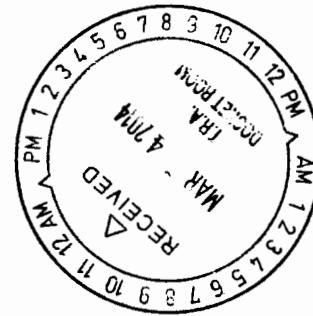


BUTLER | SNOW

March 4, 2014



VIA HAND DELIVERY

Hon. James M. Allison, Chairman
c/o Sharla Dillon
Tennessee Regulatory Authority
460 James Robertson Parkway
Nashville, TN 37243-0505

RE: Petition Of Tennessee American Water Company To Change And Increase Certain Rates And Charges So Far 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, TRA Docket No. 12-00049

Dear Chairman Allison:

With this letter, I attach a copy of Tennessee American Water Company's Capital Report for the fourth quarter of 2013. Please file this report appropriately, and let me know if you have any questions about this filing.

Very truly yours,

Junaid A. Odubeko

JAO:sc
Enclosures

cc: Lindsey W. Ingram III, Stoll Keenon Ogden PLLC
Parties of Record

ButlerSnow 19940316v1

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Nashville, TN 37201*

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Project Code	Brief Description of Proposed Expenditures	Period 10 Actual with Accruals	Period 11 Actual with Accruals	Period 12 Actual with Accruals	Q4 Actual with Accruals	Year to Date Actual
DV	Projects Funded by Others (Contrib. /Adv.)	36,121	(2,603)	25,372	58,890	153,870
A	Mains - New	26,019	15,020	75,632	116,672	230,419
B	Mains - Replaced / Restored	441,598	(31,359)	540,689	950,927	2,102,058
C	Mains - Unscheduled	130,972	122,460	381,220	634,652	1,404,032
D	Mains - Relocated	3,114	66,460	16,335	85,909	(185,998)
E	Hydrants, Valves, and Manholes - New	(39)	(397)	1,194	758	32,977
F	Hydrants, Valves, and Manholes - Replaced	19,151	4,053	5,795	28,999	277,998
G	Services and Laterals - New	41,254	23,878	54,998	120,130	495,754
H	Services and Laterals - Replaced	47,288	52,189	73,254	172,731	504,788
I	Meters - New	8,054	15,155	20,826	44,035	497,794
J	Meters - Replaced	4,557	17,686	351,525	373,768	457,080
K	ITS Equipment and Systems	588	55,260	95,700	151,548	126,727
L	SCADA Equipment and Systems	(34,442)	75,295	84,688	125,541	461,760
M	Security Equipment and Systems	1,485	34,802	74,466	110,754	90,355
N	Offices and Operations Centers	6,286	61,292	158,179	225,757	259,640
O	Vehicles	299,212	178,119	125,620	602,951	1,384,734
P	Tools and Equipment	(0)	0		(0)	100,283
Q	Process Plant Facilities and Equipment	47,893	115,105	743,994	906,991	1,295,361
R	Capitalized Tank Rehabilitation / Painting	9,029	1,701	179,049	189,779	245,662
S	Engineering Studies	15,650	10,741	25,198	51,589	60,062
					0	
	TOTAL RECURRING PROJECTS DV - S	1,103,791	814,857	3,033,731	4,952,379	9,995,357
	TOTAL RECURRING PROJECTS A - S	1,067,670	817,461	3,008,359	4,893,490	9,841,487
					0	
I26-020036	New Office Building on Wiehl Street	294,737	127,285	53,492	475,514	1,175,264
I26-020017	Electrical Motor Efficiency Enhance				0	0
I26-020021	Conversion to ARCVIEW GIS				0	(26,147)
I26-020028	Citico Plant Improvements Phase 1B	777	40,406	21,870	63,053	88,877
I26-020030	5933 If of 20" Ringgold Rd. at I-75	175,850	262,882	622,260	1,060,992	1,182,520
I26-020032	Wastewater Treatm't & Handling Impr				0	0
I26-020033	Convert ER Reservoir to Pump Storag				0	0
					0	
	Business Transformation Costs	74,560	51,883	188,373	314,816	1,414,357
	Indirect Overhead Clearing Accounts Charges	120,632	111,926	(510,719)	(278,160)	0
					0	0
	Unbudgeted				0	(335)
					0	
	TOTAL INVESTMENT PROJECTS	666,557	594,382	375,276	1,636,215	3,834,535
					0	
	TOTAL GROSS	1,770,348	1,409,240	3,409,007	6,588,595	13,829,892
					0	
					0	
	Advances	0	37,921		37,921	47,462
	Contributions	(5,532)	2,646	(1,205)	(4,091)	(172,745)
	Refunds	2,448		33,469	35,917	272,326
	Net Advances, Refunds, and Contributions	(3,084)	40,567	32,264	69,747	147,043
					0	
	Net US GAAP	1,767,264	1,449,807	3,441,271	6,658,342	13,976,935