

David Killion

PHONE: (615) 742-7718 FAX: (615) 742-0414 dkillion@bassberry.com

E-MAIL:

150 Third Avenue South, Suite 2800 Nashville, TN 37201 (615) 742-6200

April 6, 2011

VIA HAND DELIVERY

filed electronically in docket office on 04/06/11

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 Tennessee American Water Company's Notice of Filing Amended Tariffs.

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

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

Ryan McGehee, Esq. (w/ enclosure) Mary L. White, Esq. (w/ enclosure) David C. Higney, Esq. (w/ enclosure) Chairman Mary Freeman April 6, 2011 Page 2

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)

9421712.1

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 AMENDED TARIFFS

Tennessee American Water Company ("TAWC") hereby provides this notice of filing of its amended tariffs. Pursuant to the Authority's Order during the April 4, 2011 Directors' Conference, TAWC is now filing two alternative sets of tariffs, one reflecting an across-the-board increase and one reflecting the settlement reached between TAWC and the Chattanooga Regional Manufacturers Association ("CRMA").

The first set of tariffs, attached as <u>Exhibit A</u>, reflects an across-the-board increase as ordered by the Authority on April 4, 2011. This set of tariffs had an effective date of April 5, 2011.

The second tariff, attached as <u>Exhibit B</u>, reflects the Settlement between the Company and the CRMA. The CRMA represents small and large industrial customers and commercial customers in Chattanooga. If approved by the Authority, this proposed tariff has an effective date of April 18, 2011. The Settlement was orally explained to the Authority during the hearing. It was filed as Exhibit 94 at the hearing and filed a second time on March 28, 2011. As explained in the Settlement, the second tariff makes revenue neutral adjustments to the rates for industrial customers only. These changes increase, by slightly more than the class average, both

the monthly meter charges and the volumetric rates in the industrial class lower rate blocks. There are corresponding reductions in the volumetric rates in the higher rate blocks in the industrial class. TAWC and CRMA submit that these adjustments are consistent with TAWC's cost of service study and believe that these adjustments will promote economic growth in the Chattanooga area. Under these tariffs, all industrial customers will experience a rate increase as a result of the Authority's decision in this docket but the reduced rates in the largest rate blocks will encourage existing customers to expand their plant activities and water usage and thereby encourage economic growth. All parties to this docket have stated they have no objection to the Settlement.

Respectfully submitted this 6^{th} day of April, 2011.

R. Dale Grimes (#006332)

E. Steele Clayton (#017298)

C. David Killion (#026412)

BASS, BERRY & SIMS PLC

150 Third Ave. South, Suite 2800

Nashville, TN 37201

(615) 742-6200

Attorneys for Tennessee American Water Company



TRA No. 19
Tenth Revision of Sheet No. 4-R
Canceling
Ninth Revision of Sheet No. 4-R

CLASSIFICATION OF SERVICE RESIDENTIAL

SERVICE CHARGES:

Service Charge Per Month

Meter Size	Chattanooga General Water <u>Service Tariff</u>		Lookout Mountain <u>Tariff</u>		Lakeview <u>Tariff</u>	
5/8"	\$ 12.54	(I)	\$ 14.07	(I)	\$ 14.07	(I)
3/4"	21.07	(I)	21.07	(I)	21.07	(I)
1"	35.05	(I)	35.05	(I)	35.05	(I)
1-1/2"	70.13	(I)	70.13	(Ï)	70.13	(I)
2"	112.20	(I)	112.20	(Ï)	112.20	(I)
3"	210.37	(I)	210.37	(I)	210.37	(I)
4"	350.63	(I)	350.63	(I)	350.63	(I)
6"	701.26	(I)	701.26	(Ï)	701.26	(Ĭ)
8"	1,121.99	(I)	1,121.99	(I)	1,121.99	(ľ)

VOLUMETRIC RATES:

Cost per CCF

Monthly Use	Chattanooga General Water Service <u>Tariff</u>		Lookout Mountain <u>Tariff</u>		Lakeview Tariff	
0-4 CCF/Mo.	\$.233	(I)	\$.868	(I)	\$.429	(I)
4-65	3.696	(Ï)	4.761	(Ï)	4.073	(Ĭ)
65-500	2.322	(I)	3.387	(Ī)	2.699	(I)
500-5,000	1.736	(I)	2.368	(I)	1.929	(I)
5,000-15,000	1.327	(I)	1.960	(I)	1.521	(I)
Over 15,000	.788	(I)	1.421	(I)	.982	(I)

(I) Increase

TENNESSEE-AMERICAN WATER COMPANY LONE OAK UTILITY DISTRICT – O & M

TRA No. 19
First Revision No. 4R-LO
Canceling
Original Sheet No. 4R-LO

CLASSIFICATION OF SERVICE RESIDENTIAL

For all residential customers of Lone Oak.

VOLUMETRIC RATES:

Cost per 1,000 Gallons

Lone Oak General
Water Service

Monthly Use Water Service

First 2,000 gallons \$37.76 (I)
All over 2,000 gallons \$6.33 per 1,000 gallons (I)

VOLUMETRIC RATES:

Cost per CCF

First 2.67 CCF \$37.76 (I)
All over 2.67 CCF \$4.7483 per CCF (I)

(I) Indicates new rate

ISSUED: April 6, 2011 EFFECTIVE: April 5, 2011

BY: Deven E. Allen 1101 Broad Street

TRA No. 19
First Revision No. 4-RSC
Canceling
Original Sheet No. 4-RSC

CLASSIFICATION OF SERVICE RESIDENTIAL

For all residential customers of Suck Creek.

VOLUMETRIC RATES:

VOLUMETRIC RATES:	Cost per 1,000 Gall	ons	
	Monthly Use	Suck Creek General Water Service	
	First 1,500 gallons Next 8,000 gallons All over 9,500 gallons	\$27.49 \$5.29 per 1,000 gallons \$3.97 per 1,000 gallons	(I) (I)
VOLUMETRIC RATES:	Cost per CCF		
	First 2 CCF Next 10.667 CCF Over 12.667 CCF	\$27.49 \$3.969 per CCF \$2.977 per CCF	(I) (I) (I)

ጠ	Increase

ISSUED: April 6, 2011

BY: EFFECTIVE: April 5, 2011

Deron E. Allen 1101 Broad Street

TRA No. 19
Eleventh Revision of Sheet No. 4-C
Canceling
Tenth Revision of Sheet No. 4-C

CLASSIFICATION OF SERVICE COMMERCIAL

SERVICE CHARGES:

Service Charge Per Month

Meter Size	Chattanooga General Water <u>Service Tariff</u>		Lookout Mountain <u>Tariff</u>		Lakeview <u>Tariff</u>	
5/8"	\$ 12.46	(I)	\$ 13.99	(I)	\$ 13.99	(I)
3/4"	20.93	(1)	20.93	(I)	20.93	(I)
1"	34.83	(I)	34.83	(I)	34.83	(I)
1-1/2"	69.69	(I)	69.69	(I)	69.69	(I)
2"	111.49	(ľ)	111.49	(I)	111.49	(I)
3"	209.06	'n	209.06	(I)	209.06	(I)
4"	348.45	(Ĭ)	348.45	(Ï)	348.45	(I)
6"	696.91	(I)	696.91	(I)	696.91	(I)
8"	1,115.04	(I)	1,115.04	(Ĭ)	1,115.04	(I)

VOLUMETRIC RATES:

Cost per CCF

Monthly Use	Chattanooga General Water Service <u>Tariff</u>		Lookout Mountain <u>Tariff</u>	,	Lakeview Tariff	
0-4 CCF/Mo.	\$.232	(I)	\$.862	(I)	\$.425	(I)
4-65	3.673	(I)	4.731	(I)	4.048	(I)
65-500	2,308	(I)	3.366	(I)	2.683	(I)
500-5,000	1.725	(Ĭ)	2,353	(I)	1.918	(I)
5,000-15,000	1.318	(I)	1.949	(I)	1.512	(I)
Over 15,000	.783	(I)	1.412	(I)	.975	(I)

(I) Increase

ISSUED: April 6, 2011 EFFECTIVE: April 5, 2011

BY:

Deron E. Allen 1101 Broad Street

TENNESSEE-AMERICAN WATER COMPANY LONE OAK UTILITY DISTRICT – O & M

TRA No. 19
Second Revision No. 4C-LO
Canceling
First Revision No. 4C-LO

CLASSIFICATION OF SERVICE COMMERCIAL

For all commercial customers of Lone Oak.

VOLUMETRIC RATES:

Cost per 1,000 Gallons

Lone Oak General
Water Service

Monthly Use Water Service

First 2,000 gallons \$37.53 (I)
All over 2,000 gallons \$6.29 per 1,000 gallons (I)

VOLUMETRIC RATES:

Cost per CCF

First 2.67 CCF \$37.53 (I)
All over 2.67 CCF \$4.7183 per CCF (I)

(I) Indicates new rate

ISSUED: April 6, 2011

EFFECTIVE: April 5, 2011

BY:

Deron E. Allen

President

1101 Broad Street

Chattanooga, Tennessee 37401

TRA No. 19
Second Revision No. 4-CSC
Canceling
First Revision No. 4-CSC

CLASSIFICATION OF SERVICE COMMERCIAL

For all commercial customers of Suck Creek.

VOLUMETRIC RATES:

VOLUMETRIC RATES.	Cost per 1,000 Gallons					
	Monthly Use	Suck Creek General <u>Water Service</u>				
	First 1,500 gallons Next 8,000 gallons All over 9,500 gallons	\$27.31 \$5.26 per 1,000 gallons \$3.95 per 1,000 gallons	(I) (I) (I)			
VOLUMETRIC RATES:	Cost per CCF					
	First 2 CCF Next 10.667 CCF Over 12.667 CCF	\$27.31 \$3.945 per CCF \$2.958 per CCF	(I) (I) (I)			

1	(T)	Increa	se

ISSUED: April 6, 2011

BY:

Deron E. Allen
President

EFFECTIVE: April 5, 2011

1101 Broad Street
Chattanooga, Tennessee 37401

TRA No. 19
Tenth Revision of Sheet No. 4-I
Canceling
Ninth Revision of Sheet No. 4-I

CLASSIFICATION OF SERVICE INDUSTRIAL

SERVICE CHARGES:

Service Charge Per Month

Meter Size	Chattanooga General Water Service Tariff		Lookout Mountain <u>Tariff</u>		Lakeview <u>Tariff</u>	
5/8"	\$ 12.54	(I)	\$ 14.07	(I)	\$ 14.07	(I)
3/4"	21.07	(I)	21.07	(Ī)	21.07	(I)
1"	35.05	(I)	35.05	(I)	35.05	(I)
1-1/2"	70.13	(I)	70.13	(I)	70.13	(I)
2"	112.20	(I)	112.20	(I)	112.20	(I)
3"	210.37	(I)	210.37	(I)	210.37	(I)
. 4"	350.63	(I)	350.63	(I)	350.63	(I)
6"	701.26	(I)	701.26	(I)	701.26	(I)
8"	1,121.99	(I)	1,121.99	(I)	1,121.99	(I)

VOLUMETRIC RATES:

Cost per CCF

Monthly Use	Chattanooga General Water Service <u>Tariff</u>		Lookout Mountain <u>Tariff</u>		Lakeview Tariff	-
0-4 CCF/Mo.	\$.233	(I)	\$.868	(I)	\$.429	(I)
4-65	3.696	(I)	4.761	(I)	4.073	(I)
65-500	2.322	(I)	3.387	(I)	2.699	(I)
500-5,000	1.736	(I)	2.368	(I)	1.929	(I)
5,000-15,000	1.327	(I)	1.960	(I)	1.521	(I)
Over 15,000	.788	(I)	1.421	(I)	.982	(I)

(I) Increase

ISSUED: April 6, 2011 EFFECTIVE: April 5, 2011

BY: Tuonizille

Deron E. Allen 1101 Broad Street

TRA No. 19
Tenth Revision of Sheet No. 4-O
Canceling
Ninth Revision of Sheet No. 4-O

CLASSIFICATION OF SERVICE OTHER PUBLIC AUTHORITY

SERVICE CHARGES:

Service Charge Per Month

Meter Size	Chattanooga General Water <u>Service Tariff</u>		Lookout Mountain <u>Tariff</u>		Lakeview <u>Tariff</u>	
5/8"	\$ 12.54	(I)	\$ 14.07	(I)	\$ 14.07	(I)
3/4"	21.07	(I)	21.07	(I)	21.07	(I)
1"	35.05	(Ĭ)	35.05	(Ï)	35.05	(I)
1-1/2"	70.13	(Ĭ)	70.13	(I)	70.13	(I)
2"	112.20	(Ĭ)	112:20	(I)	112.20	(I)
3"	210.37	(Ĭ)	210.37	(I)	210.37	(I)
4"	350.63	(I)	350.63	(I)	350.63	(I)
6"	701.26	(Ï)	701.26	(Ï)	701.26	(I)
8"	1,121.99	(Ï)	1,121.99	(Ī)	1,121.99	(I)

VOLUMETRIC RATES:

Cost per CCF

Monthly Use	Chattanooga General Water Service <u>Tariff</u>		Lookout Mountain <u>Tariff</u>		Lakeview Tariff	
0-4 CCF/Mo.	\$.233	(I)	\$.868	(I)	\$.429	(I)
4-65	3.696	(I)	4.761	(I)	4.073	(I)
65-500	2.322	(Ī)	3,387	(I)	2.699	(I)
500-5,000	1.736	(Ĭ)	2.368	(I)	1.929	(I)
5,000-15,000	1.327	(I)	1.960	(I)	1.521	(I)
Over 15,000	.788	(I)	1.421	(I)	.982	(I)

(I) Increase

ISSUED: April 6, 2011 EFFECTIVE: April 5, 2011

BY: Tuent

Doron E. Allen 1101 Broad Street

TRA No. 19
Tenth Revision of Sheet No. 4-S
Canceling
Ninth Revision of Sheet No. 4-S

CLASSIFICATION OF SERVICE SALES FOR RESALE

SERVICE CHARGES:

Service Charge Per Month

Meter Size	Chattanooga General Water <u>Service Tariff</u>		Lookout Mountain <u>Tariff</u>		Lakeview <u>Tariff</u>	
5/8"	\$ 12.54	(I)	\$ 14.07	(I)	\$ 14.07	(I)
3/4"	21.07	(I)	21.07	(I)	21.07	(I)
1"	35.05	$(\widetilde{\mathbf{I}})$	35.05	(I)	35.05	(I)
1-1/2"	70.13	(I)	70.13	(Ĭ)	70.13	(I)
2"	112.20	(I)	112.20	Ĭ)	112.20	(I)
3"	210.37	(I)	210.37	(Ī)	210.37	(I)
	350.63		350.63	(I)	350.63	(I)
4"		(I)	701.26	(I)	701.26	(I)
6"	701.26	(I)	1,121.99		1,121.99	(1)
8"	1,121.99	(1)	1,141,33	(I)	1,12(1.))	\ ^ /

VOLUMETRIC RATES:

Cost per CCF

Monthly Use	Chattanooga General Water <u>Service</u> <u>Tariff</u>		Lookout Mountain <u>Tariff</u>		Lakeview <u>Tariff</u>	
0-4 CCF/Mo. 4-65 65-500 500-5,000 5,000-15,000 Over 15,000	\$.233 3.696 2.322 1.736 1.327	(I) (I) (I) (I) (I)	\$.868 4.761 3.387 2.368 1.960 1.421	(I) (I) (I) (I) (I)	\$.429 4.073 2.699 1.929 1.521 .982	(I) (I) (I) (I) (I)

(I) Increase

ISSUED: April 6, 2011 EFFECTIVE: April 5, 2011

BY: Juones III

Deron E. Allen 1101 Broad Street

TRA No. 19
Tenth Revision of Sheet No. 9
Canceling
Ninth Revision of Sheet No. 9

CLASSIFICATION OF SERVICE

PRIVATE FIRE SERVICE

Available For:

Private Fire Service in all territory served by the Company. Private Fire Service is rendered only after approval by the President or Vice President and General Manager of the Company of an "Application for Special Connection," and only in accordance with the terms and conditions as provided therein.

	Rate per Annum
Private Fire Service Connections:	
1" diameter	\$ 32.66 (I)
1-1/2" diameter	73.67 (I)
2" diameter	131.02 (I)
2-1/2" diameter	199.79 (I)
3" diameter	294.50 (I)
4" diameter	589.75 (I)
6" diameter	1,178.56 (I)
8" diameter	2,359.11 (I)
10" diameter	3,538.92 (I)
12" diameter	4,718.96 (I)
Private Fire Hydrants other than those supplied	
by Private Fire Service Connections	\$1,124.31 (I)

(I) Indicates Increase

BY:

Deron E. Allen
PRESIDENT

EFFECTIVE: April 5, 2011

EFFECTIVE: April 5, 2011

EFFECTIVE: April 5, 2011

Chattanooga, Tennessee 37401



TRA No. 19
Eleventh Revisio

Eleventh Revision of Sheet No. 4-I

Canceling

Tenth Revision of Sheet No. 4-I

CLASSIFICATION OF SERVICE INDUSTRIAL

SERVICE CHARGES:

Service Charge Per Month

Meter Size	Chattanooga General Water <u>Service Tariff</u>	*	Lookout Mountain <u>Tariff</u>	Lakeview <u>Tariff</u>
5/8"	\$ 13.09	(I)	\$ 14.07	\$ 14.07
3/4"	21.99	(I)	21.07	21.07
1"	36.58	(I)	35.05	35.05
1-1/2"	73.19	(I)	70.13	70.13
2"	117.10	(I)	112.20	112.20
3"	219.55	(Ï)	210.37	210.37
4"	365,94	(I)	350.63	350.63
6"	731.88	(I)	701.26	701.26
8"	1,170.99	(I)	1,121,99	1,121.99

VOLUMETRIC RATES:

Cost per CCF

Monthly Use	Chattanooga General Water Service <u>Tariff</u>		Lookout Mountain <u>Tariff</u>	Lakeview Tariff
0-4 CCF/Mo.	\$.243	(I)	\$.868	\$.429
4-65	3.857	(Ï)	4.761	4.073
65-500	2.424	(I)	3.387	2.699
500-5,000	1.712	(D)	2,368	1.929
5,000-15,000	1.308	(D)	1.960	1.521
Over 15,000	.778	(D)	1.421	.982

(I)	Increase

(D) Decrease

ISSUED: April 6, 2011

EFFECTIVE: April 18, 2011

BY:

Deron E. Allen

President

1101 Broad Street

Chattanooga, Tennessee 37401

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 6^{th} day of April, 2011, upon the following:

[x] []	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
[x] []	Hand-Delivery U.S. Mail Facsimile Overnight Email	Henry M. Walker, Esq. Counsel for Chattanooga Regional Manufacturers Association Bradley, Arant, Boult, Cummings, PLC 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 11th Street, Suite 200 Chattanooga, TN 37402
	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

	Hand-Delivery	Mark Brooks, Esq.
[x]	U.S. Mail	Counsel for Utility Workers Union of America,
ĪĪ	Facsimile	AFL-CIO and UWUA Local 121
Ī	Overnight	521 Central Avenue
[x]	Email	Nashville, TN 37211
[]	Hand-Delivery	Scott H. Strauss, Esq.
[x]	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
Γ 1	Hand-Delivery	Donald L. Scholes, Esq.
	U.S. Mail	Counsel for Walden's Ridge Utility District and Signal Mountain
Ϊį	Facsimile	Branstetter, Stranch & Jennings PLLC
Ϊį	Overnight	227 Second Avenue North
[x]	Email	Fourth Floor
		Nashville, TN 37201

Dais West