BEFORE THE TENNESSEE REGULATORY AUTHORITY

NASHVILLE, TENNESSEE June 14, 2012

IN RE:)	
)	
PETITION OF TENNESSEE AMERICAN WATER)	
COMPANY FOR A GENERAL RATE INCREASE,)	
IMPLEMENTATION OF A DISTRIBUTION SYSTEM)	DOCKET NO.
INFRASTRUCTURE CHARGE AND THE)	12-00049
ESTABLISHMENT OF TRACKING MECHANISMS	j	
FOR PURCHASED POWER, PENSIONS AND)	
CHEMICAL EXPENSES)	

ORDER SUSPENDING TARIFF FOR ONE HUNDRED EIGHTY DAYS, CONVENING A CONTESTED CASE AND APPOINTING A HEARING OFFICER

This matter came before the Tennessee Regulatory Authority (the "Authority") on June 7, 2012 for the purpose of determining whether to convene a contested case hearing and appoint a Hearing Officer. On June 1, 2012, Tennessee American Water Company ("TAWC") filed a Petition for a general rate increase, implementation of a Distribution System Infrastructure Charge, and the establishment of tracking mechanisms for purchased power, pensions and chemical expenses. The proposed tariff accompanying the Petition has an effective date of July 1, 2012.

During the Authority Conference, the Directors voted unanimously to suspend the proposed tariff for one hundred eighty (180) days from July 1, 2012, to convene a contested case proceeding, and to appoint Chairman Kenneth C. Hill, or, if circumstances require, the Authority's General Counsel's designee, to serve as Hearing Officer for the purpose of preparing the case for hearing, including but not limited to, entering a protective order, establishing a

procedural schedule, and ruling on intervention requests and discovery issues. Further, the Directors instructed all potential parties to have the first set of discovery requests submitted no later than June 29, 2012, and they informed the parties that the week of October 15-19, 2012 should serve as the proxy hearing dates and that the parties should work toward a procedural schedule accordingly.

IT IS SO ORDERED.

Kenneth C. Hill, Chairman

Sara Kyle, Director

Mary W. Freeman, Director