R. DALE GRIMES

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February 23, 2011

Via Hand-Delivery

Chairman Mary W. Freeman c/o Sharla Dillon Tennessee Regulatory Authority 460 James Robertson Parkway filed electronically in docket office on 02/23/11 Nashville, Tennessee 37243

Re: Petition Of Tennessee American Water Company To Change And Increase Certain Rates And Charges So As To Permit It To Earn A Fair And Adequate Rate Of Return On Its Property Used And Useful In Furnishing Water Service To Its Customers Docket No. 10-00189

Dear Chairman Freeman:

In compliance with Rule 1220-4-1-.05 of the Rules of the Tennessee Regulatory Authority and Tennessee Code Annotated 65-5-101 pertaining to publication and posting of notice as to hearings in matters involving rate increases, and proof of publication and posting to the Authority, I, R. Dale Grimes, attorney for Tennessee-American Water Company, hereby furnish you an original and five (5) copies of proof of publication in connection with the hearing to be held in the above-referenced docket beginning February 28, 2011. The publication was made in a newspaper of general circulation in the areas in which the petitioner offers service to its customers and as to which notice is required:

PUBLICATION OF NOTICE

The legal NOTICE OF HEARING attached as <u>Exhibit A</u> was published in the Chattanooga Times Free Press, a newspaper of general circulation serving the Chattanooga, Tennessee area, on February 14, 2011. Attached as <u>Exhibit B</u> is an affidavit from the Chattanooga Times Free Press attesting to such publication.

POSTING OF LEGAL NOTICE

The legal NOTICE OF HEARING attached as <u>Exhibit A</u> was posted in the main lobby of Tennessee-American Water Company, 1101 Broad Street, Chattanooga, Tennessee, beginning February 11, 2011. As verification of such posting, attached as <u>Exhibit C</u> is a letter from the President of Tennessee-American Water Company, John S. Watson, dated February 21, 2011.

Chairman Mary Freeman February 23, 2011 Page 2

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

With kindest regards, I remain

Very truly yours,

12. Mannies

R. Dale Grimes

RDG:cdk

Enclosures

cc: Hon. Sara Kyle (w/o enclosure)

Hon. Eddie Roberson (w/o enclosure)

Mr. David Foster, Chief of Utilities Division (w/o enclosure)

Richard Collier, Esq. (w/o enclosure)

Mr. Jerry Kettles, Chief of Economic Analysis & Policy Division (w/o enclosure)

Ryan McGehee, Esq. (w/enclosure)

Mary L. White, Esq. (w/enclosure)

David C. Higney, Esq. (w/enclosure)

Henry M. Walker, Esq. (w/enclosure)

Michael A. McMahan, Esq. (w/enclosure)

Valerie L. Malueg, Esq. (w/enclosure)

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)

EXHIBIT

A

LEGAL NOTICE OF HEARING

Notice is hereby given that Tennessee American Water Company (the "Company") filed a petition and tariffs with the Tennessee Regulatory Authority, on September 17, 2010, asking that it be permitted to change water rates currently being charged in the areas being served by the Company. The Company's proposal would increase its annual revenues by approximately \$9,984,463, an increase in annual revenues of 26.8%. The proposed tariffs filed by the Company increase water rates 27.7% across the board.

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

The matter will be heard before the Tennessee Regulatory Authority beginning on Monday, February 28, 2011, at 9:00 a.m. (EDT), at the Hamilton County Courthouse, Fourth Floor, 625 Georgia Avenue, Chattanooga, Tennessee. This notice is being given pursuant to Rule 1220-4-1-.05 and Tennessee Code Annotated 65-5-101.

John S. Watson President Tennessee American Water Company

2396661 TN AMERICAN WATER CO **HEARING** Rate Change



STATE OF TENNESSEE **HAMILTON COUNTY**

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

February 14, 2011

ORIE SO

And that there is due or has been paid the "CHATTANOOGA" TIMES FREE PRESS" for publication of such notice the sum of \$150.00 Dollars. (Includes \$10.00 Affidavit Charge).

Sworn to and subscribed before me, this 2

My Commission Expires 2/18/2014

Chattanooga Times Free Press

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John S. Watson President Tennessee American Water Company





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

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

February 21, 2011

Mr. R. Dale Grimes Bass, Berry & Sims PLC 150 Third Avenue, South Suite 2800 Nashville, TN 37201

Dear Dale:

We are enclosing an original notarized proof of publication in the Chattanooga Times Free Press of the legal notice announcing the February 28, 2011 hearing of Tennessee American Water Company's rate case petition before the Tennessee Regulatory Authority.

Also, a laminated legal Notice of Hearing was posted in the lobby area of Tennessee American Water's office building at 1101 Broad Street in Chattanooga, Tennessee on February 11, 2011. The notice will remain posted until March 4, 2011.

Sincerely,

John S. Watson

JSW/s Enclosures

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 23rd day of February, 2011, upon the following:

[]	Hand-Delivery U.S. Mail Facsimile Overnight 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
[] [] [x]	Hand-Delivery U.S. Mail Facsimile Overnight Email	David C. Higney, Esq. Counsel for Chattanooga Regional Manufacturers Association GRANT, KONVALINKA & HARRISON, P.C. 633 Chestnut Street, 9th Floor Chattanooga, TN 37450
[] [] []	Hand-Delivery U.S. Mail Facsimile Overnight Email	Henry M. Walker, Esq. Counsel for Chattanooga Regional Manufacturers Association BRADLEY, ARANT, BOULT, CUMMINGS, PLO 1600 Division Street, Suite 700 Nashville, TN 37203
[] [] [x]	Hand-Delivery U.S. Mail Facsimile Overnight Email	Michael A. McMahan, Esq. Valerie L. Malueg, Esq. City of Chattanooga (Hamilton County) OFFICE OF THE CITY ATTORNEY 100 East 11 th Street, Suite 200 Chattanooga, TN 37402
[] [] [x]	Hand-Delivery U.S. Mail Facsimile Overnight 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 Email Hand-Delivery	Mark Brooks, Esq. Counsel for Utility Workers Union of America, AFL-CIO and UWUA Local 121 521 Central Avenue Nashville, TN 37211 Scott H. Strauss, Esq.
	U.S. Mail	Katharine M. Mapes, Esq.
	Facsimile	Counsel for UWUA, AFL-CIO and UWUA Local 121
	Overnight	SPIEGEL & McDiarmid LLP
X	Email	1333 New Hampshire Avenue, NW
		Washington, DC 20036
	Hand-Delivery	Donald L. Scholes, Esq.
	U.S. Mail	Counsel for Walden's Ridge Utility District and Signal
	Facsimile	Mountain
	Overnight	Branstetter, Stranch & Jennings PLLC
ΧJ	Email	227 Second Avenue North
		Fourth Floor
		Nashville, TN 37201

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