copy), each version shall be treated as a different document and <u>each</u> must be identified and produced.

If you produce documents in response to these discovery requests, produce the original of each document or, in the alternative, produce a copy of each document and identify the location of the original document. If the "original" document is itself a copy, that copy should be produced as the original.

If any objections are raised on the basis of privilege or immunity, include in your response a complete explanation concerning the privilege asserted.

If you contend that you are entitled to refuse to fully answer any of this discovery, state the exact legal basis for each such refusal.

If any of the interrogatories are not answered on the basis of privilege or immunity, include in your response to each such interrogatory a written statement evidencing:

- (a) the nature of the communication;
- (b) the date of the communication;
- (c) the identity of the persons present at such communication; and
- (d) a brief description of the communication sufficient to allow the Authority to rule on a motion to compel.

If, for any reason, you are unable to answer a discovery request fully, submit as much information as is available and explain why your answer is incomplete. If precise information cannot be supplied, submit 1) your best estimate, so identified, and your basis for the estimate and 2) such information available to you as comes closest to providing the information requested. If you have reason to believe that other sources of more complete and accurate information exist, identify those sources.

If any information requested is not furnished as requested, state where and how the information may be obtained or extracted, the person or persons having knowledge of the procedure and the person instructing that the information be excluded.

1. Please refer to Rebuttal Exhibit MAM-7 of Mr. Mike Miller's rebuttal testimony filed in this docket. Provide the workpapers supporting Line 10 of Rebuttal Exhibit MAM-7 and provide the response in native electronic format.

RESPONSE:

- 2. Please refer to Rebuttal Exhibits ELS-1 and ELS-2 of Dr. Spitznagel's rebuttal testimony. Provide the following information for each month of the 25 year period utilized:
 - a. The actual historical monthly sales volumes expressed in gallons;
 - b. The actual historic monthly number of bills;
 - c. The actual historical monthly sales per customer per day expressed in gallons;
 - d. The Company's monthly weather adjustment between the historical monthly sales per customer per day, from the response to item c, and the monthly forecasted information included in Rebuttal Exhibits ELS-1 and ELS-2.

RESPONSE:

RESPECTFULLY SUBMITTED,

RYAN L. MCGEHEE

Assistant Attorney General

Office of the Attorney General and Reporter Consumer Advocate and Protection Division

P.O. Box 20207

Nashville, TN 37202-0207

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing is being forwarded via U.S. mail, to:

R. Dale Grimes, Esq. Bass, Berry & Sims PLC AmSouth Center 315 Deaderick Street, Suite 2700 Nashville, TN 37238

Henry Walker 1600 Division Street, Suite 700 P.O. Box 340025 Nashville, Tennessee 37203

Richard Collier General Counsel Tennessee Regulatory Authority 460 James Robertson Pkwy. Nashville, TN 37243-0505

David C. Higney Grant, Konvalinka & Harrison, P.C. Ninth Floor, Republic Centre 633 Chestnutt Street Chattanooga, TN 37450-0900

Michael A. McMahan Special Counsel - City of Chattanooga 801 Broad Street, Suite 400 Chattanooga, TN 37450-0900

on this the // day of February, 2010.

Ryan L. McGehee