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February 22, 2011

VIA HAND DELIVERY

filed electronically in docket office on 02/22/11

Chairman Mary W. Freeman
c/o Sharla Dillon
Tennessee Regulatory Authority
460 James Robertson Parkway
Nashville, Tennessee 37243

Re: Docket No. 10-00189: *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*

Dear Chairman Freeman:

Enclosed please find an original and five (5) sets of copies of Tennessee American Water Company's February 22nd Notice of Filing of Supplemental Revised Accounting Exhibits and Work Papers.

Please file the original and four copies of this material and stamp the additional copy as "filed." Then please return the stamped copy to me by way of our courier.

Should you have any questions concerning this matter, please do not hesitate to contact me at the email address or telephone number listed above.

Sincerely,

David Killion

Enclosure

cc: Mr. Paul Greene (w/enclosure)
Ms. Michelle Ramsey (w/enclosure)
Mr. David Foster, Chief of Utilities Division (w/o enclosure)
Mr. Jerry Kettles, Chief of Economic Analysis & Policy Division (w/o enclosure)
Ryan McGehee, Esq. (w/ enclosure)
Mary L. White, Esq. (w/ enclosure)

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Frederick L. Hitchcock, Esq. (w/ enclosure)
Harold L. North, Jr., Esq. (w/ enclosure)
Mark Brooks, Esq. (w/ enclosure)
Scott H. Strauss, Esq. (w/ enclosure)
Katharine M. Mapes, Esq. (w/ enclosure)
Donald L. Scholes, Esq. (w/ enclosure)

9257865.1

BEFORE 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 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. 10-00189**

NOTICE OF FILING OF SUPPLEMENTAL
REVISED ACCOUNTING EXHIBITS AND WORK PAPERS

Tennessee American Water Company ("TAWC") hereby provides this notice of filing of its supplemental revised accounting exhibits and work papers. The Tennessee Regulatory Authority, through Ms. Michelle Ramsey, has requested that TAWC provide further supplemental revised accounting exhibits and work papers that reflect any revisions noted in TAWC's pre-filed rebuttal testimony. Per the Authority's request, the attached supplemental revised accounting exhibits and work papers contained in this filing were sent to Ms. Ramsey via email on February 18, 2011. Accordingly, TAWC is now giving notice of the filing of the attached supplemental revised accounting exhibits and work papers. The native versions of all revised accounting exhibits and work papers are included on an enclosed compact disk.

Respectfully submitted this 22nd day of February, 2011.

R. Dale Grimes (#006332)
E. Steele Clayton (#017298)
C. David Killion (#026412)
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Attorneys for Tennessee American Water Company

Overall Financial Summary

Tennessee Regulatory Authority
Company: Tennessee-American Water Company
Case No:

Test Year: Twelve Months Ended: March 31, 2010
Revised Exhibit No. 1, Schedule 1
Page 1 of 1

Line No.	Description	Reference to Supporting Exhibit	Proposed Test Year
7	Rate Base	Exhibit 1, Schedule 2	$120,967,931
9	Operating Income at Attrition Year Present Rates	Exhibit 2, Schedule 1	3,215,808
11	Earned Rate of Return		2.660%
13	Rate of Return	Exhibit 3, Schedule 1	8.380%
15	Required Operating Income		10,137,113
17	Operating Income Deficiency		6,921,305
19	Gross Revenue Deficiency Factor		1.67319346
21	Revenue Deficiency		11,580,683

Computation of Attrition Year Rate Base

Tennessee Regulatory Authority
Company: Tennessee-American Water Company
Case No:

Test Year: Twelve Months Ended: March 31, 2010
Revised Exhibit No. 1, Schedule 2
Page 1 of 3

Line No.		Footnote Reference	Per Books Rate Base @ 3/31/10	Adjustments	Rate Base 13 mo average @ 12/31/11
4	Additions				
6	Utility Plant in Service (UPIS)	(1)	$210,372,273	$16,012,217	$226,384,490
8	Construction Work in Progress	(2)	3,109,318	354,257	3,463,575
10	Utility Plant Capital Lease		1,590,500	0	1,590,500
12	Deferred Maintenance	(3)	0	0	0
14	Limited-Term Utility Plant - Net	(4)	0	0	0
16	Working Capital		1,932,896	0	1,932,896
18	Total Additions		217,004,986	16,366,475	233,371,461
20	Deductions				
22	Accumulated Provision for Depreciation UPIS	(5)	66,599,948	5,978,096	72,578,044
24	RWIP		(0)	0	(0)
26	Accumulated Amortization of Utility Plant Capital Lease	(6)	1,254,728	132,542	1,387,269
28	Deferred Income Taxes	(7)	20,631,368	2,006,689	22,638,057
30	Customer Advances for Construction	(8)	6,196,602	(409,845)	5,786,757
32	Contributions in Aid of Construction	(9)	9,445,807	486,743	9,932,550
34	Unamortized Investment Tax Credit	(10)	30,769	(3,870)	26,899
36	Utility Plant Acquisition Adjustment	(11)	63,623	(9,669)	53,954
38	Total Deductions		104,222,844	8,180,686	112,403,531
40	Rate Base		112,782,142	8,185,789	120,967,931

Attrition Year Rate Base
Footnotes

Tennessee Regulatory Authority
Company: Tennessee-American Water Company
Case No:

Test Year: Twelve Months Ended: March 31, 2010
Revised Exhibit No. 1, Schedule 2

FOOTNOTE REFERENCE	DESCRIPTION	AMOUNT
(1)	Net Additions to UPIS through December 31, 2011 (13 month average)	$16,012,217
(2)	Adjustment to CWIP through December 31, 2011 (13 month average)	354,257
(3)	Adjustment to Deferred Maintenance	0
(4)	Adjustment to Limited -Term Utility Plant - Net	0
(5)	Adjustment to Accumulated Provision for Depreciation of UPIS	5,978,096
(6)	Adjustment to Accumulated Amortization of Utility Plant - Capital Lease	132,542
(7)	Adjustment to Deferred Income Taxes	2,006,689
(8)	Change in Customer Advances	(409,845)
(9)	Change in Contributions in Aid of Construction	486,743
(10)	Change in Unamortized Investment Tax Credit	(3,870)
(11)	Adjustment to Utility Plant Acquisition Adjustment	(9,669)

Net Additions to Utility Plant in Service & 13 Month Average
From End of Test Year to End of Forecasted Period

Tennessee Regulatory Authority
Company: Tennessee-American Water Company
Case No:

Test Year: Twelve Months Ended: March 31, 2010
Exhibit No. 1, Schedule 2
Page 3 of 3

Line No.	Account Number	Account Description	2010 Net Additions	2011 Net Additions	Net Additions to Utility Plant in Service 4/1/10 - 12/31/11	13 month average Utility Plant In Service @ 12/31/11
1						
2						
3	301000	Organization	$0	$0	$0	0
4	303000	Land & Land Rights	$210,000	$250,000	$460,000	860,965
5	339600	Comprehensive Planning Study	$0	$0	$0	144,499
	304100	SS Structures	$0	$0	$0	47,382
6	304200	Pumping Structures	$318,507	$37,003	$355,510	4,266,507
7	304300	Water Treatment Structures	$5,214,642	$244,108	$5,458,750	7,408,035
8	304301	Water Treatment Structures-Depr	$0	$0	$0	1,694,808
9	304400	T & D Structures	$0	$0	$0	524,049
10	304600	Office Structures	$0	$0	$0	394,768
11	304700	Stores , Shop, & Garage Structures	$0	$0	$0	312,642
12	304800	Miscellaneous Structures	$0	$0	$0	654,998
13	306000	Lakes, Rivers, & Other Intakes	$0	$0	$0	489,123
14	309000	Supply Mains	$0	$0	$0	603,834
15	310100	Power Generation Equipment	$0	$0	$0	227,422
16	311200	Electric Pumping Equipment	$243,574	$173,430	$417,004	5,909,060
17	311300	Deisel Pumping Equipment	$0	$0	$0	119,296
18	311500	Other Pumping Equipment	$0	$0	$0	420,932
19	320100	Water Treatment Equipment	$6,524	$6,524	$13,048	12,612,181
20	320200	Granular Activated Carbon	$214,000	$0	$214,000	442,199
21	330000	T & D Reservoirs & Standpipes	$105,556	$175,000	$280,556	8,510,563
22	330003	T & D Reservoirs & Standpipes-Painting	$0	$0	$0	3,477,221
	330300	Ground Level Facilities	$0	$0	$0	2,571
23	330400	Clearwells	$0	$0	$0	680,784
24	331001	T & D Mains not Classified	$0	$0	$0	2,039,803
25	331100	T & D Mains - Mains (4" or less)	$50,000	$329,454	$379,454	5,349,391
26	331200	T & D Mains - Mains (6" - 8")	($1,936)	($41,158)	($43,094)	1,458
27	331210	T & D Mains - Mains (6" - 10")	$1,669,345	$2,590,300	$4,259,645	67,319,898
28	331300	T & D Mains - Mains (10" - 16")	$0	$0	$0	9,816,243
29	331350	T & D Mains - Mains (12" or More)	$1,910,306	$1,043,596	$2,953,902	27,318,258
30	333000	Services	$1,025,171	$1,193,441	$2,218,612	22,657,563
31	334100	Meters	$388,012	$510,208	$898,220	5,098,755
32	334130	Meters-Metal Case/Old Style	$0	$0	$0	3,274,936
34	334120	Meters - Plastic Case	$0	$0	$0	0
35	334131	Meters - rem rd	$0	$0	$0	17,907
36	334200	Meter Installations	$481,812	$603,368	$1,085,180	11,757,828
37	335000	Hydrants	$304,067	$390,191	$694,258	8,538,535
38	339200	Other P/E SS	$0	$0	$0	8,526
39	340100	Office Furniture	$76,340	$40,359	$116,699	591,338
40	340200	Computer & Peripheral Equipment	$37,577	$181,650	$219,227	319,777
41	340210	Computer & Mainframe Equipment	$0	$0	$0	603,486
42	340220	Computer & Periph Personel	$2,400	$23,826	$26,226	353,178
43	340230	Computer & Periph Other	$0	$0	$0	294,721
44	340300	Computer Software	$15,500	$6,992	$22,492	431,702
45	340310	Computer Software Mainframe	$0	$0	$0	3,535,059
46	340320	Computer Software Personal	$0	$0	$0	177,213
47	340330	Computer Software Other	$0	$0	$0	14,222
48	340400	Data Handling Equipment	$0	$0	$0	15,284
49	340500	Other Office Equipment	$0	$0	$0	55,208
50	341100	Light Trucks	$221,467	$37,100	$258,567	1,204,633
51	341200	Heavy Trucks	$159,903	$234,800	$394,703	1,308,188
52	341300	Automobiles	($2,700)	$106,720	$104,020	261,215
53	341400	Transportation-Other	$0	$0	$0	452,786
54	342000	Stores Equipment	$0	$0	$0	43,392
55	343000	Tools, Shop, & Garage Equipment	$58,477	$87,844	$146,321	1,290,439
56	344000	Laboratory Equipment	$9,500	$21,500	$31,000	419,542
57	345000	Power Operated Equipment	$0	$0	$0	287,053
58	346100	Communication Equipment	$0	$0	$0	517,256
59	346200	Communication Equipment-Telephone	$0	$0	$0	90,325
60	347000	Miscellaneous Equipment	$5,684	$6,684	$12,368	1,110,618
61	348000	Other Tangible Plant	$0	$0	$0	4,918
62		Total Plant in Service	12,723,728	8,252,940	20,976,668	226,384,490

Tennessee Regulatory Authority
Company: Tennessee-American Water Company
Case No:

Computation of Working Capital

Test Year: Twelve Months Ended: March 31, 2010
Revised Exhibit No. 1, Schedule 3

Item	Amount
Prepaid Taxes	284,235
Materials & Supplies	254,110
Deferred Regulatory Expenses	1,228,535
Unamortized Debt Expense	460,845
Other Deferred Debits	280,983
Lead - Lag Study	987,000
Total	3,495,708
Less:	
Incidental Collections	1,562,812
Total	1,562,812
Working Capital Requirement	1,932,896

Revised Accounting Exhibits per Company Rebuttal Testimony
Revised Exhibit No. 1 Rate Base Sch 1 thru 3
Page 6 of 10

Computation of Working Capital
Lead/Lag Study

Tennessee Regulatory Authority
Company: Tennessee-American Water Company
Case No:

Test Year: Twelve Months Ended: March 31, 2010
Revised Exhibit No. 1, Schedule 3

Line No.	Description	Days	Amount
4	Net Operating Funds		37,296,455
6	Average Daily Operating Funds		102,182
8	Composite Average Days Interval Between:		
10	(A) Date Service Furnished and Date Collections Deposited	43.53	
12	(B) Date Expenses Incurred and Date of Payment	33.87	
14	(C) Net Interval	9.66	
16	Operating Funds Advanced		986,711
18	Lead/Lag Study Capital		986,711
20	Use		987,000

Composite Average Days Interval between Date Expenses are Incurred and Date of Payment

Tennessee Regulatory Authority
Company: Tennessee-American Water Company
Case No:

Test Year: Twelve Months Ended: March 31, 2010
Revised Exhibit No. 1, Schedule 3

Line No.	Description	Amount	Post Payment or (Lead) Days	Dollar Days
1				
2				
3				
4	Payrolls Charged to Expense - Hourly	3,674,972	17.08	62,768,518
5	Payrolls Charged to Expense - Salary	1,858,687	17.08	31,746,371
6	Purchased Water	50,962	36.44	1,857,055
7	Fuel and Power	2,511,238	28.04	70,415,101
8	Chemicals	971,922	23.64	22,976,235
9	Waste Disposal	194,993	73.61	14,353,432
10	AWWS Charges	5,226,034	(11.97)	(62,555,632)
11	Group Insurance	1,260,708	(13.63)	(17,183,450)
12	OPEB's	1,174,215	(1.63)	(1,913,970)
13	Pensions	2,062,140	(1.63)	(3,361,288)
14	Regulatory Expense	847,368	76.64	64,942,309
15	Insurance Other than Group	485,904	(40.00)	(19,436,151)
16	Rents	8,706	(33.42)	(290,952)
17	Uncollectibles	198,122	0.00	0
18	Maintenance Expense	1,110,317	21.74	24,138,284
19	Amortizations	0	0.00	0
20				
21				
22				
23	Other Operating Expenses	3,023,526	34.05	102,951,058
24	Total O & M Expenses	24,659,813		
25				
26	Depreciation and Amortization	4,880,048	0.00	0
27	Taxes, Other than Income			
28	Payroll	438,774	15.79	6,928,245
29	Property Tax	2,818,553	241.00	679,271,273
30	Franchise Tax	377,690	37.50	14,163,375
31	Utility Tax	117,779	267.00	31,446,993
32	Gross Receipts Tax	529,961	(134.76)	(71,417,597)
33	FIT-Current	(760,978)	29.64	(22,555,388)
34	SIT-Current	(163,248)	29.64	(4,838,671)
35	Deferred Taxes	1,182,255	0.00	0
36	Interest Expense	3,943,555	85.08	335,517,659
37	Preferred Dividends	69,080	45.63	3,152,120
38	Net Earnings	(796,827)	0.00	0
39	Net Operating Funds	37,296,455		1,263,074,929
40				
41				
42	Average Days Interval between Date Expenses are Incurred and Date of Payment		33.87	
43				
44				
45				
46				
47				
48				
49				
50				

Average Days Interval between Number of Days
From Date Services are Furnished to Date Collections are Received

Tennessee Regulatory Authority
Company: Tennessee-American Water Company
Case No:

Test Year: Twelve Months Ended: March 31, 2010
Exhibit No. 1, Schedule 3

	Revenues Amount	Median Service Days	Dollar Days
Revenues less private fire	34,044,254	14.74	501,946,743
Private Fire billed in advance	1,735,066	(45.63)	(79,171,053)
Total	35,779,320		422,775,690

Average Median Service Days	11.82
Number of Days between the Reading Date and the Date the Bills are Issued	4.38
Number of Days between the Billed Date and the Date the Bills are paid	27.33
Total Average Days' Interval between Number of Days from Date Services are Furnished to Date Collections are Received	43.53

Notes: private fire Quarterly is billed in advance
All monthly customers are billed in arrears

Tennessee Regulatory Authority
Company: Tennessee-American Water Company
Case No:

Computation of Average Materials & Supplies Paid

Test Year: Twelve Months Ended: March 31, 2010
Exhibit No. 1, Schedule 3

End of Month	
Date	Amount
Mar-09	347,613
Apr-09	402,814
May-09	377,802
Jun-09	368,124
Jul-09	318,939
Aug-09	296,762
Sep-09	333,712
Oct-09	344,398
Nov-09	321,963
Dec-09	301,488
Jan-10	342,557
Feb-10	325,265
Mar-10	335,827
Total	4,417,262
Average Balance	339,789

Tennessee Regulatory Authority
Company: Tennessee-American Water Company
Case No:

Computation of Average Materials and Supplies Unpaid

End of Month	
Date	Amount
Mar-09	72,819
Apr-09	37,813
May-09	44,500
Jun-09	41,302
Jul-09	54,837
Aug-09	51,015
Sep-09	80,838
Oct-09	52,586
Nov-09	18,040
Dec-09	38,256
Jan-10	66,200
Feb-10	482,800
Mar-10	72,819
Total	1,113,825
Average Balance	85,679

Revised Accounting Exhibits per Company Rebuttal Testimony
Revised Exhibit No. 2 Income Statement Sch 1 thru 6
Page 1 of 8

Statement of Income Per Books for the Test Year and
for the Attrition Year under both Present and Proposed Rates

Tennessee Regulatory Authority
Company: Tennessee-American Water Company
Case No:

Test Year: Twelve Months Ended: March 31, 2010
Revised Exhibit No. 2, Schedule 1
Page 1 of 1

Line No.	Description	Adjustment Shown on Schedule No.	Per Books 12 Months Ended 3/31/10	Test Year Adjustments Present Rates	Normalized Test Year	Attrition Year Adjustments	Attrition Year at Present Rates	Adjustments for Proposed Rates	Attrition Year at Proposed Rates
1	Operating Revenues	2	$37,570,848	($506,902)	$37,063,946	$232,509	$37,296,455	$11,580,683	$48,877,138
2									
3	Operation and Maintenance Expenses	3	22,529,507	(5,549)	22,523,958	2,135,855	24,659,813	192,271	24,852,084
4	Depreciation and Amortization	4	4,621,066	(268,453)	4,352,613	527,435	4,880,048	0	4,880,048
5	Taxes, Other than Income	5	4,018,157	252,645	4,270,802	11,955	4,282,757	0	4,282,757
6	Income Taxes	6	1,676,725	(1,162,945)	513,780	(255,751)	258,029	4,467,105	4,725,134
7									
8	Total Operating Expenses		32,845,456	(1,184,303)	31,661,153	2,419,494	34,080,647	4,659,376	38,740,023
9									
10	Utility Operating Income		4,725,392	677,401	5,402,793	(2,186,985)	3,215,808	6,921,307	10,137,115
11									
12	Other Income								
13	AFUDC		0	0	0	0	0	0	0
14	Income from M & J and Contract Work		(4,540)	4,540	0	0	0	0	0
15	Interest Income		18	(18)	0	0	0	0	0
16	Gain/Loss on Sale of Property		0	0	0	0	0	0	0
17									
18	Total Other Income		(4,522)	4,522	0	0	0	0	0
19									
20	Other Deductions								
21	Miscellaneous Amortization		0	0	0	0	0	0	0
22	Miscellaneous Other Deductions		46,375	(46,375)	0	0	0	0	0
23									
24	Total Other Deductions		46,375	(46,375)	0	0	0	0	0
25									
26	Taxes Applicable to Other Income and Deductions								
27	General Taxes		0	0	0	0	0	0	0
28	State Income Taxes		(3,476)	3,476	0	0	0	0	0
29	Federal Income Taxes		(17,555)	17,555	0	0	0	0	0
30									
31	Total Taxes Applicable to Other Income and Deductions		(21,031)	21,031	0	0	0	0	0
32									
33	Income before Interest Charges		4,695,526	707,266	5,402,793	(2,186,985)	3,215,808	6,921,307	10,137,115
34									
35	Interest Charges								
36	Interest on Long-Term Debt		2,854,172	1,004,705	3,858,877	0	3,858,877	0	3,858,877
37	Interest on Long-Term Capital Lease		73,859	(73,859)	0	0	0	0	0
38	Amortization of Debt and Discount Expense		25,102	(25,102)	0	0	0	0	0
39	Interest on Short-Term Debt		70,425	14,253	84,678	0	84,678	0	84,678
40	Other Interest		0	0	0	0	0	0	0
41	Allowance for Borrowed Funds Used During Construction		0	0	0	0	0	0	0
42	Total Interest Charges		3,023,558	919,997	3,943,555	0	3,943,555	0	3,943,555
43									
44	Net Income		1,671,969	(212,731)	1,459,238	(2,186,985)	(727,747)	6,921,307	6,193,560
45									

Operating Revenues Per Books for the Test Year and for the Attrition Year under both Present and Proposed Rates

Tennessee Regulatory Authority
Company: Tennessee-American Water Company
Case No:

Test Year: Twelve Months Ended: March 31, 2010
Exhibit No. 2, Schedule 2
Page 1 of 1

Line No.	Description	Per Books 12 Months Ended 3/31/10	Test Year Adjustments Present Rates	Normalized Test Year	Attrition Year Adjustments	Attrition Year at Present Rates	Adjustments for Proposed Rates	Attrition Year at Proposed Rates
1	Sales of Water							
2								
3	Metered Sales to General Customers							
4								
5	Residential	$15,613,436	($453,784)	$15,159,652	$83,545	$15,243,197	$4,220,880	$19,464,077
6								
7	Commercial	11,512,840	(109,816)	11,403,023	131,323	11,534,346	$3,214,388	14,748,734
8								
9	Industrial	3,400,242	1,722	3,401,964	0	3,401,964	$940,828	4,342,792
10								
11	Other Public Authorities	2,556,475	(222)	2,556,253	0	2,556,253	$678,596	3,234,849
12								
13	Sales for Resale	1,248,931	59,562	1,308,493	0	1,308,493	$362,033	1,670,526
14								
15	Private Fire Service	1,721,772	0	1,721,772	13,294	1,735,066	479,784	2,214,850
16								
17	Miscellaneous	0	0	0	0	0	0	0
18								
19	Total Sales of Water	36,053,695	(502,537)	35,551,158	228,162	35,779,320	9,896,509	45,675,829
20								
21								
22	Other Operating Revenues							
23								
24	Activity / New Service Fees	267,248	0	267,248	0	267,248	0	267,248
25								
26	Late Payment Penalty	317,926	(4,431)	313,495	2,012	315,507	87,269	402,776
27								
28	Rents from Water Property	170,861	0	170,861	0	170,861	0	170,861
29								
30	Sewer Billing Revenues	424,667	0	424,667	2,335	427,002	0	427,002
31								
32	Miscellaneous	72,368	66	72,435	0	72,435	0	72,435
33								
34	Reconnection Fee	264,083	0	264,083	0	264,083	0	264,083
35								
36	Total Other Operating Revenues	1,517,153	(4,365)	1,512,788	4,347	1,517,135	87,269	1,604,404
37								
38								
39	Total Operating Revenues	37,570,848	(506,902)	37,063,946	232,509	37,296,455	9,983,778	47,280,233
40								
41								
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43								
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45								

Summary of Adjustments to Operation and Maintenance Expenses

Tennessee Regulatory Authority
Company: Tennessee-American Water Company
Case No:

Test Year: Twelve Months Ended: March 31, 2010
Revised Exhibit No. 2, Schedule 3
Page 1 of 1

Line No.	Adjustment Number Reference	Description	Per Books 12 Months Ended 3/31/10	Test Year Adjustments Present Rates	Normalized Test Year	Attrition Year Adjustments	Attrition Year at Present Rates	Adjustments for Proposed Rates	Attrition Year at Proposed Rates
1	1	Operation and Maintenance Labor	$5,167,248	$334,498	$5,501,746	$178,553	$5,680,299	$0	$5,680,299
2									
3	2	Purchased Water	$46,840	0	46,840	4,122	50,962	0	50,962
4									
5	3	Fuel and Power	$2,316,133	163,093	2,479,226	32,012	2,511,238	0	2,511,238
6									
7	4	Chemicals	$1,139,659	(75,405)	1,064,254	(92,332)	971,922	0	971,922
8									
9	5	Waste Disposal	$183,965	0	183,965	11,028	194,993	0	194,993
10									
11	6	Management Fees	$5,008,401	(46,230)	4,962,171	263,863	5,226,034	0	5,226,034
12									
13	7	Group Insurance	$2,043,181	(31,136)	2,012,045	422,878	2,434,923	0	2,434,923
14									
15	8	Pensions	$1,282,517	(178,694)	1,103,823	958,317	2,062,140	0	2,062,140
16									
17	9	Regulatory Expense	$869,835	0	869,835	(22,467)	847,368	0	847,368
18									
19	10	Insurance Other than Group	$403,673	45,113	448,787	37,117	485,904	0	485,904
20									
21	11	Customer Accounting	$836,303	3,348	839,651	17,627	857,278	0	857,278
22									
23	12	Uncollectible Expense	$202,677	(8,343)	194,334	3,788	198,122	192,271	390,393
24									
25	13	Rents	$9,799	(1,093)	8,706	0	8,706	0	8,706
26									
27	14	General Office Expense	$210,461	(2,769)	207,691	10,241	217,933	0	217,933
28									
29	15	Miscellaneous Expense	$1,945,947	(252,769)	1,693,178	312,497	2,005,675	0	2,005,675
30									
31	16	Other Maintenance Expense	$1,042,628	44,838	1,087,466	22,851	1,110,317	0	1,110,317
32									
33	17	Interest on Customer Deposits	0	0	0	0	0	0	0
34									
35	18	AFUDC	($179,759)	0	(179,759)	(24,241)	(204,000)	0	(204,000)
36									
37									
38									
39									
40									
41		Total Operation and Maintenance Expenses	22,529,507	(5,549)	22,523,958	2,135,855	24,659,813	192,271	24,852,084
42									
43									
44									
45									

Revised Accounting Exhibits per Company Rebuttal Testimony
Revised Exhibit No. 2 Income Statement Sch 1 thru 6
Page 4 of 8

Tennessee Regulatory Authority
Company: Tennessee-American Water Company
Case No:

Summary of Adjustments to Depreciation and Amortization Expenses

Test Year: Twelve Months Ended: March 31, 2010
Exhibit No. 2, Schedule 4
Page 1 of 2

Line No.	Adjustment Number Reference	Description	Per Books 12 Months Ended 3/31/10	Test Year Adjustments Present Rates	Normalized Test Year	Attrition Year Adjustments	Attrition Year at Present Rates	Adjustments for Proposed Rates	Attrition Year at Proposed Rates
1	1	Depreciation Expense	$4,672,090	($247,478)	$4,424,612	$536,919	$4,961,531	$0	$4,961,531
2									
3	2	Amortization of Utility Plant Acquisition Adjustment	0	0	0	0	0	0	0
4									
5	3	Amortization of Utility Capital Lease	106,033	0	106,033	0	106,033	0	106,033
6									
7	4	Amortization of Leased Alteration Expense	0	0	0	0	0	0	0
8									
9	5	Amortization of Accumulated Depreciation on CIAC	(157,057)	(20,975)	(178,032)	(9,484)	(187,516)	0	(187,516)
10									
11									
12									
13			4,621,066	(268,453)	4,352,613	527,435	4,880,048	0	4,880,048
14									
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Attrition Year Provision for Depreciation Expense
For Utility Plant in Service

Tennessee Regulatory Authority
Company: Tennessee-American Water Company
Case No:

Test Year: Twelve Months Ended: March 31, 2010
Exhibit No. 2, Schedule 4
Page 2 of 2

Line No.	Account Number	Account Description	Depreciable Property at 3/31/10	Depreciation Rate	Normalized Test Year Depreciation Expense		13 Month Avg. Depreciable Property at End of Attrition Year	New Depreciation Rates	Attrition Year Depreciation Expense	
1	339600	Comprehensive Planning Study	$144,499	10.00%	$14,450		144,499	10.00%	$14,450	
2	304100	SS Structures	$47,382	1.98%	$938		47,382	1.98%	$938	
3	304200	Pumping Structures	3,933,768	1.98%	$77,889		4,266,507	1.98%	84,477	
4	304300	Water Treatment Structures	2,128,558	4.11%	$87,484		7,408,035	4.11%	304,470	
5	304301	Water Treatment Structures-Depr	1,694,808	0.00%	$0	12.06%	1,694,808	0.00%	0	12.06% for new additions
6	304400	T & D Structures	524,049	2.13%	$11,162		524,049	2.13%	11,162	
7	304600	Office Structures	394,768	1.13%	$4,461		394,768	1.13%	4,461	
8	304700	Stores , Shop, & Garage Structures	312,642	0.73%	$2,282		312,642	0.73%	2,282	
9	304800	Miscellaneous Structures	654,998	0.49%	$3,209		654,998	0.49%	3,209	
10	306000	Lakes, Rivers, & Other Intakes	489,123	0.83%	$4,060		489,123	0.83%	4,060	
11	309000	Supply Mains	603,834	1.87%	$11,292		603,834	1.87%	11,292	
12	310100	Power Generation Equipment	227,422	12.33%	$28,041		227,422	12.33%	28,041	
13	311200	Electric Pumping Equipment	5,604,762	2.45%	$137,317		5,909,060	2.45%	144,772	
14	311300	Deisel Pumping Equipment	119,296	2.50%	$2,982		119,296	2.50%	2,982	
15	311500	Other Pumping Equipment	251,454	1.83%	$4,602		251,454	1.83%	4,602	
16	311520	Other Pumping Equipment SS	169,477	2.45%	$4,152		169,477	2.45%	4,152	
17	320100	Water Treatment Equipment	12,603,650	1.09%	$137,380		12,612,181	1.09%	137,473	
18	320200	Granular Activated Carbon	228,199	30.31%	$69,167		442,199	30.31%	134,031	
19	330000	T & D Reservoirs & Standpipes	6,464,368	2.08%	$134,459		6,610,309	2.08%	137,494	
20	330003	T & D Reservoirs & Standpipes-Painting	3,477,221	11.08%	$385,276		3,477,221	11.08%	385,276	
21	330100	Elevated Tanks & Standpipes	1,900,254	2.74%	$52,067		1,900,254	2.74%	52,067	
22	330200	Ground Level Facilities	2,571	2.74%	$70		2,571	2.74%	70	
23	330400	Clearwells	680,784	1.65%	$11,233		680,784	1.65%	11,233	
24	331001	T & D Mains not Classified	1,931,852	1.25%	$24,148		2,039,803	1.25%	25,498	
25	331100	T & D Mains - Mains (4" or less)	5,358,217	1.25%	$66,978		5,349,391	1.25%	66,867	
26	331200	T & D Mains - Mains (6" - 8")	1,458	1.25%	$18		1,458	1.25%	18	
27	331210	T & D Mains - Mains (6" - 10")	64,594,213	1.25%	$807,428		67,319,897	1.25%	841,499	
28	331300	T & D Mains - Mains (10" - 16")	9,816,243	1.25%	$122,703		9,816,243	1.25%	122,703	
29	331350	T & D Mains - Mains (12" or More)	24,867,028	1.25%	$310,838		27,318,258	1.25%	341,478	
30	333000	Services	21,084,061	1.11%	$234,033		22,657,562	1.11%	251,499	
31	334100	Meters	4,487,775	7.47%	$335,237		5,098,755	7.47%	380,877	
32	334110	Meters-Metal Case/Old Style	3,274,936	7.23%	$236,778		3,274,936	7.23%	236,778	
33	334120	Meters - Plastic Case	0	7.23%	$0		0	7.23%	0	
34	334131	Meters-rem rdr	17,907	7.23%	$1,295		17,907	7.23%	1,295	
35	334200	Meter Installations	11,004,198	2.73%	$300,415		11,757,829	2.73%	320,989	
36	335000	Hydrants	8,046,226	2.30%	$185,063		8,538,536	2.30%	196,386	
37	339200	Other P/E SS	8,526	4.68%	$399		8,526	4.68%	399	
38	340100	Office Furniture	500,945	1.39%	$6,963		591,337	1.39%	8,220	
39	340200	Computer & Peripheral Equipment	181,673	2.19%	$3,979		319,777	2.19%	7,003	
40	340210	Computer & Mainframe Equipment	603,486	0.00%	$0	2.19%	603,486	0.00%	0	
41	340220	Computer & Periph Personel	345,333	2.19%	$7,563		353,178	2.19%	7,735	
42	340230	Computer & Periph Other	294,721	2.19%	$6,454		294,721	2.19%	6,454	
43	340300	Computer Software	415,069	0.00%	$0	1.83%	431,702	0.00%	0	
44	340310	Computer Software Mainframe	3,535,059	0.00%	$0	1.83%	3,535,059	0.00%	0	
45	340320	Computer Software Personel	177,213	0.00%	$0	1.83%	177,213	0.00%	0	
46	340330	Computer Software Other	14,222	0.00%	$0	1.83%	14,222	0.00%	0	
47	340400	Data Handling Equipment	15,284	4.94%	$755		15,284	4.94%	755	
48	340500	Other Office Equipment	55,208	1.39%	$767		55,208	1.39%	767	
49	341100	Light Trucks	980,312	16.00%	$156,850		1,204,633	16.00%	192,741	
50	341200	Heavy Trucks	1,130,223	16.62%	$187,843		1,308,187	16.62%	217,421	
51	341300	Automobiles	255,706	11.38%	$29,099		261,215	11.38%	29,726	
52	341400	Transportation-Other	452,786	7.24%	$32,782		452,786	7.24%	32,782	
53	342000	Stores Equipment	43,392	0.00%	$0	4.00%	43,392	0.00%	0	4.0% for new additions
54	343000	Tools, Shop, & Garage Equipment	1,207,973	6.89%	$83,229		1,290,439	6.89%	88,911	
55	344000	Laboratory Equipment	398,388	1.01%	$4,024		419,542	1.01%	4,237	
56	345000	Power Operated Equipment	287,053	0.00%	$0	7.03%	287,053	0.00%	0	7.03% for new additions
57	346100	Communication Equipment	517,256	4.21%	$21,776		517,256	4.21%	21,776	
58	346200	Communication Equipment-Telephone	90,325	3.51%	$3,170		90,325	3.51%	3,170	
60	347000	Miscellaneous Equipment	1,102,699	6.33%	$69,801		1,110,618	6.33%	70,302	
61	348000	Other Tangible Plant	4,918	5.10%	$251		4,918	5.10%	251	
62		Amortization of CIAC			(178,032)				(187,516)	
63										
64		Total Plant in Service	209,759,771		4,246,580		225,523,525		4,774,015	
65					4,424,612					
		Land	612,502		2.02%		860,965		2.12%	
		Cap Lease Asset	1,590,500				1,590,500			
		Total UP	211,962,773				227,974,990			

Tennessee Regulatory Authority
Company: Tennessee-American Water Company
Case No:

Summary of Adjustments to Taxes Other than Income

Test Year: Twelve Months Ended: March 31, 2010
Revised Exhibit No. 2, Schedule 5
Page 1 of 1

Line No.	Adjustment Number Reference	Description	Per Books 12 Months Ended 3/31/10	Test Year Adjustments Present Rates	Normalized Test Year	Attrition Year Adjustments	Attrition Year at Present Rates	Adjustments for Proposed Rates	Attrition Year at Proposed Rates
1									
2	1	Property Taxes	$2,380,025	$242,895	$2,622,920	$195,633	$2,818,553	$0	$2,818,553
3									
4	2	Other General Taxes	1,222,441	0	1,222,441	(197,011)	1,025,430	0	1,025,430
5									
6	3	F.U.T.A. Taxes	5,004	181	5,185	0	5,185	0	5,185
7									
8	4	F. I. C. A. Taxes	385,198	22,558	407,756	13,333	421,089	0	421,089
9									
10	5	S.U.T.A. Taxes	25,489	(12,989)	12,500	0	12,500	0	12,500
11									
12		Total	4,018,157	252,645	4,270,802	11,955	4,282,757	0	4,282,757
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Revised Accounting Exhibits per Company Rebuttal Testimony
Revised Exhibit No. 2 Income Statement Sch 1 thru 6
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Summary of Income Taxes

Tennessee Regulatory Authority
Company: Tennessee-American Water Company
Case No:

Test Year: Twelve Months Ended: March 31, 2010
Revised Exhibit No. 2, Schedule 6
Page 1 of 2

Line No.	Description	Per Books 12 Months Ended 3/31/10	Test Year Adjustments Present Rates	Normalized Test Year	Attrition Year Adjustments	Attrition Year at Present Rates	Adjustments for Proposed Rates	Attrition Year at Proposed Rates
1	Federal Income Tax - Current	$85,408	($349,916)	($264,508)	($496,470)	($760,978)	$3,726,858	$2,965,880
2								
3	State Income Tax - Current	128,787	(181,325)	(52,538)	(110,710)	(163,248)	740,247	576,999
4								
5	Deferred Federal Income Tax	1,433,827	(584,986)	848,841	223,110	1,071,951	0	1,071,951
6								
7	Deferred State Income Tax	123,058	(64,705)	58,353	128,318	186,671	0	186,671
8								
9	Amortization of ITC	(76,388)	0	(76,368)	0	(76,368)	0	(76,368)
10								
11	Adjustment of Prior Years - FIT	113,953	(113,953)	0	0	0	0	0
4								
13	Adjustment of Prior Years - SIT	(131,939)	131,939	0	0	0	0	0
14								
15	Total	1,676,725	(1,162,945)	513,780	(255,751)	258,029	4,467,105	4,725,134
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Computation of Current Federal and State Income Taxes Based on Current Rate for the Normalized and Attrition Years and Proposed Rates for the Attrition Year

Tennessee Regulatory Authority
Company: Tennessee-American Water Company
Case No:

Test Year: Twelve Months Ended: March 31, 2010
Exhibit No. 2, Schedule 6
Page 2 of 2

Line No.	Description	Per Books Test Year Present Rates		Normalized Year Present Rates		Attrition Year Present Rates		Attrition Year Proposed Rates	
1	Description	Federal	State	Federal	State	Federal	State	Federal	State
2	Operating Revenues	$37,570,848	$37,570,848	$37,063,946	$37,063,946	$37,286,455	$37,286,455	$48,877,138	$48,877,138
3									
4	Operation and Maintenance Expenses	22,529,507	22,529,507	22,523,958	22,523,958	24,659,813	24,659,813	24,852,084	24,852,084
5	Depreciation and Amortization	4,621,066	4,621,066	4,352,613	4,352,613	4,880,048	4,880,048	4,880,048	4,880,048
6	Taxes, Other than Income	4,018,157	4,018,157	4,270,802	4,270,802	4,282,757	4,282,757	4,282,757	4,282,757
7	State Income Taxes - Current	(201,711)	(201,711)	(52,538)	(52,538)	(163,248)	(163,248)	576,889	576,889
8	State Income Taxes - Deferred	321,617	321,617	58,353	58,353	186,671	186,671	186,671	186,671
9	Federal Income Taxes - Current	(850,886)	(850,886)	(264,508)	(264,508)	(760,878)	(760,878)	2,865,880	2,865,880
10	Federal Income Taxes - Deferred	2,584,174	2,584,174	848,841	848,841	1,071,851	1,071,851	1,071,851	1,071,851
11	Investment Tax Credit	(76,368)	(76,368)	(76,368)	(76,368)	(76,368)	(76,368)	(76,368)	(76,368)
12	Subtotal	32,845,456	32,845,456	31,661,153	31,661,153	34,080,647	34,080,647	38,740,023	38,740,023
13	Total Income Before Deductions	4,725,392	4,725,392	5,402,793	5,402,793	3,215,808	3,215,808	10,137,115	10,137,115
14									
15	Total Other Income	-4,522	-4,522						
16									
17	Total Other Deductions	46,375	46,375						
18									
19	Total Taxes Applicable to Other Income and Deductions	-21,031	-21,031						
20									
21	Total Interest Charges	2,854,478	2,854,478	3,843,555	3,843,555	3,843,555	3,843,555	3,843,555	3,843,555
22									
23	Net Income	1,741,048	1,741,049	1,459,238	1,459,236	(727,747)	(727,747)	6,193,560	6,193,560
24									
25	State Income Taxes	116,430	116,430	5,815	5,815	23,423	23,423	763,670	763,670
26	Federal Income Taxes	1,539,264	1,539,264	507,865	507,865	234,605	234,605	3,861,463	3,861,463
27									
28	Pretax Income	3,396,743	3,396,743	1,973,018	1,973,018	-469,718	-469,718	10,918,693	10,918,693
29	Statutory Additions (Deductions):								
30	Permanent Difference								
31	617.001 Book Over Tax Travel and Entertainmen	6,671	6,671	6,671	6,671	6,671	6,671	6,671	6,671
32	618.006 Medicare subsidiary	(184,631)	(184,631)	0	0	0	0	0	0
33	618.006 Lobbying Expenses	340	340	340	340	340	340	340	340
34	638.006 Nondeductible Penalties	(50)	(50)	(50)	(50)	(50)	(50)	(50)	(50)
35									
36	Total Permanent Differences	(177,670)	(177,670)	6,961	6,961	6,961	6,961	6,961	6,961
37									
38	Financial Taxable Income	3,219,073	3,219,073	1,979,979	1,979,979	(462,758)	(462,758)	10,925,654	10,925,654
39									
40	Temporary Differences								
41	604.004 Contributions and Advances	17,782	17,782	0	0	0	0	0	0
42	606.001 Book Over Tax Depreciation	0	0	0	0	0	0	0	0
43	612.001 Book Over Tax Bad Debts	(267,925)	(267,925)	0	0	0	0	0	0
44	618.002 Amortization of Regulatory Assets - AFUDC	24,857	24,857	0	0	0	0	0	0
45	618.070 Deferred Maintenance Expense	(1,014,689)	(1,014,689)	0	0	0	0	0	0
46	618.025 Management Study Expense	(32,661)	(32,661)	0	0	0	0	0	0
47	618.026 Accrued OPEB Expense	417,444	417,444	0	0	0	0	0	0
48	618.029 Incentive Plan Expense	(101,985)	(101,985)	0	0	0	0	0	0
49	618.030 Regulatory Pension Expense	(352,479)	(352,479)	0	0	0	0	0	0
50	618.032 Miscellaneous Deferred Expenses	1,014,689	1,014,689	0	0	0	0	0	0
51	626.001 Tax Over Book Depreciation	(1,758,093)	(1,758,093)	(1,758,093)	(1,758,093)	(1,177,715)	(1,351,745)	(1,177,715)	(1,351,745)
52	638.014 Cost of Removal	125,312	125,312	0	0	0	0	0	0
53	638.015 AFUDC over Interest Capitalized for Taxes	(189,432)	(189,432)	0	0	0	0	0	0
54	638.016 Refund of Taxable Advances	0	0	0	0	0	0	0	0
55	638.022 Accrued Vacation Pay Expense	16,543	16,543	0	0	0	0	0	0
56	638.027 Abandonment Losses	(51,986)	(51,986)	0	0	0	0	0	0
57	Net Negative Salvage	0	0	0	0	0	0	0	0
58	638.036 Miscellaneous Deferred Expenses	(106,293)	(106,293)	0	0	0	0	0	0
59	- Cost of Service Study	14,326	14,326	0	0	0	0	0	0
60	- Pavement Repairs	67,144	67,144	0	0	0	0	0	0
61	- Repair Expense	(1,030,162)	(1,030,162)	(1,030,162)	(1,030,162)	(696,888)	(696,888)	(696,898)	(696,898)
62	- Rate Case Expense	194,031	194,031	0	0	0	0	0	0
63	Depreciation Study	13,043	13,043	0	0	0	0	0	0
64	State depreciation in excess of federal		1,210,287		0		0		0
65	Total Temporary Differences	(3,000,534)	(1,790,247)	(2,788,255)	(2,788,255)	(1,874,713)	(2,048,743)	(1,874,713)	(2,048,743)
66									
67									
68	Federal Taxable Income Before SIT	219,539	1,428,826	(808,276)	(808,276)	(2,337,470)	(2,511,500)	9,050,942	8,876,812
69						0		0	
70	Correction to books	100,645	499,035						
71	State Income Tax	125,311		(52,538)		(163,248)		576,889	
72	Taxable Income	193,873	1,927,861	(755,738)	(808,276)	(2,174,222)	(2,511,500)	8,473,943	8,876,812
73									
74	Computation of Taxes:								
75	State Income Tax @ 6.50%		125,311		(52,538)		(163,248)		576,889
76	Federal Income Tax @ 35.00%	67,855		(264,508)		(760,878)		2,865,880	
77				0	0	0	0	0	0
78	Total Current Income Tax	67,855	125,311	(264,508)	(52,538)	(760,878)	(163,248)	2,865,880	576,889
79									
80	Def -ACRS prop					381,448	87,863	381,448	87,863
81	Def - Cap rprs					137,078	28,402	137,078	28,402
82	Def-amtz reg assets					553,426	70,406	553,426	70,406

TENNESSEE AMERICAN WATER COMPANY
CASE NO.
RATE OF RETURN SUMMARY
13 MONTH AVERAGE

Test Year: Twelve Months Ended: March 31, 2010
Exhibit No. 3, Schedule 1
Page 1 of 1

Line No.	Class of Capital	13 Month Average Amount	% of Total	Adjusted Capital	Cost Rate	Average Weighted Cost
1						
2	Short-Term Debt	$ 4,236,175	3.453%	$4,236,175	1.900%	0.07%
3						
4	Long-Term Debt	63,032,353	51.386%	63,032,353	6.200%	3.19%
5						
6	Preferred Stock	1,381,600	1.126%	1,381,600	5.000%	0.06%
7						
8	Common Equity - Common Stock	29,862,828	24.345%	29,862,828	11.500%	2.80%
9	Retained Earnings	24,152,387	19.690%	24,152,387	11.500%	2.26%
10						
11	Total Capital	$122,665,344	100.000%	$122,665,344		8.38%
12						
13						
14						
15						
16						
17						
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21						
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TENNESSEE AMERICAN WATER COMPANY
LONG-TERM DEBT AVERAGING FOR FORECASTED PERIOD
13 MONTH AVERAGE

Test Year: Twelve Months Ended: March 31, 2010
Exhibit No. 3, Schedule 2
Page 1 of 1

Line No.	Debt Issue Type & Rate	13 Month Average	Cost Rate At Issue	Cost Rate @ Maturity	Forecasted Amort of Issuance Exp	Annualized Cost	Average Unamortized Issue Exp	Net Carrying Value
1								
2								
3	GENERAL MORTGAGE BONDS							
4								
5	Series 9.25%	2,500,000	9.250%	9.310%	1,511	232,750	12,720	2,487,280
6	Series 7.84%	5,700,000	7.840%	7.880%	2,262	449,160	34,312	5,665,688
7	Series 6.87%	313,846	6.870%	7.135%	833	22,393	192	313,654
8	Series 5.39%	15,000,000	5.390%	5.439%	7,281	815,850	18,203	14,981,797
9	Series 5.62%	19,000,000	5.620%	5.644%	4,557	1,072,360	39,951	18,960,049
10	Series 6.00%	10,650,000	6.000%	6.119%	12,651	651,674	359,498	10,290,502
11	Proposed 6.212%	9,000,000	6.212%	6.262%	4,500	563,580	87,375	8,912,625
12	Proposed 6.612%	1,230,769	6.612%	6.693%	1,000	82,375	12,231	1,218,538
13								
14								
15								
16								
17	Capital Lease	202,220	9.489%	9.489%	0	19,189	0	202,220
18								
19								
20								
21								
22								
23								
24								
25								
26								
27	TOTAL	$ 63,596,835			$ 34,596	$ 3,909,331	$ 564,482	$ 63,032,353
28								
29								
30								
31								
32	**13 MONTH AVERAGE COST RATE**		6.20%					
33								
34								
35								
36								
37								
38								
39								
40								
41								
42								

TENNESSEE AMERICAN WATER COMPANY
PREFERRED STOCK AVERAGING FOR FORECASTED PERIOD
13 MONTH AVERAGE

Test Year: Twelve Months Ended: March 31, 2010
Exhibit No. 3, Schedule 3

Line No.	Debt Issue Type & Rate	13 Month Average	Cost Rate At Issue	Cost Rate @ Maturity	Forecasted Amort of Issuance Exp	Annualized Cost	Average Unamortized Issue Exp	Net Carrying Value
1								
2								
3								
4								
5	Cumulative 5% Series	1,381,600	5.000%	5.000%	0	69,080	0	1,381,600
6								
7								
8								
9								
10								
11								
12								
13								
14								
15								
16								
17								
18	TOTAL	$ 1,381,600			$ -	$ 69,080	$ -	$ 1,381,600
19								
20								
21								
22	**13 MONTH AVERAGE COST RATE**		5.000%					
23								
24								
25								
26								
27								
28								
29								
30								
31								
32								
33								
34								
35								
36								
37								
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40								
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42								

Tennessee Regulatory Authority
Summary
Company : Tennessee-American Water Company
Case No. :

Attrition Year Revenues at Current and Proposed Rates

Test Year Twelve Months Ending March 31, 2010
Exhibit No. 4, Schedule 1
Page No. 1 of 1

Line No.	Class/Description	Per Book Sales (CCF)	Per Book Total Revenues	Normalized Sales (CCF)	Normalized Total Revenues	Current Rates Sales (CCF)	Attrition Total Revenues	Proposed Rates Sales (CCF)	Total Revenues	Total Revenue Difference	Total Revenue Percent Change
5	Residential	4,366,253	15,613,436	4,270,606	15,159,653	4,297,853	15,243,199	4,297,853	19,464,079	4,220,880	27.690%
6	Commercial	3,900,531	11,512,840	3,897,353	11,403,023	3,933,111	11,534,347	3,933,111	14,748,735	3,214,388	27.868%
7	Industrial	2,561,716	3,400,242	2,561,716	3,401,964	2,561,716	3,401,964	2,561,716	4,342,792	940,828	27.655%
8	Other Public Authority	1,032,836	2,556,475	1,032,836	2,556,253	1,032,836	2,556,253	1,032,836	3,234,849	678,596	26.547%
9	Other Water Utility	1,345,487	1,248,931	1,345,488	1,308,493	1,345,488	1,308,493	1,345,488	1,670,526	362,033	27.668%
10	Private Fire Service	0	1,721,772	0	1,721,772	0	1,735,066	0	2,214,850	479,784	27.652%
11	Public Fire Service	0	(66)	0	0	0	0	0	-	-	
12	Subtotal	13,206,823	36,053,629	13,107,999	35,551,158	13,171,004	35,779,322	13,171,004	45,675,831	9,896,509	27.660%
14	Other Operating Revenues		1,517,219		1,512,788		1,517,135		1,604,404	87,269	5.752%
16	Total		37,570,848		37,063,946		37,296,457		47,280,235	9,983,778	26.769%

20 Per book revenues include unbilled revenues.

ANALYSIS OF REVENUES AT PER BOOKS, NORMALIZED, AND THE ATTRITION YEAR AT PRESENT AND PROPOSED RATES

Tennessee Regulatory Authority
Residential Class
Company : Tennessee-American Water Company
Case No. :

Attrition Year Revenues at Current and Proposed Rates

Test Year Twelve Months Ending March 31, 2010
Exhibit No 4, Schedule 2

Line No.		Per books			Normalized			Attrition Year at Present Rates			Attrition Year at Proposed Rates		
1													
2		Billing			Billing			Billing			Billing		
3		Determinate	Rates	Revenues	Determinate	Rates	Revenues	Determinate	Rates	Revenues	Determinate	Rates	Revenues
4													
5	Chattanooga												
6	5/8 - inch meter	720,015	10.88	$7,833,768	720,015	10.88	$7,833,768	724,498	10.88	$7,882,543	724,498	13.84	$10,027,058
7	3/4 - inch meter	1,089	18.28	19,911	1,089	18.28	19,911	1,089	18.28	19,911	1,089	23.25	25,324
8	1 - inch meter	1,949	30.41	59,257	1,949	30.41	59,257	1,949	30.41	59,257	1,949	38.68	75,372
9	1 1/2 - inch meter	207	60.85	12,598	207	60.85	12,598	207	60.85	12,598	207	77.40	16,024
10	2 - inch meter	114	97.35	11,104	114	97.35	11,104	114	97.35	11,104	114	123.83	14,125
11	3 - inch meter	1	182.53	134	1	182.53	134	1	182.53	134	1	232.18	170
12	4 - inch meter	0	304.23	0	0	304.23	-	-	304.23	-	-	386.98	0
13	6 - inch meter	0	608.47	0	0	608.47	-	-	608.47	-	-	773.97	0
14	8 - inch meter	0	973.53	0	0	973.53	-	-	973.53	-	-	1,238.33	0
15	Total Meters	723,375		7,936,772	723,375		7,936,772	727,858		7,985,547	727,858		10,158,073
16													
17	Volumetric												
18	First 400 Cubic Feet	2,277,055	0.202	459,965	2,277,055	0.202	459,965	2,294,987	0.202	463,587	2,294,987	0.283	649,481
19	Next 6,100 Cubic Feet	1,626,452	3.207	5,216,032	1,539,822	3.207	4,938,210	1,546,547	3.207	4,959,777	1,546,547	4.120	6,371,774
20	Next 43,500 Cubic Feet	62,450	2.015	125,836	62,450	2.015	125,836	62,450	2.015	125,836	62,450	2.530	157,998
21	Next 450,000 Cubic Feet	2,540	1.506	3,825	2,540	1.506	3,825	2,540	1.506	3,825	2,540	1.892	4,806
22	Next 1,000,000 Cubic Feet	0	1.151	0	0	1.151	-	-	1.151	-	-	1.445	0
23	All Over 1,500,000 Cubic Feet	0	0.684	0	0	0.684	-	-	0.684	-	-	0.943	0
24	Chattanooga Amount	3,968,497		13,742,430	3,881,867		13,464,608	3,906,524		13,538,572	3,906,524		17,342,132
25													
26	Lookout Mountain												
27	5/8 - inch meter	20,711	12.21	252,878	20,711	12.21	252,878	20,853	12.21	254,612	20,853	13.84	288,602
28	3/4 - inch meter	501	18.28	9,157	501	18.28	9,157	501	18.28	9,157	501	23.25	11,647
29	1 - inch meter	1,403	30.41	42,678	1,403	30.41	42,678	1,403	30.41	42,678	1,403	38.68	54,285
30	1 1/2 - inch meter	24	60.85	1,460	24	60.85	1,460	24	60.85	1,460	24	77.40	1,858
31	2 - inch meter	31	97.35	3,021	31	97.35	3,021	31	97.35	3,021	31	123.83	3,843
32	3 - inch meter	0	182.53	0	0	182.53	-	-	182.53	-	-	232.18	0
33	4 - inch meter	0	304.23	0	0	304.23	-	-	304.23	-	-	386.98	0
34	6 - inch meter	0	608.47	0	0	608.47	-	-	608.47	-	-	773.97	0
35	8 - inch meter	0	973.53	0	0	973.53	-	-	973.53	-	-	1,238.33	0
36	Total Meters	22,670		309,194	22,670		309,194	22,812		310,928	22,812		360,235
37													
38	Volumetric												
39	First 400 Cubic Feet	73,629	0.753	55,443	73,629	0.753	55,443	74,197	0.753	55,871	74,197	1.180	87,524
40	Next 6,100 Cubic Feet	132,138	4.131	545,860	127,300	4.131	525,875	128,124	4.131	529,279	128,124	5.017	642,745
41	Next 43,500 Cubic Feet	15,806	2.939	46,454	15,806	2.939	46,454	15,806	2.939	46,454	15,806	3.427	54,161
42	Next 450,000 Cubic Feet	56	2.055	115	56	2.055	115	56	2.055	115	56	2.789	156
43	Next 1,000,000 Cubic Feet	0	1.701	0	0	1.701	-	-	1.701	-	-	2.342	0
44	All Over 1,500,000 Cubic Feet	0	1.233	0	0	1.233	-	-	1.233	-	-	1.840	0
45	Lookout Mountain Amount	221,629		957,066	216,791		937,081	218,183		942,647	218,183		1,144,821
46													

Accounting Exhibits per Company Filing
Exhibit 4 Sch 1 thru 3
Page 3 of 16

Line No.		Per books			Normalized			Attrition Year at Present Rates			Attrition Year at Proposed Rates		
1		Billing Determinate	Rates	Revenues	Billing Determinate	Rates	Revenues	Billing Determinate	Rates	Revenues	Billing Determinate	Rates	Revenues
4													
5	Lakeview												
6	5/8 - inch meter	33,461	12.21	408,553	33,461	12.21	408,553	33,672	12.21	411,129	33,672	13.84	466,014
7	3/4 - inch meter	0	18.28	0	0	18.28	-	-	18.28	-	-	23.25	0
8	1 - inch meter	38	30.41	1,169	38	30.41	1,169	38	30.41	1,169	38	38.68	1,487
9	1 1/2 - inch meter	0	60.85	0	0	60.85	-	-	60.85	-	-	77.40	0
10	2 - inch meter	0	97.35	0	0	97.35	-	-	97.35	-	-	123.83	0
11	3 - inch meter	0	182.53	0	0	182.53	-	-	182.53	-	-	232.18	0
12	4 - inch meter	0	304.23	0	0	304.23	-	-	304.23	-	-	386.98	0
13	6 - inch meter	0	608.47	0	0	608.47	-	-	608.47	-	-	773.97	0
14	8 - inch meter	0	973.53	0	0	973.53	-	-	973.53	-	-	1,238.33	0
15	Total Meters	33,499		409,722	33,499		409,722	33,710		412,298	33,710		467,501
16													
17	Volumetric												
18	First 400 Cubic Feet	107,248	0.372	39,896	107,248	0.372	39,896	108,092	0.372	40,210	108,092	1.180	127,506
19	Next 6,100 Cubic Feet	77,557	3.534	274,086	73,507	3.534	259,773	73,824	3.534	260,894	73,824	5.017	370,345
20	Next 43,500 Cubic Feet	704	2.342	1,649	704	2.342	1,649	704	2.342	1,649	704	3.427	2,412
21	Next 450,000 Cubic Feet	0	1.674	0	0	1.674	-	-	1.674	-	-	2.789	0
22	Next 1,000,000 Cubic Feet	0	1.320	0	0	1.320	-	-	1.320	-	-	2.342	0
23	All Over 1,500,000 Cubic Feet	0	0.852	0	0	0.852	-	-	0.852	-	-	1.840	0
24	Lakeview Amount	185,509		725,353	181,459		711,040	182,620		715,051	182,620		967,764
25													
26	Lone Oak												
27	5/8 - inch meter	1,441	32.76	47,215	1,441	32.76	47,215	1,441	32.76	47,215	1,441	28.04	40,412
28	3/4 - inch meter	0	32.76	0	0	32.76	-	-	32.76	-	-	23.25	0
29	1 - inch meter	0	32.76	0	0	32.76	-	-	32.76	-	-	38.68	0
30	1 1/2 - inch meter	0	32.76	0	0	32.76	-	-	32.76	-	-	77.40	0
31	2 - inch meter	0	32.76	0	0	32.76	-	-	32.76	-	-	123.83	0
32	3 - inch meter	0	32.76	0	0	32.76	-	-	32.76	-	-	232.18	0
33	4 - inch meter	0	32.76	0	0	32.76	-	-	32.76	-	-	386.98	0
34	6 - inch meter	0	32.76	0	0	32.76	-	-	32.76	-	-	773.97	0
35	8 - inch meter	0	32.76	0	0	32.76	-	-	32.76	-	-	1,238.33	0
36	Total Meters	1,441		47,215	1,441		47,215	1,441		47,215	1,441		40,412
37													
38	Volumetric												
39	First 2.67 (100 CCF)	3,211	0.000	0	3,211	0.000	-	3,211	0.000	-			
40	In Excess 2.67 (100 CCF)	4,226	4.1200	17,411	4,226	4.1200	17,411	4,226	4.1200	17,411			
41													
42													
43	First 400 Cubic Feet										4,429	1.180	5,224
44	Next 6,100 Cubic Feet										3,008	5.017	15,090
45	Next 43,500 Cubic Feet										-		0
46	Lone Oak Amount	7,437		64,626	7,437		64,626	7,437		64,626	7,437		60,726

Tennessee Regulatory Authority
Residential Class
Company : Tennessee-American Water Company
Case No. :

Attrition Year Revenues at Current and Proposed Rates

Test Year Twelve Months Ending March 31, 2010
Exhibit No 4, Schedule 2

Line No.		Per books			Normalized			Attrition Year at Present Rates			Attrition Year at Proposed Rates		
1													
2		Billing			Billing			Billing			Billing		
3		Determinate	Rates	Revenues	Determinate	Rates	Revenues	Determinate	Rates	Revenues	Determinate	Rates	Revenues
4													
5	Suck Creek												
6	5/8 - inch meter	2,533	23.85	60,404	2,533	23.85	60,404	2,533	23.85	60,404	2,533	19.13	48,450
7	3/4 - inch meter	0	23.85	0	0	23.85	-	-	23.85	-	-	23.25	0
8	1 - inch meter	12	23.85	289	12	23.85	289	12	23.85	289	12	38.68	469
9	1 1/2 - inch meter	0	23.85	0	0	23.85	-	-	23.85	-	-	77.40	0
10	2 - inch meter	0	23.85	0	0	23.85	-	-	23.85	-	-	123.83	0
11	3 - inch meter	0	23.85	0	0	23.85	-	-	23.85	-	-	232.18	0
12	4 - inch meter	0	23.85	0	0	23.85	-	-	23.85	-	-	386.98	0
13	6 - inch meter	0	23.85	0	0	23.85	-	-	23.85	-	-	773.97	0
14	8 - inch meter	0	23.85	0	0	23.85	-	-	23.85	-	-	1,238.33	0
15	Total Meters	2,545		60,693	2,545		60,693	2,545		60,693	2,545		48,919
16													
17	Volumetric												
18	First 2 (100 CCF)	4,681		0	4,681		-	4,681		-			
19	Next 10.67 (100 CCF)	8,712	3.444	30,004	8,712	3.444	30,004	8,712	3.444	30,004			
20	All Over 12.67 (100 CCF)	1,665	2.583	4,301	1,665	2.583	4,301	1,665	2.583	4,301			
21													
22													
23	First 400 Cubic Feet										8,251	1.180	9,733
24	Next 6,100 Cubic Feet										6,642	5.017	33,320
25	Next 43,500 Cubic Feet										165	3.427	565
26	Suck Creek Amount	15,058		94,998	15,058		94,998	15,058		94,998	15,058		92,537
27													
28	Total Gross	4,398,130		15,584,473	4,302,612		15,272,353	4,329,822		15,355,894	4,329,822		19,607,980
29	Proration adjustment			0									
30	Less: Correction & Allowances	37,685		113,625	37,685		113,625	37,685		113,625	37,685		145,088
31	Net Amount	4,360,445		15,470,848	4,264,927		15,158,728	4,292,137		15,242,269	4,292,137		19,462,892
32	Net Amt. Per Revenue Summary	4,366,253		15,471,799	4,270,606		15,159,653	4,297,853		15,243,199	4,297,853		19,464,079
33	Difference	(5,808)		(951)	(5,679)		(925)	(5,716)		(930)	(5,716)		(1,187)
34	Percent Difference	-0.1330%		-0.0061%	-0.1330%		-0.0061%	-0.1330%		-0.0061%	-0.1330%		-0.0061%
35													
36													
37													
38													
39													
40													
41													
42													
43													
44													
45													
46													

Tennessee Regulatory Authority
Commercial Class
Company : Tennessee-American Water Company
Case No. :

Attrition Year Revenues at Current and Proposed Rates

Test Year Twelve Months Ending March 31, 2010
Exhibit No. 4, Schedule 2

Line No.		Per books			Normalized			Attrition Year at Present Rates			Attrition Year at Proposed Rates		
1													
2		Billing			Billing			Billing			Billing		
3		Determinate	Rates	Revenues	Determinate	Rates	Revenues	Determinate	Rates	Revenues	Determinate	Rates	Revenues
4													
5	Chattanooga												
6	5/8 - inch meter	61,845	10.81	$668,544	61,845	10.81	$668,544	61,845	10.81	$668,544	61,845	13.84	$855,934
7	3/4 - inch meter	1,621	18.16	29,429	1,621	18.16	29,429	1,621	18.16	29,429	1,621	23.25	37,678
8	1 - inch meter	16,816	30.22	508,178	16,816	30.22	508,178	17,718	30.22	535,437	17,718	38.68	685,331
9	1 1/2 - inch meter	4,283	60.47	259,022	4,283	60.47	259,022	4,283	60.47	259,022	4,283	77.40	331,542
10	2 - inch meter	12,802	96.74	1,238,432	12,802	96.74	1,238,432	12,802	96.74	1,238,432	12,802	123.83	1,585,228
11	3 - inch meter	472	181.40	85,651	472	181.40	85,651	472	181.40	85,651	472	232.18	109,628
12	4 - inch meter	289	302.34	87,447	289	302.34	87,447	289	302.34	87,447	289	386.98	111,928
13	6 - inch meter	144	604.69	87,075	144	604.69	87,075	144	604.69	87,075	144	773.97	111,452
14	8 - inch meter	24	967.50	23,284	24	967.50	23,284	24	967.50	23,284	24	1,238.33	29,802
15	Total Meters	98,296		2,987,062	98,296		2,987,062	99,198		3,014,321	99,198		3,858,523
16													
17	Volumetric												
18	First 400 Cubic Feet	261,144	0.201	52,490	261,144	0.201	52,490	264,752	0.201	53,215	264,752	0.283	74,925
19	Next 6,100 Cubic Feet	1,182,457	3.187	3,768,489	1,182,457	3.187	3,768,489	1,214,027	3.187	3,869,103	1,214,027	4.120	5,001,790
20	Next 43,500 Cubic Feet	1,578,059	2.003	3,160,853	1,574,929	2.003	3,154,583	1,574,929	2.003	3,154,583	1,574,929	2.530	3,984,571
21	Next 450,000 Cubic Feet	794,410	1.497	1,189,232	794,410	1.497	1,189,232	794,410	1.497	1,189,232	794,410	1.892	1,503,024
22	Next 1,000,000 Cubic Feet	12,676	1.144	14,501	12,676	1.144	14,501	12,676	1.144	14,501	12,676	1.445	18,317
23	All Over 1,500,000 Cubic Feet	0	0.679	0	0	0.679	-	-	0.679	-	-	0.943	0
24	Chattanooga Amount	3,828,746		11,172,627	3,825,616		11,166,357	3,860,794		11,294,955	3,860,794		14,441,150
25													
26	Lookout Mountain												
27	5/8 - inch meter	638	12.14	7,747	638	12.14	7,747	638	12.14	7,747	638	13.84	8,832
28	3/4 - inch meter	24	18.16	436	24	18.16	436	24	18.16	436	24	23.25	558
29	1 - inch meter	230	30.22	6,954	230	30.22	6,954	240	30.22	7,256	240	38.68	9,287
30	1 1/2 - inch meter	36	60.47	2,177	36	60.47	2,177	36	60.47	2,177	36	77.40	2,786
31	2 - inch meter	95	96.74	9,203	95	96.74	9,203	95	96.74	9,203	95	123.83	11,780
32	3 - inch meter	0	181.40	0	0	181.40	-	-	181.40	-	-	232.18	0
33	4 - inch meter	0	302.34	0	0	302.34	-	-	302.34	-	-	386.98	0
34	6 - inch meter	0	604.69	0	0	604.69	-	-	604.69	-	-	773.97	0
35	8 - inch meter	0	967.50	0	0	967.50	-	-	967.50	-	-	1,238.33	0
36	Total Meters	1,023		26,517	1023		26,517	1,033		26,819	1,033		33,243
37													
38	Volumetric												
39	First 400 Cubic Feet	2,776	0.748	2,076	2,776	0.748	2,076	2,816	0.748	2,106	2,816	1.180	3,321
40	Next 6,100 Cubic Feet	15,249	4.105	62,596	15,249	4.105	62,596	15,576	4.105	63,938	15,576	5.017	78,137
41	Next 43,500 Cubic Feet	14,262	2.921	41,659	14,231	2.921	41,568	14,231	2.921	41,568	14,231	3.427	48,763
42	Next 450,000 Cubic Feet	5,221	2.042	10,661	5,221	2.042	10,661	5,221	2.042	10,661	5,221	2.789	14,559
43	Next 1,000,000 Cubic Feet	0	1.691	0	0	1.691	-	-	1.691	-	-	2.342	0
44	All Over 1,500,000 Cubic Feet	0	1.225	0	0	1.225	-	-	1.225	-	-	1.840	0
45	Lookout Mountain Amount	37,507		143,509	37,476		143,418	37,843		145,092	37,843		178,023
46													

Tennessee Regulatory Authority
Commercial Class
Company : Tennessee-American Water Company
Case No. :

Attrition Year Revenues at Current and Proposed Rates

Test Year Twelve Months Ending March 31, 2010
Exhibit No. 4, Schedule 2

Line No.		Per books			Normalized			Attrition Year at Present Rates			Attrition Year at Proposed Rates		
1		Billing Determinate	Rates	Revenues	Billing Determinate	Rates	Revenues	Billing Determinate	Rates	Revenues	Billing Determinate	Rates	Revenues
4													
5	Lakeview												
6	5/8 - inch meter	1,641	12.14	19,917	1,641	12.14	19,917	1,641	12.14	19,917	1,641	13.84	22,706
7	3/4 - inch meter	0	18.16	0	0	18.16	-	-	18.16	-	-	23.25	0
8	1 - inch meter	216	30.22	6,529	216	30.22	6,529	234	30.22	7,073	234	38.68	9,054
9	1 1/2 - inch meter	0	60.47	0	0	60.47	-	-	60.47	-	-	77.40	0
10	2 - inch meter	84	96.74	8,126	84	96.74	8,126	84	96.74	8,126	84	123.83	10,402
11	3 - inch meter	0	181.40	0	0	181.40	-	-	181.40	-	-	232.18	0
12	4 - inch meter	0	302.34	0	0	302.34	-	-	302.34	-	-	386.98	0
13	8 - inch meter	0	604.69	0	0	604.69	-	-	604.69	-	-	773.97	0
14	8 - inch meter	0	967.50	0	0	967.50	-	-	967.50	-	-	1,238.33	0
15	Total Meters	1,941		34,572	1,941		34,572	1,959		35,116	1,959		42,162
16													
17	Volumetric												
18	First 400 Cubic Feet	4,962	0.369	1,831	4,962	0.369	1,831	5,034	0.369	1,858	5,034	1.180	5,938
19	Next 6,100 Cubic Feet	11,405	3.512	40,056	11,405	3.512	40,056	11,542	3.512	40,537	11,542	5.017	57,904
20	Next 43,500 Cubic Feet	6,182	2.328	14,392	6,164	2.328	14,351	6,164	2.328	14,351	6,164	3.427	21,123
21	Next 450,000 Cubic Feet	0	1.664	0	0	1.664	-	-	1.664	-	-	2.789	0
22	Next 1,000,000 Cubic Feet	0	1.312	0	0	1.312	-	-	1.312	-	-	2.342	0
23	All Over 1,500,000 Cubic Feet	0	0.846	0	0	0.846	-	-	0.846	-	-	1.840	0
24	Lakeview Amount	22,550		90,851	22,532		90,810	22,741		91,862	22,741		127,127
25													
26	Lone Oak												
27	5/8 - inch meter	17	32.56	568	17	32.56	568	17	32.56	568	17	28.04	489
28	3/4 - inch meter	0	32.56	0	0	32.56	-	-	32.56	-	-	23.25	0
29	1 - inch meter	0	32.56	0	0	32.56	-	-	32.56	-	-	38.68	0
30	1 1/2 - inch meter	0	32.56	0	0	32.56	-	-	32.56	-	-	77.40	0
31	2 - inch meter	0	32.56	0	0	32.56	-	-	32.56	-	-	123.83	0
32	3 - inch meter	0	32.56	0	0	32.56	-	-	32.56	-	-	232.18	0
33	4 - inch meter	0	32.56	0	0	32.56	-	-	32.56	-	-	386.98	0
34	6 - inch meter	0	32.56	0	0	32.56	-	-	32.56	-	-	773.97	0
35	8 - inch meter	0	32.56	0	0	32.56	-	-	32.56	-	-	1,238.33	0
36	Total Meters	17		568	17		568	17		568	17		489
37													
38	Volumetric												
39	First 2.67 (100 CCF)	11	0.000	0	11	0.000	-	11	0.000	-			
40	In Excess 2.67 (100 CCF)	2	4.094	10	2	4.094	10	2	4.094	10			
41													
42													
43	First 400 Cubic Feet										12	1.180	14
44	Next 6,100 Cubic Feet										1	5.017	5
45	Next 43,500 Cubic Feet												0
46	Lone Oak Amount	13		578	13		578	13		578	13		508

Accounting Exhibits per Company Filing
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Tennessee Regulatory Authority
Commercial Class
Company : Tennessee-American Water Company
Case No. :

Attrition Year Revenues at Current and Proposed Rates

Test Year Twelve Months Ending March 31, 2010
Exhibit No. 4, Schedule 2
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Line No.		Per books			Normalized			Attrition Year at Present Rates			Attrition Year at Proposed Rates		
2		Billing			Billing			Billing			Billing		
3		Determinate	Rates	Revenues	Determinate	Rates	Revenues	Determinate	Rates	Revenues	Determinate	Rates	Revenues
4													
5	Suck Creek												
6	5/8 - inch meter	49	23.70	1,150	49	23.70	1,150	49	23.70	1,150	49	19.13	928
7	3/4 - inch meter	0	23.70	0	0	23.70	-	-	23.70	-	-	19.13	0
8	1 - inch meter	0	23.70	0	0	23.70	-	-	23.70	-	-	19.13	0
9	1 1/2 - inch meter	0	23.70	0	0	23.70	-	-	23.70	-	-	19.13	0
10	2 - inch meter	0	23.70	0	0	23.70	-	-	23.70	-	-	19.13	0
11	3 - inch meter	0	23.70	0	0	23.70	-	-	23.70	-	-	19.13	0
12	4 - inch meter	0	23.70	0	0	23.70	-	-	23.70	-	-	19.13	0
13	6 - inch meter	0	23.70	0	0	23.70	-	-	23.70	-	-	19.13	0
14	8 - inch meter	0	23.70	0	0	23.70	-	-	23.70	-	-	19.13	0
15	Total Meters	49		1,150	49		1,150	49		1,150	49		928
16													
17	Volumetric												
18	First 2 (100 CCF)	39	0.000	0	39	0.000	-	39	0.000	-			
19	Next 10.67 (100 CCF)	56	3.423	192	56	3.423	192	56	3.423	192			
20	All Over 12.67 (100 CCF)	49	2.567	125	49	2.567	125	49	2.567	125			
21													
22													
23	First 400 Cubic Feet										59	1.180	70
24	Next 6,100 Cubic Feet										85	5.017	426
25	Next 43,500 Cubic Feet											3.427	0
26	Suck Creek Amount	144		1,467	144		1,467	144		1,467	144		1,424
27													
28	Total Gross	3,888,960		11,409,032	3,885,781		11,402,630	3,921,535		11,533,954	3,921,535		14,748,232
29	Proration adjustment/billing adj 3/10			24,221									
30	Less: Correction & Allowances	(11,202)		(416)	(11,202)		(416)	(11,202)		(416)	(11,202)		(532)
31	Net Amount	3,900,162		11,433,669	3,896,983		11,403,046	3,932,737		11,534,370	3,932,737		14,748,764
32	Net Amt. Per Revenue Summary	3,900,531		11,433,647	3,897,353		11,403,023	3,933,111		11,534,347	3,933,111		14,748,735
33	Difference	(369)		22	(370)		23	(374)		23	(374)		29
34	Percent Difference	-0.0095%		0.0002%	-0.0095%		0.0002%	-0.0095%		0.0002%	-0.0095%		0.0002%
35													
36													
37													
38													
39													
40													
41													
42													
43													
44													
45													
46													

Tennessee Regulatory Authority
Industrial Class
Company : Tennessee-American Water Company
Case No. :

Attrition Year Revenues at Current and Proposed Rates

Test Year Twelve Months Ending March 31, 2010
Exhibit No. 4, Schedule 2

Line No.		Per books			Normalized			Attrition Year at Present Rates			Attrition Year at Proposed Rates		
1													
2		Billing			Billing			Billing			Billing		
3		Determinate	Rates	Revenues	Determinate	Rates	Revenues	Determinate	Rates	Revenues	Determinate	Rates	Revenues
4													
5	Chattanooga												
6	5/8 - inch meter	268	10.88	$2,917	268	10.88	$2,917	268	10.88	$2,917	268	13.84	$3,711
7	3/4 - inch meter	25	18.28	457	25	18.28	457	25	18.28	457	25	23.25	581
8	1 - inch meter	271	30.41	8,229	271	30.41	8,229	271	30.41	8,229	271	38.68	10,467
9	1 1/2 - inch meter	79	60.85	4,815	79	60.85	4,815	79	60.85	4,815	79	77.40	6,125
10	2 - inch meter	979	97.35	95,312	979	97.35	95,312	979	97.35	95,312	979	123.83	121,237
11	3 - inch meter	0	182.53	0	0	182.53	-	-	182.53	-	-	232.18	0
12	4 - inch meter	203	304.23	61,820	203	304.23	61,820	203	304.23	61,820	203	386.98	78,634
13	6 - inch meter	61	608.47	37,178	61	608.47	37,178	61	608.47	37,178	61	773.97	47,290
14	8 - inch meter	0	973.53	0	0	973.53	-	-	973.53	-	-	1,238.33	0
15	Total Meters	1,886		210,728	1,886		210,728	1,886		210,728	1,886		268,045
16													
17	Volumetric												
18	First 400 Cubic Feet	4,987	0.202	1,007	4,987	0.202	1,007	4,987	0.202	1,007	4,987	0.283	1,411
19	Next 6,100 Cubic Feet	48,999	3.207	157,140	48,999	3.207	157,140	48,999	3.207	157,140	48,999	4.120	201,876
20	Next 43,500 Cubic Feet	220,492	2.015	444,292	220,492	2.015	444,292	220,492	2.015	444,292	220,492	2.530	557,846
21	Next 450,000 Cubic Feet	856,123	1.506	1,289,321	856,123	1.506	1,289,321	856,123	1.506	1,289,321	856,123	1.892	1,619,785
22	Next 1,000,000 Cubic Feet	691,165	1.151	795,531	691,165	1.151	795,531	691,165	1.151	795,531	691,165	1.445	998,733
23	All Over 1,500,000 Cubic Feet	741,482	0.684	507,174	741,482	0.684	507,174	741,482	0.684	507,174	741,482	0.943	699,218
24	Chattanooga Amount	2,563,248		3,405,193	2,563,248		3,405,193	2,563,248		3,405,193	2,563,248		4,346,914
25													
26	Lookout Mountain												
27	5/8 - inch meter	0	12.21	0	0	12.21	0	-	12.21	-	-	13.84	0
28	3/4 - inch meter	0	18.28	0	0	18.28	0	-	17.51	-	-	23.25	0
29	1 - inch meter	0	30.41	0	0	30.41	0	-	29.14	-	-	38.68	0
30	1 1/2 - inch meter	0	60.85	0	0	60.85	0	-	58.30	-	-	77.40	0
31	2 - inch meter	0	97.35	0	0	97.35	0	-	93.27	-	-	123.83	0
32	3 - inch meter	0	182.53	0	0	182.53	0	-	174.89	-	-	232.18	0
33	4 - inch meter	0	304.23	0	0	304.23	0	-	291.49	-	-	386.98	0
34	6 - inch meter	0	608.47	0	0	608.47	0	-	582.99	-	-	773.97	0
35	8 - inch meter	0	973.53	0	0	973.53	0	-	932.77	-	-	1,238.33	0
36	Total Meters	0		0	0		0	-		-	-		0
37													
38	Volumetric												
39	First 400 Cubic Feet	0	0.753	0	0	0.753	0	-	0.753	-	-	1.180	0
40	Next 6,100 Cubic Feet	0	4.131	0	0	4.131	0	-	4.131	-	-	5.017	0
41	Next 43,500 Cubic Feet	0	2.939	0	0	2.939	0	-	2.939	-	-	3.427	0
42	Next 450,000 Cubic Feet	0	2.055	0	0	2.055	0	-	2.055	-	-	2.789	0
43	Next 1,000,000 Cubic Feet	0	1.701	0	0	1.701	0	-	1.701	-	-	2.342	0
44	All Over 1,500,000 Cubic Feet	0	1.233	0	0	1.233	0	-	1.233	-	-	1.840	0
45	Lookout Mountain Amount	0		0	0		0	-		-	-		0
46													

Tennessee Regulatory Authority
Industrial Class
Company : Tennessee-American Water Company
Case No. :

Attrition Year Revenues at Current and Proposed Rates

Test Year Twelve Months Ending March 31, 2010
Exhibit No. 4, Schedule 2

Line No.		Per books			Normalized			Attrition Year at Present Rates			Attrition Year at Proposed Rates		
1		Billing Determinate	Rates	Revenues	Billing Determinate	Rates	Revenues	Billing Determinate	Rates	Revenues	Billing Determinate	Rates	Revenues
2													
3													
4													
5	Lakeview												
6	5/8 - inch meter	0	12.21	0	0	12.21	0	-	12.21	-	-	13.84	0
7	3/4 - inch meter	0	18.28	0	0	18.28	0	-	18.28	-	-	23.25	0
8	1 - inch meter	0	30.41	0	0	30.41	0	-	30.41	-	-	38.68	0
9	1 1/2 - inch meter	0	60.85	0	0	60.85	0	-	60.85	-	-	77.40	0
10	2 - inch meter	0	97.35	0	0	97.35	0	-	97.35	-	-	123.83	0
11	3 - inch meter	0	182.53	0	0	182.53	0	-	182.53	-	-	232.18	0
12	4 - inch meter	0	304.23	0	0	304.23	0	-	304.23	-	-	386.98	0
13	6 - inch meter	0	608.47	0	0	608.47	0	-	608.47	-	-	773.97	0
14	8 - inch meter	0	973.53	0	0	932.77	0	-	973.53	-	-	1,238.33	0
15	Total Meters	0		0	0		0	-		-	-		0
16													
17	Volumetric												
18	First 400 Cubic Feet	0	0.372	0	0	0.372	0	-	0.372	-	-	1.180	0
19	Next 6,100 Cubic Feet	0	3.534	0	0	3.534	0	-	3.534	-	-	5.017	0
20	Next 43,500 Cubic Feet	0	2.342	0	0	2.342	0	-	2.342	-	-	3.427	0
21	Next 450,000 Cubic Feet	0	1.674	0	0	1.674	0	-	1.674	-	-	2.789	0
22	Next 1,000,000 Cubic Feet	0	1.320	0	0	1.320	0	-	1.320	-	-	2.342	0
23	All Over 1,500,000 Cubic Feet	0	0.852	0	0	0.852	0	-	0.852	-	-	1.840	0
24	Lakeview Amount	0		0	0		0	-		-	-		0
25													
26	Total Gross	2,563,248		3,405,193	2,563,248		3,405,193	2,563,248		3,405,193	2,563,248		4,346,914
27	Proration adjustment												
28	Less: Correction & Allowances	512		3,032	512		3,032	512		3,032	512		3,870
29	Net Amount	2,562,736		3,402,161	2,562,736		3,402,161	2,562,736		3,402,161	2,562,736		4,343,044
30	Net Amt. Per Revenue Summary	2,561,716		3,401,965	2,561,716		3,401,964	2,561,716		3,401,964	2,561,716		4,342,792
31	Difference	1,020		196	1,020		197	1,020		197	1,020		252
32	Percent Difference	0.0398%		0.0058%	0.0398%		0.0058%	0.0398%		0.0058%	0.0398%		0.0058%
33													
34													
35													
36													
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40													
41													
42													
43													
44													
45													
46													

Tennessee Regulatory Authority
Other Public Authority Class
Company : Tennessee-American Water Company
Case No. :

Attrition Year Revenues at Current and Proposed Rates

Test Year Twelve Months Ending March 31, 2010
Exhibit No. 4, Schedule 2

Line No.		Per books			Normalized			Attrition Year at Present Rates			Attrition Year at Proposed Rates		
1													
2		Billing			Billing			Billing			Billing		
3		Determinate	Rates	Revenues	Determinate	Rates	Revenues	Determinate	Rates	Revenues	Determinate	Rates	Revenues
4													
5	Chattanooga												
6	5/8 - inch meter	1,998	10.88	$21,739	1,998	10.88	$21,739	1,998	10.88	$21,739	1,998	13.84	$27,653
7	3/4 - inch meter	145	18.28	2,651	145	18.28	2,651	145	18.28	2,651	145	23.25	3,371
8	1 - inch meter	1,537	30.41	46,752	1,537	30.41	46,752	1,537	30.41	46,752	1,537	38.68	59,467
9	1 1/2 - inch meter	822	60.85	50,025	822	60.85	50,025	822	60.85	50,025	822	77.40	63,631
10	2 - inch meter	3,474	97.35	338,191	3,474	97.35	338,191	3,474	97.35	338,191	3,474	123.83	430,181
11	3 - inch meter	81	182.53	14,742	81	182.53	14,742	81	182.53	14,742	81	232.18	18,752
12	4 - inch meter	252	304.23	76,707	252	304.23	76,707	252	304.23	76,707	252	386.98	97,571
13	6 - inch meter	36	608.47	21,905	36	608.47	21,905	36	608.47	21,905	36	773.97	27,863
14	8 - inch meter	0	973.53	0	0	973.53	-	-	973.53	-	-	1,238.33	0
15	Total Meters	8,345		572,712	8,345		572,712	8,345		572,712	8,345		728,489
16													
17	Volumetric												
18	First 400 Cubic Feet	21,333	0.202	4,309	21,333	0.202	4,309	21,333	0.202	4,309	21,333	0.283	6,037
19	Next 6,100 Cubic Feet	159,646	3.207	511,985	159,646	3.207	511,985	159,646	3.207	511,985	159,646	4.120	657,742
20	Next 43,500 Cubic Feet	331,280	2.015	667,530	331,280	2.015	667,530	331,280	2.015	667,530	331,280	2.530	838,139
21	Next 450,000 Cubic Feet	449,116	1.506	676,369	449,116	1.506	676,369	449,116	1.506	676,369	449,116	1.892	849,727
22	Next 1,000,000 Cubic Feet	61,517	1.151	70,806	61,517	1.151	70,806	61,517	1.151	70,806	61,517	1.445	88,892
23	All Over 1,500,000 Cubic Feet	0	0.684	0	0	0.684	-	-	0.684	-	-	0.943	0
24	Chattanooga Amount	1,022,892		2,503,711	1,022,892		2,503,711	1,022,892		2,503,711	1,022,892		3,169,026
25													
26	Lookout Mountain												
27	5/8 - inch meter	158	12.21	1,931	158	12.21	1,931	158	12.21	1,931	158	13.84	2,189
28	3/4 - inch meter	16	18.28	297	16	18.28	297	16	18.28	297	16	23.25	378
29	1 - inch meter	130	30.41	3,944	130	30.41	3,944	130	30.41	3,944	130	38.68	5,017
30	1 1/2 - inch meter	12	60.85	730	12	60.85	730	12	60.85	730	12	77.40	929
31	2 - inch meter	72	97.35	7,016	72	97.35	7,016	72	97.35	7,016	72	123.83	8,924
32	3 - inch meter	0	182.53	0	0	182.53	-	-	182.53	-	-	232.18	0
33	4 - inch meter	0	304.23	0	0	304.23	-	-	304.23	-	-	386.98	0
34	6 - inch meter	0	608.47	0	0	608.47	-	-	608.47	-	-	773.97	0
35	8 - inch meter	0	973.53	0	0	973.53	-	-	973.53	-	-	1,238.33	0
36	Total Meters	388		13,918	388		13,918	388		13,918	388		17,437
37													
38	Volumetric												
39	First 400 Cubic Feet	861	0.753	648	861	0.753	648	861	0.753	648	861	1.180	1,015
40	Next 6,100 Cubic Feet	5,226	4.131	21,587	5,226	4.131	21,587	5,226	4.131	21,587	5,226	5.017	26,214
41	Next 43,500 Cubic Feet	3,172	2.939	9,322	3,172	2.939	9,322	3,172	2.939	9,322	3,172	3.427	10,868
42	Next 450,000 Cubic Feet	648	2.055	1,332	648	2.055	1,332	648	2.055	1,332	648	2.789	1,807
43	Next 1,000,000 Cubic Feet	0	1.701	0	0	1.701	-	-	1.701	-	-	2.342	0
44	All Over 1,500,000 Cubic Feet	0	1.233	0	0	1.233	-	-	1.233	-	-	1.840	0
45	Lookout Mountain Amount	9,906		46,807	9,906		46,807	9,906		46,807	9,906		57,341
46													

Tennessee Regulatory Authority
Other Public Authority Class
Company : Tennessee-American Water Company
Case No. :

Attrition Year Revenues at Current and Proposed Rates

Test Year Twelve Months Ending March 31, 2010
Exhibit No. 4, Schedule 2

Line No.		Per books			Normalized			Attrition Year at Present Rates			Attrition Year at Proposed Rates		
2		Billing			Billing			Billing			Billing		
3		Determinate	Rates	Revenues	Determinate	Rates	Revenues	Determinate	Rates	Revenues	Determinate	Rates	Revenues
4													
5	Lakeview												
6	5/8 - inch meter	60	12.21	733	60	12.21	733	60	12.21	733	60	13.84	831
7	3/4 - inch meter	0	18.28	0	-	18.28	-	-	18.28	-	-	23.25	0
8	1 - inch meter	12	30.41	365	12	30.41	365	12	30.41	365	12	38.68	464
9	1 1/2 - inch meter	12	60.85	731	12	60.85	731	12	60.85	731	12	77.40	929
10	2 - inch meter	24	97.35	2,338	24	97.35	2,338	24	97.35	2,338	24	123.83	2,973
11	3 - inch meter	0	182.53	0	-	182.53	-	-	182.53	-	-	232.18	0
12	4 - inch meter	0	304.23	0	-	304.23	-	-	304.23	-	-	386.98	0
13	6 - inch meter	0	608.47	0	-	608.47	-	-	608.47	-	-	773.97	0
14	8 - inch meter	0	973.53	0	-	973.53	-	-	973.53	-	-	1,238.33	0
15	Total Meters	108		4,167	108		4,167	108		4,167	108		5,197
16													
17	Volumetric												
18	First 400 Cubic Feet	189	0.372	70	189	0.372	70	189	0.372	70	189	1.180	223
19	Next 6,100 Cubic Feet	1,511	3.534	5,340	1,511	3.534	5,340	1,511	3.534	5,340	1,511	5.017	7,580
20	Next 43,500 Cubic Feet	744	2.342	1,742	744	2.342	1,742	744	2.342	1,742	744	3.427	2,549
21	Next 450,000 Cubic Feet	0	1.674	0	0	1.674	-	-	1.674	-	-	2.789	0
22	Next 1,000,000 Cubic Feet	0	1.320	0	0	1.320	-	-	1.320	-	-	2.342	0
23	All Over 1,500,000 Cubic Feet	0	0.852	0	0	0.852	-	-	0.852	-	-	1.840	0
24	Lakeview Amount	2,444		11,319	2444		11,319	2,444		11,319	2,444		15,549
25													
26	Total Gross	1,035,242		2,561,837	1,035,242		2,561,837	1,035,242		2,561,837	1,035,242		3,241,916
27	Proration adjustment												
28	Less: Correction & Allowances	2,311		5,599	2,311		5,599	2,311		5,599	2,311		7,086
29	Net Amount	1,032,931		2,556,238	1,032,931		2,556,238	1,032,931		2,556,238	1,032,931		3,234,830
30	Net Amt. Per Revenue Summary	1,032,836		2,556,254	1,032,836		2,556,253	1,032,836		2,556,253	1,032,836		3,234,849
31	Difference	95		(16)	95		(15)	95		(15)	95		(19)
32	Percent Difference	0.0092%		-0.0006%	0.0092%		-0.0006%	0.0092%		-0.0006%	0.0092%		-0.0006%
33													
34													
35													
36													
37													
38													
39													
40													
41													
42													
43													
44													
45													
46													

Accounting Exhibits per Company Filing
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Tennessee Regulatory Authority
Other Water Utility Class
Company : Tennessee-American Water Company
Case No. :

Attrition Year Revenues at Current and Proposed Rates

Test Year Twelve Months Ending March 31, 2010
Exhibit No. 4, Schedule 2

Line No.		Per books			Normalized			Attrition Year at Present Rates			Attrition Year at Proposed Rates		
1													
2		Billing			Billing			Billing			Billing		
3		Determinate	Rates	Revenues	Determinate	Rates	Revenues	Determinate	Rates	Revenues	Determinate	Rates	Revenues
4													
5	Chattanooga												
6	5/8 - inch meter	0	10.88	$0	-	10.88	$0	-	10.88	$0	0	13.84	$0
7	3/4 - inch meter	0	18.28	0	-	18.28	0	-	18.28	-	-	23.25	0
8	1 - inch meter	0	30.41	0	-	30.41	-	-	30.41	-	-	38.68	0
9	1 1/2 - inch meter	0	60.85	0	-	60.85	-	-	60.85	-	-	77.40	0
10	2 - inch meter	12	97.35	1,181	12	97.35	1,181	12	97.35	1,181	12	123.83	1,502
11	3 - inch meter	0	182.53	0	-	182.53	-	-	182.53	-	-	232.18	0
12	4 - inch meter	36	304.23	10,993	36	304.23	10,993	36	304.23	10,993	36	386.98	13,983
13	6 - inch meter	0	608.47	0	-	608.47	-	-	608.47	-	-	773.97	0
14	8 - inch meter	0	973.53	0	-	973.53	-	-	973.53	-	-	1,238.33	0
15	Total Meters	48		12,174	48		12,174	48		12,174	48		15,485
16													
17	Volumetric												
18	First 400 Cubic Feet	5	0.202	1	5	0.202	1	5	0.202	1	5	0.283	1
19	Next 6,100 Cubic Feet	1	3.207	3	1	3.207	3	1	3.207	3	1	4.120	4
20	Next 43,500 Cubic Feet	0	2.015	0	0	2.015	-	-	2.015	-	-	2.530	0
21	Next 450,000 Cubic Feet	0	1.506	0	0	1.506	-	-	1.506	-	-	1.892	0
22	Next 1,000,000 Cubic Feet	0	1.151	0	0	1.151	-	-	1.151	-	-	1.445	0
23	All Over 1,500,000 Cubic Feet	0	0.684	0	0	0.684	-	-	0.684	-	-	0.943	0
24	Ft. Oglethorpe	469,025	0.9353	427,124	469,025	0.9353	438,679	469,025	0.9353	438,679	469,025	1.1940	560,016
25	Catoosa Co	27,241	0.9353	25,479	27,241	0.9353	25,479	27,241	0.9353	25,479	27,241	1.1940	32,526
26	Signal Mtn	415,455	0.8977	360,674	415,455	0.8977	372,954	415,455	0.8977	372,954	415,455	1.1460	476,111
27	Walden's Ridge	434,358	1.0572	448,567	434,358	1.0572	459,203	434,358	1.0572	459,203	434,358	1.3500	586,383
28	Chattanooga Amount	1,346,085		1,274,022	1,346,085		1,308,493	1,346,085		1,308,493	1,346,085		1,670,526
29													
30	Lookout Mountain												
31	5/8 - inch meter	0	12.21	0	0	12.21	-	-	12.21	-	-	13.84	0
32	3/4 - inch meter	0	18.28	0	0	18.28	-	-	18.28	-	-	23.25	0
33	1 - inch meter	0	30.41	0	0	30.41	-	-	30.41	-	-	38.68	0
34	1 1/2 - inch meter	0	60.85	0	0	60.85	-	-	60.85	-	-	77.40	0
35	2 - inch meter	0	97.35	0	0	97.35	-	-	97.35	-	-	123.83	0
36	3 - inch meter	0	182.53	0	0	182.53	-	-	182.53	-	-	232.18	0
37	4 - inch meter	0	304.23	0	0	304.23	-	-	304.23	-	-	386.98	0
38	6 - inch meter	0	608.47	0	0	608.47	-	-	608.47	-	-	773.97	0
39	8 - inch meter	0	973.53	0	0	973.53	-	-	973.53	-	-	1,238.33	0
40	Total Meters	0		0	0		-	-		-	-		0
41													
42	Volumetric												
43	First 400 Cubic Feet	0	0.753	0	0	0.753	-	-	0.753	-	-	1.180	0
44	Next 6,100 Cubic Feet	0	4.131	0	0	4.131	-	-	4.131	-	-	5.017	0
45	Next 43,500 Cubic Feet	0	2.939	0	0	2.939	-	-	2.939	-	-	3.427	0
46	Next 450,000 Cubic Feet	0	2.055	0	0	2.055	-	-	2.055	-	-	2.789	0
47	Next 1,000,000 Cubic Feet	0	1.701	0	0	1.701	-	-	1.701	-	-	2.342	0
48	All Over 1,500,000 Cubic Feet	0	1.233	0	0	1.233	-	-	1.233	-	-	1.840	0
49	Lookout Mountain Amount	0		0	0		-	-		-	-		0

Accounting Exhibits per Company Filing
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Tennessee Regulatory Authority
Other Water Utility Class
Company : Tennessee-American Water Company
Case No. :

Attrition Year Revenues at Current and Proposed Rates

Line No.		Per books			Normalized			Attrition Year at Present Rates			Attrition Year at Proposed Rates		
2		Billing			Billing			Billing			Billing		
3		Determinate	Rates	Revenues	Determinate	Rates	Revenues	Determinate	Rates	Revenues	Determinate	Rates	Revenues
4													
5	Lakeview												
6	5/8 - inch meter	0	12.21	0	0	12.21	-	-	12.21	-	-	13.84	0
7	3/4 - inch meter	0	18.28	0	0	18.28	-	-	18.28	-	-	23.25	0
8	1 - inch meter	0	30.41	0	0	30.41	-	-	30.41	-	-	38.68	0
9	1 1/2 - inch meter	0	60.85	0	0	60.85	-	-	60.85	-	-	77.40	0
10	2 - inch meter	0	97.35	0	0	97.35	-	-	97.35	-	-	123.83	0
11	3 - inch meter	0	182.53	0	0	182.53	-	-	182.53	-	-	232.18	0
12	4 - inch meter	0	304.23	0	0	304.23	-	-	304.23	-	-	386.98	0
13	6 - inch meter	0	608.47	0	0	608.47	-	-	608.47	-	-	773.97	0
14	8 - inch meter	0	973.53	0	0	973.53	-	-	973.53	-	-	1,238.33	0
15	Total Meters	0		0	0		-	-		-	-		0
16													
17	Volumetric												
18	First 400 Cubic Feet	0	0.372	0	0	0.372	-	-	0.372	-	-	1.180	0
19	Next 6,100 Cubic Feet	0	3.386	0	0	3.534	-	-	3.534	-	-	5.017	0
20	Next 43,500 Cubic Feet	0	2.244	0	0	2.342	-	-	2.342	-	-	3.427	0
21	Next 450,000 Cubic Feet	0	1.604	0	0	1.674	-	-	1.674	-	-	2.789	0
22	Next 1,000,000 Cubic Feet	0	1.265	0	0	1.320	-	-	1.320	-	-	2.342	0
23	All Over 1,500,000 Cubic Feet	0	0.816	0	0	0.852	-	-	0.852	-	-	1.840	0
24	Lakeview Amount	0		0	0		-	-		-	-		0
25													
26	Total Gross	1,346,085		1,274,022	1,346,085		1,308,493	1,346,085		1,308,493	1,346,085		1,670,526
27	Proration adjustment			0									
28	Less: Correction & Allowances			0	-		0	-		0	-		0
29	Net Amount	1,346,085		1,274,021	1,346,085		1,308,493	1,346,085		1,308,493	1,346,085		1,670,526
30	Net Amt. Per Revenue Summary	1,345,487		1,274,021	1,345,488		1,308,493	1,345,488		1,308,493	1,345,488		1,670,526
31	Difference	598		0	597		(0)	597		(0)	597		0
32	Percent Difference	0.0444%		0.0000%	0.0444%		0.0000%	0.0444%		0.0000%	0.0444%		0.0000%
33													
34													
35													
36													
37													
38													
39													
40													
41													
42													
43													
44													
45													
46													

Tennessee Regulatory Authority
Private and Public Fire
Company : Tennessee-American Water Company
Case No. :

Attrition Year Revenues at Current and Proposed Rates

Test Year Twelve Months Ending March 31, 2010
Exhibit No. 4, Schedule 2

Line No.	Class/Description	Normalized Year at Present Rates: Billing Determinate	Rates	Revenues	Attrition Year at Present Rates: Billing Determinate	Rates	Revenues	Attrition Year at Proposed Rates: Billing Determinate	Rates	Revenues
5	Private Fire Service									
7	1 - Inch Service	0	$28.34	$0	0	$28.34	$0	0	$36.18	$0
8	1 1/2 - Inch Service	1	$63.92	64	1	$63.92	64	1	81.60	82
9	2 - Inch Service	16	$113.68	1,819	16	$113.68	1,819	16	145.12	2,322
10	2 1/2 - Inch Service	1	$173.35	173	1	$173.35	173	1	221.29	221
11	3 - Inch Service	2	$255.53	511	2	$255.53	511	2	326.19	652
12	4 - Inch Service	107	$511.71	54,753	107	$511.71	54,753	107	653.21	69,893
13	6 - Inch Service	878	$1,022.61	897,852	891	$1,022.61	911,146	891	1,305.38	1,163,098
14	8 - Inch Service	307	$2,046.95	628,414	307	$2,046.95	628,414	307	2,612.98	802,184
15	10 - Inch Service	17	$3,070.65	52,201	17	$3,070.65	52,201	17	3,919.75	66,636
16	12 - Inch Service	21	$4,094.54	85,985	21	$4,094.54	85,985	21	5,226.77	109,762
17	Total Private Fire Service	1,350		1,721,772	1,363		1,735,066	1,363		2,214,850
21	Public Fire Service									
23	Ridgeside	13	0.00	0	13	0.00	0	13	0.00	0
24	Public Fire	4,976	0.00	0	4,976	0.00	0	4,976	0.00	0
25	Total Public Fire Service	4,989		0	4,989		0	4,989		0
27	Total Private and Public Fire Service Revenues			$1,721,772			$1,735,066			$2,214,850

Company : Tennessee-American Water Company
Case No. :

Line No.		Rates Effective October 1, 2008			Proposed Rates					Percent Increase		
1		Rates Effective October 1, 2008			Proposed Rates					Percent Increase		
2			Lookout			Lookout					Lookout	
3		Chattanooga	Mountain	Lakeview	Chattanooga	Mountain	Lakeview	Lone Oak	Suck Creek	Chattanooga	Mountain	Lakeview
4	Res, Ind, OPA, SFR:											
5	5/8 - inch meter	10.88	12.21	12.21	13.84	13.84	13.84	28.04	19.13	27.20588%	13.34971%	13.34971%
6	3/4 - inch meter	18.28	18.28	18.28	23.25	23.25	23.25	23.25	23.25	27.18818%	27.18818%	27.18818%
7	1 - inch meter	30.41	30.41	30.41	38.68	38.68	38.68	38.68	38.68	27.19500%	27.19500%	27.19500%
8	1 1/2 - inch meter	60.85	60.85	60.85	77.40	77.40	77.40	77.40	77.40	27.19803%	27.19803%	27.19803%
9	2 - inch meter	97.35	97.35	97.35	123.83	123.83	123.83	123.83	123.83	27.20082%	27.20082%	27.20082%
10	3 - inch meter	182.53	182.53	182.53	232.18	232.18	232.18	232.18	232.18	27.20101%	27.20101%	27.20101%
11	4 - inch meter	304.23	304.23	304.23	386.98	386.98	386.98	386.98	386.98	27.19982%	27.19982%	27.19982%
12	6 - inch meter	608.47	608.47	608.47	773.97	773.97	773.97	773.97	773.97	27.19937%	27.19937%	27.19937%
13	8 - inch meter	973.53	973.53	973.53	1,238.33	1,238.33	1,238.33	1,238.33	1,238.33	27.19998%	27.19998%	27.19998%
14	Commercial:											
15	5/8 - inch meter	10.81	12.14	12.14	13.84	13.84	13.84	28.04	19.13	28.02960%	14.00329%	14.00329%
16	3/4 - inch meter	18.16	18.16	18.16	23.25	23.25	23.25	23.25	23.25	28.02863%	28.02863%	28.02863%
17	1 - inch meter	30.22	30.22	30.22	38.68	38.68	38.68	38.68	38.68	27.99471%	27.99471%	27.99471%
18	1 1/2 - inch meter	60.47	60.47	60.47	77.40	77.40	77.40	77.40	77.40	27.99735%	27.99735%	27.99735%
19	2 - inch meter	96.74	96.74	96.74	123.83	123.83	123.83	123.83	123.83	28.00289%	28.00289%	28.00289%
20	3 - inch meter	181.4	181.4	181.4	232.18	232.18	232.18	232.18	232.18	27.99338%	27.99338%	27.99338%
21	4 - inch meter	302.34	302.34	302.34	386.98	386.98	386.98	386.98	386.98	27.99497%	27.99497%	27.99497%
22	6 - inch meter	604.69	604.69	604.69	773.97	773.97	773.97	773.97	773.97	27.99451%	27.99451%	27.99451%
23	8 - inch meter	967.50	967.50	967.50	1,238.33	1,238.33	1,238.33	1,238.33	1,238.33	27.99276%	27.99276%	27.99276%
24												
25	Volumetric-res, Ind, OPA, SFR											
26	First 400 Cubic Feet	0.202	0.753	0.372	0.283	1.180	1.180	1.180	1.180	40.09901%	56.65364%	217.09729%
27	Next 6,100 Cubic Feet	3.207	4.131	3.534	4.120	5.017	5.017	5.017	5.017	28.46897%	21.43796%	41.95252%
28	Next 43,500 Cubic Feet	2.015	2.939	2.342	2.530	3.427	3.427	3.427	3.427	25.55831%	16.59074%	46.31093%
29	Next 450,000 Cubic Feet	1.506	2.055	1.674	1.892	2.789	2.789	2.789	2.789	25.63081%	35.69839%	66.58315%
30	Next 1,000,000 Cubic Feet	1.151	1.701	1.320	1.445	2.342	2.342	2.342	2.342	25.54301%	37.66031%	77.39409%
31	All Over 1,500,000 Cubic Feet	0.684	1.233	0.852	0.943	1.840	1.840	1.840	1.840	37.86550%	49.19724%	115.91572%
32	Ft. Oglethorpe; Catoosa;	0.9353			1.194					27.65957%		
33	Signal Mountain	0.8977			1.146					27.65957%		
34	Walden's Ridge	1.0572			1.350					27.69580%		
35	Volumetric-commercial											
36	First 400 Cubic Feet	0.201	0.748	0.369	0.283	1.180	1.180	1.180	1.180	40.79602%	57.70079%	219.67532%
37	Next 6,100 Cubic Feet	3.187	4.105	3.512	4.120	5.017	5.017	5.017	5.017	29.27518%	22.20711%	42.84174%
38	Next 43,500 Cubic Feet	2.003	2.921	2.328	2.530	3.427	3.427	3.427	3.427	26.31053%	17.30921%	47.19080%
39	Next 450,000 Cubic Feet	1.497	2.042	1.664	1.892	2.789	2.789	2.789	2.789	26.38611%	36.56229%	67.58425%
40	Next 1,000,000 Cubic Feet	1.144	1.691	1.312	1.445	2.342	2.342	2.342	2.342	26.31119%	38.47439%	78.47576%
41	All Over 1,500,000 Cubic Feet	0.679	1.225	0.846	0.943	1.840	1.840	1.840	1.840	38.88071%	50.17159%	117.44704%
42												

Tennessee Regulatory Authority
Company : Tennessee-American Water Company
Case No. :

Comparison of Present and Proposed Rates

Test Year Twelve Months Ending March 31, 2010
Exhibit No 4, Schedule 3
Page No. 2 of 2

Line No.		Rates Effective October 1, 2008			Proposed Rates					Percent Increase		
2			Lookout			Lookout					Lookout	
3		Chattanooga	Mountain	Lakeview	Chattanooga	Mountain	Lakeview	Lone Oak	Suck Creek	Chattanooga	Mountain	Lakeview
4	Private Fire Service											
5												
6	1 - Inch Service	28.34			36.18					27.65228%		
7	1 1/2 - Inch Service	63.92			81.60					27.65228%		
8	2 - Inch Service	113.68			145.12					27.65228%		
9	2 1/2 - Inch Service	173.35			221.29					27.65228%		
10	3 - Inch Service	255.53			326.19					27.65228%		
11	4 - Inch Service	511.71			653.21					27.65228%		
12	6 - Inch Service	1,022.61			1,305.38					27.65228%		
13	8 - Inch Service	2,046.95			2,612.98					27.65228%		
14	10 - Inch Service	3,070.65			3,919.75					27.65228%		
15	12 - Inch Service	4,094.54			5,226.77					27.65228%		
16		975.54			1,245.30					27.65228%		
17												
18	Public Fire Service											
19												
20	Ridgeside	0.00			0.00					#DIV/0!		
21	Public Fire	0.00			0.00					#DIV/0!		
22												

Line No.	Suck Creek & Lone Oak present and proposed:		Present					Proposed	
25	Suck Creek		Residential	CCF	Commercial	CCF		Residential:	Commercial:
26	First 1500 gal	2	23.85	meter charge	23.70		First 400 CF	1.180	1.180
27	Next 8000 gal	10.67	4.59	3.444	4.56	3.423	Next 6,100 CF	5.017	5.017
28	All over 9500 gal	>12.67	3.44	2.583	3.42	2.567	Next 43,500 CF	3.427	3.427
29									
30	Lone Oak								
31	First 2000 gal	2.67	32.76	meter charge	32.56		First 400 CF	1.180	1.180
32	All over 2000 gal	>2.67	5.48	4.120	5.46	4.094	Next 6,100 CF	5.017	5.017
33							Next 43,500 CF	3.427	3.427

Tennessee-American Water Company
Chemical Usage and Costs:

Pounds	Apr-09	May-09	Jun-09	Jul-09	Aug-09	Sep-09	Oct-09	Nov-09	Dec-09	Jan-10	Feb-10	Mar-10	Total
Polyaluminum Chloride	**127707**	**149174**	**99686**	**88710**	**83301**	**155575**	**119114**	**99789**	**128558**	**119827**	**114921**	**106273**	1,392,635
Chlorine	**36122**	**42776**	**53207**	**55681**	**45372**	**51756**	**42673**	**35227**	**35314**	**35075**	**27200**	**29547**	489,950
Fluoride	**41722**	**43036**	**49009**	**55143**	**47864**	**45973**	**45787**	**41619**	**40317**	**42906**	**35746**	**37889**	527,011
Caustic	**35523**	**75443**	**74008**	**98900**	**70933**	**70408**	**68213**	**52564**	**55490**	**36904**	**46669**	**26667**	711,722
Corrosion Inhibitor	**27268**	**33501**	**41994**	**52620**	**53902**	**43629**	**42081**	**34305**	**32423**	**30533**	**29169**	**28754**	450,179
Filter Aid	**634**	**727**	**-440**	**124**	**16**	**267**	**641**	**417**	**701**	**819**	**750**	**656**	5,312
Powdered Carbon	1978	5622	-1258	23710	52783	40115	0	-1459	0	0	0	0	121,491
GAC													

Cost	Apr-09	May-09	Jun-09	Jul-09	Aug-09	Sep-09	Oct-09	Nov-09	Dec-09	Jan-10	Feb-10	Mar-10	Total
Polyaluminum Chloride	$34,928	$39,218	$25,709	$22,594	$21,117	$39,315	$29,849	$24,981	$32,152	$30,700	$29,650	$27,578	$357,790
Chlorine	$8,745	$8,688	$10,014	$10,212	$8,873	$9,451	$7,792	$6,432	$6,448	$6,987	$5,636	$6,231	$95,509
Fluoride	$12,479	$13,018	$14,923	$16,863	$14,694	$14,123	$14,070	$12,794	$12,393	$13,425	$11,303	$12,052	$162,139
Caustic	$10,027	$17,744	$15,135	$17,525	$10,413	$7,914	$6,842	$5,190	$5,227	$3,395	$4,233	$2,395	$106,038
Corrosion Inhibitor	$34,734	$31,839	$39,911	$36,134	$33,797	$25,868	$24,298	$19,702	$18,426	$15,169	$14,030	$13,831	$307,738
Filter Aid	$1,658	$1,901	-$1,150	$324	$42	$707	$1,698	$1,105	$1,857	$2,183	$1,999	$1,748	$14,072
Powdered Carbon	$1,179	$3,352	-$750	$14,138	$32,747	$25,742		-$936					$75,472
GAC	$10,722	$0	$0										$10,722
Total	$114,472	$115,760	$103,791	$117,791	$121,682	$123,119	$84,549	$69,267	$76,505	$71,859	$66,850	$63,836	$1,129,481

Cost/Lb	Apr-09	May-09	Jun-09	Jul-09	Aug-09	Sep-09	Oct-09	Nov-09	Dec-09	Jan-10	Feb-10	Mar-10	Average Cost/lb
Polyaluminum Chloride	$0.2735	$0.2629	$0.2579	$0.2547	$0.2535	$0.2527	$0.2506	$0.2503	$0.2501	$0.2562	$0.2580	$0.2595	$0.2567
Chlorine	$0.2421	$0.2031	$0.1882	$0.1834	$0.1956	$0.1826	$0.1826	$0.1826	$0.1826	$0.1992	$0.2072	$0.2109	$0.1967
Fluoride	$0.2991	$0.3025	$0.3045	$0.3058	$0.3070	$0.3072	$0.3073	$0.3074	$0.3074	$0.3129	$0.3162	$0.3181	$0.3080
Caustic	$0.2823	$0.2352	$0.2045	$0.1772	$0.1468	$0.1124	$0.1003	$0.0987	$0.0942	$0.0920	$0.0907	$0.0898	$0.1437
Corrosion Inhibitor	$1.2738	$0.9504	$0.9504	$0.6867	$0.6270	$0.5929	$0.5774	$0.5743	$0.5683	$0.4968	$0.4810	$0.4810	$0.6883
Filter Aid	$2.6144	$2.6144	$2.6144	$2.6144	$2.6144	$2.6495	$2.6495	$2.6495	$2.6495	$2.6652	$2.6652	$2.6652	$2.6388
Powdered Carbon*	$0.5963	$0.5963	$0.5963	$0.5963	$0.6204	$0.6417		$0.6417					$0.6127
GAC													

Tennessee-American Water Company
Chemical Usage and Costs:
Revised Chemical Expense-TN-TRA-02-Q117

Chemical	Test Yr Usage	Current Price/Lb.	Cost
Polyaluminum Chloride	1,392,635	0.2825	393,419
Chlorine	489,950	$0.2435	119,303
Fluoride	527,011	0.3100	163,373
Caustic	711,722	0.1310	93,236
Corrosion Inhibitor	450,179	0.3290	148,109
Filter Aid	5,312	2.8300	15,033
Powdered Carbon	121,491	0.6400	77,754
GAC			
Total	3,698,300		1,010,227

Tennessee American Water Company
Chemicals
Test Year Ended 3/31/10

	12 Months ended 3/31/2010 (CCF)		Normalized Year (CCF)		Attrition Year (CCF)
Water Sales	13,206,823	0.745808898	13,107,999	0.7731	13,171,004
Non-Revenue Usage	295,672	0.016697037	278,064	1.64%	279,400
Unaccounted For	4,205,557	0.237494065	3,569,052	0.2105	3,586,207
Total	17,708,052		16,955,114		17,036,611

Chemical Name	Cost at Current Prices Based on Test Year Sys Delivery	Average Cost Per CCF	Cost Based on Average Cost per CCF on Normalized Sys Delivery	Cost Based on Average Cost per CCF on Attrition Year Sys Delivery
Polyaluminum Chloride	393,419	0.02222	376,691	378,502
Chlorine	119,303	0.00674	114,230	114,779
Fluoride	163,373	0.00923	156,426	157,178
Caustic	93,236	0.00527	89,272	89,701
Corrosion Inhibitor	148,109	0.00836	141,811	142,493
Filter Aid	15,033	0.00085	14,394	14,463
Powdered Carbon	77,754	0.00439	74,448	74,806
Total	1,010,227		967,273	971,922

Tennessee American Water Company
Chemicals
Test Year Ended 3/31/10

Chemical Name	Cost Based on Average Cost per CCF on Attrition Year Sys Delivery	ATTRITION YEAR ADJUSTMENTS	Adjusted Attrition Year Cost
Polyaluminum Chloride	378,502		378,502
Chlorine	114,779		114,779
Fluoride	157,178		157,178
Caustic	89,701		89,701
Corrosion Inhibitor	142,493		142,493
Filter Aid	14,463		14,463
Powdered Carbon	74,806		74,806
GAC	0		0
Total	971,922		971,922
		original filing	1,069,369
		difference	-97,447

TENNESSEE AMERICAN WATER COMPANY
GROUP INSURANCE-ATTRITION YEAR
TEST YEAR: MARCH 31, 2010

	BILLING DETERMINANT COVERAGE	RATES EFFECTIVE 10/1/2010	PREMIUM
ACTIVE EMPLOYEES			
LIFE INSURANCE			
(1) LIFE - BASIC (NON-BARGAINING)	3,310,191	$0.153	$506
(2) LIFE - BASIC (BARGAINING)	4,174,131	0.153	$639
(3) A.D. & D. ($10,000 COVERAGE PER EMPLOYEE)	810,000	0.020	$16
(4) A.D. & D. (NON-BARGAINING)	3,310,191	0.020	$66
(5) LIFE - VOLUNTARY UNDER 30		0.06	
(6) LIFE - VOLUNTARY UNDER 30-34		0.08	
(7) LIFE - VOLUNTARY UNDER 35-39		0.11	
(8) LIFE - VOLUNTARY UNDER 40-44		0.13	
(9) LIFE - VOLUNTARY UNDER 45-49		0.20	
(10) LIFE - VOLUNTARY UNDER 50-54		0.34	
(11) LIFE - VOLUNTARY UNDER 55-59		0.62	
12) LIFE - VOLUNTARY UNDER 60-64		0.79	
(13) LIFE - VOLUNTARY UNDER 65-69		1.44	
(14) LIFE - VOLUNTARY UNDER 70 AND OVER		2.32	
(15) LIFE - DEPENDENT SPOUSE		0.25	
(16) LIFE - DEPENDENT CHILDREN		1.20	
(17) LIFE - SUPPLEMENTAL		0.30	
(18) LIFE - OPTIONAL		0.30	
DISABILITY			
(19) LONG TERM DISABILITY (NON UNION ONLY)	183,900	0.40	$736
(20) SHORT TERM MANAGED	110	2.66	$293
(21) A & S - COVERAGE FOR NEW JERSEY ONLY			
MEDICAL, DENTAL & PRESCRIPTION COVERAGE			
(22) EMPLOYEES WITHOUT DEPENDENT COVERAGE. (union)	8	576.00	$4,608
(23) EMPLOYEES WITHOUT DEPENDENT COVERAGE. (non-union)	4	544.00	$2,176
(24) EMPLOYEES WITH DEPENDENT COVERAGE (union)	71	1,469.00	$104,299
(25) EMPLOYEES WITH SPOUSE COVERAGE (non-union)	8	1,196.00	$9,568
(26) EMPLOYEES AND CHILDREN (non-union)	3	1,251.00	$3,753
(27) EMPLOYEE AND FAMILY (non-union)	14	1,522.00	$21,308
(28) EMPLOYEES WITH SINGLE DENTAL COVERAGE ONLY (only)		23.00	
(29) EMPLOYEES AND SINGLE DENTAL COVERAGE ONLY (non-union)		21.00	
(30) EMPLOYEES AND SPOUSE DENTAL COVERAGE ONLY (non-union)		45.00	
(31) EMPLOYEE AND CHILDREN DENTAL (non-union)		55.00	
(32) EMPLOYEE AND FAMILY DENTAL (non-union)	1	89.00	$89
	109		
ACTIVES SUBTOTAL :			$148,057
CONTINUATION OF COVERAGE			
MEDICAL, DENTAL & PRESCRIPTION COVERAGE			
(33) INDIVIDUAL (FORMER EMPLOYEE, SPOUSE OR DEPENDENT)	0	482.00	0
(34) FAMILY (2 OR MORE INDIVIDUALS)	0	1,188.00	0
(35) UNDER AGE 65 DEPENDENT (1) OF A DECEASED RETIREE	0	36.00	0
(36) UNDER AGE 65 DEPENDENTS (>1) OF A DECEASED RETIREE	0	85.00	0
	0	0.00	0
CONTINUATION OF COVERAGE SUBTOTAL :			0
TOTAL MONTHLY PREMIUM			148,057
			148,057
REIMBURSEMENTS			
EMPLOYEES WITHOUT DEPENDENT COVERAGE.(union & non union)			(1,020)
EMPLOYEES WITH FAMILY COVERAGE (UNION)			(16,898)
EMPLOYEE AND SPOUSE COVERAGE (NON-UNION)			(1,496)
EMPLOYEE AND CHILDREN (NON-UNION)			(588)
EMPLOYEE AND FAMILY (NON-UNION)			(3,360)
			(23,362)
NET COMPANY PREMIUM COST			124,695
PERCENTAGE TO OPERATIONS		84.17%	104,959
TO ANNUALIZE			1,259,508
EMPLOYEES "OPTING OUT" OF MEDICAL COVERAGE (ANNUALIZE 0 X $100/MO.)		1	1,200
TOTAL ANNUAL COST			$1,260,708
		original filing:	1,075,368
		difference:	185,340

BEFORE THE TENNESSEE REGULATORY AUTHORITY
NASHVILLE, TENNESSEE

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. 10-00189**

AFFIDAVIT

STATE OF WEST VIRGINIA

COUNTY OF KANAWHA

I, MICHAEL A. MILLER, Treasurer/Comptroller for Tennessee American Water Company, do hereby certify that the foregoing Revised Accounting Exhibits and Schedules were prepared by me or under my supervision and are true and accurate to the best of my knowledge and information.

DATED this 22nd day of February, 2011.

Michael A. Miller
(signature)

Michael A. Miller
(printed name)

Sworn to and subscribed before me this 22nd day of February, 2011.

Lisa R. Brooks
NOTARY PUBLIC

My Commission Expires:

September 7, 2019

OFFICIAL SEAL
STATE OF WEST VIRGINIA
NOTARY PUBLIC
Lisa R. Brooks
18 Mill Creek Crossing
Hurricane, WV 25526
My Commission Expires September 7, 2019

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing has been served by way of the method(s) indicated, on this the 22nd day of February, 2011, upon the following:

[x] Hand-Delivery [ ] U.S. Mail [ ] Facsimile [ ] Overnight [x] Email	Ryan McGehee, Esq. Mary L. White, Esq. Counsel for the Consumer Advocate and Protection Division OFFICE OF THE ATTORNEY GENERAL 425 5th Avenue North, 2nd Floor Nashville, TN 37243-0491
[ ] Hand-Delivery [ ] U.S. Mail [ ] Facsimile [x] Overnight [x] Email	David C. Higney, Esq. Counsel for Chattanooga Regional Manufacturers Association GRANT, KONVALINKA & HARRISON, P.C. 633 Chestnut Street, 9th Floor Chattanooga, TN 37450
[x] Hand-Delivery [ ] U.S. Mail [ ] Facsimile [ ] Overnight [x] Email	Henry M. Walker, Esq. Counsel for Chattanooga Regional Manufacturers Association BRADLEY, ARANT, BOULT, CUMMINGS, PLC 1600 Division Street, Suite 700 Nashville, TN 37203
[ ] Hand-Delivery [ ] U.S. Mail [ ] Facsimile [x] Overnight [x] Email	Michael A. McMahan, Esq. Valerie L. Malueg, Esq. City of Chattanooga (Hamilton County) OFFICE OF THE CITY ATTORNEY 100 East 11th Street, Suite 200 Chattanooga, TN 37402
[ ] Hand-Delivery [ ] U.S. Mail [ ] Facsimile [x] Overnight [x] Email	Frederick L. Hitchcock, Esq. Harold L. North, Jr., Esq. Counsel for City of Chattanooga CHAMBLISS, BAHNER & STOPHEL, P.C. 1000 Tallan Building Two Union Square Chattanooga, TN 37402

[x] Hand-Delivery [ ] U.S. Mail [ ] Facsimile [ ] Overnight [x] Email	Mark Brooks, Esq. Counsel for Utility Workers Union of America, AFL-CIO and UWUA Local 121 521 Central Avenue Nashville, TN 37211
[ ] Hand-Delivery [ ] U.S. Mail [ ] Facsimile [x] Overnight [x] Email	Scott H. Strauss, Esq. Katharine M. Mapes, Esq. Counsel for UWUA, AFL-CIO and UWUA Local 121 SPIEGEL & MCDIARMID LLP 1333 New Hampshire Avenue, NW Washington, DC 20036
[x] Hand-Delivery [ ] U.S. Mail [ ] Facsimile [ ] Overnight [x] Email	Donald L. Scholes, Esq. Counsel for Walden's Ridge Utility District and Signal Mountain BRANSTETTER, STRANCH & JENNINGS PLLC 227 Second Avenue North Fourth Floor Nashville, TN 37201