BEFORE THE TENNESSEE REGULATORY AUTHORITY NASHVILLE, TENNESSEE

IN RE:)
PETITION FOR A GENERAL RATE INCREASE, IMPLEMENTATION OF A DISTRIBUTION SYSTEM INFRASTRUCTURE CHARGE AND THE ESTABLISHMENT OF TRACKING MECHANISMS FOR PURCHASED))) Docket No. 12-00049)
POWER, PENSIONS AND CHEMICAL EXPENSES	filed electronically in docket office on 07/24/12

REPORT REGARDING DISCUSSIONS CONCERNING THE CITY OF CHATTANOOGA'S REQUEST FOR ORDER CONCERNING PUBLIC SAFETY ISSUES

The Tennessee American Water Company ("TAWC") and the City of Chattanooga ("Chattanooga"), by and through counsel, wish to advise the Hearing Officer and the other parties of potential developments relating to the dispute between TAWC and Chattanooga concerning Chattanooga's Petition for an order requiring cooperation concerning public safety issues.

Following the status conference on July 17, 2012, counsel for the parties have discussed their disagreement and have agreed to schedule discussions between engineers for the parties to discuss the scope of cooperation sought by the City of Chattanooga. While the disagreement has not been resolved, the parties respectfully suggest that the Hearing Officer hold in abeyance the resolution of the dispute concerning Chattanooga's Petition while representatives of the parties discuss a possible resolution.

Respectfully Submitted,

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CERTIFICATE OF SERVICE

I do hereby certify that a true and correct copy of the foregoing pleading was emailed and was served upon the following person(s) via \square hand delivery or \square United States first class mail with proper postage applied thereon to ensure prompt delivery:

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This **2** day of July, 2012.

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