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July 31, 2019

VIA ELECTRONIC FILING

TPUC.DocketRoom@tn.gov

Hon. Robin L. Morrison, Chairman
c/o Ectory Lawless, Docket Room Manager
Tennessee Public Utility Commission
502 Deaderick Street, 4th Floor
Nashville, TN 37243

RE: *Petition of Tennessee-American Water Company Regarding the 2019 Investment and Related Expenses Under the Qualified Infrastructure Investment Program Rider, the Economic Development Investment Rider and the Safety and Environmental Compliance Rider, TPUC Docket No. 18-00120*

Dear Chairman Morrison:

On July 24, 2019, Tennessee-American Water Company and the Attorney General's Office, Financial Division, Consumer Advocate Unit, submitted a Stipulation and Settlement Agreement Regarding Phase One Issues in TPUC Docket No. 18-00039. The Commission has requested that the parties in Docket No. 18-00120 update any schedules previously submitted in Docket No. 18-00120 that are impacted by the Stipulation and Settlement Agreement submitted in Docket No. 18-00039. Consistent with this request, attached for filing are the requested updated schedules for filing in the above-captioned matter.

Petitioner's Exhibit – Proposed Tariff Sheet No. 12 – Riders – Revised 7 31 19 - EKC was last revised by TAWC in this matter on May 31, 2019 and filed on June 3, 2019.

Petitioner's Exhibit – Average Impact – Revised 7 31 19 – EKC was last revised by TAWC in this matter on May 31, 2019 and filed on June 3, 2019.

Petitioner's Exhibit – Summary - Revised 7 31 19 – EKC was last revised by TAWC in this matter on May 31, 2019 and filed on June 3, 2019.

As required, an original of this filing, along with four (4) hard copies, will follow. Should you have any questions concerning this filing, or require additional information, please do not hesitate to contact me.

Very truly yours,

BUTLER SNOW LLP

Melvin J. Malone

Attachment

cc: Elaine K. Chambers, Tennessee-American Water Company
Vance Broemel, Assistant Attorney General, Financial Division, Consumer Advocate Unit
Daniel Whitaker, Assistant Attorney General, Financial Division, Consumer Advocate Unit

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CLASSIFICATION OF SERVICE**SUMMARY OF RIDERS****1. Applicability**

In addition to the other charges provided for in this Tariff under Service Classifications Residential, Commercial, Industrial, Other Public Authority, Sales for Resale, and Private Fire, a Qualified Infrastructure Improvement Program ("QIIP") Rider, an Economic Development Investment Program Rider ("EDI"), a Safety and Environmental Compliance Program Rider (SEC), and Production Costs and Other Pass-Throughs Rider ("PCOP") will apply to customers in all service areas.

2. The Percentage of Riders and Reconciliations


For the Riders defined in the tariffs:

QIIP	11.65% (I)
EDI	0.65% (I)
<u>SEC</u>	<u>6.88% (I)</u>
Subtotal of all Capital Recovery Riders	19.18% (I)
QIIP Annual Reconciliation Percentage	0.000%
EDI Annual Reconciliation Percentage	0.000%
<u>SEC Annual Reconciliation Percentage</u>	<u>0.000%</u>
Subtotal of all Capital Recovery Riders	0.000%
Total of Capital Recovery Riders and Reconciliation Percentages	19.18% (I)
Offset to Capital Recovery Riders for TCJA savings	-6.62% (N)
PCOP	-1.10%

- (D) Indicates Decrease
(I) Indicates Increase
(N) Indicates New

ISSUED: August 12, 2019 EFFECTIVE: September 1, 2019

BY:


Darlene L. Williams
PRESIDENT

109 Wiehl Street
Chattanooga, Tennessee 37403

**Tennessee American Water Company
Qualified Infrastructure Improvement Program (QIIP)
Economic Development Rider (EDR)
Safety and Environmental Compliance Rider (SEC)
Average Residential Bill Impact
5/8" Meter and Usage of 5.55 CCF (or 41.54 100 Gallons)**

[illegible]

Tennessee American Water Company
 Qualified Infrastructure Improvement Program (QIIP)
 Economic Development Investment Rider (EDI)
 Safety and Environmental Compliance Rider (SEC)
 #REF!

Line Number	Rate Mechanism	a		b		c		d = b+c	e = a+c
		Revised Proposed Revenue Requirement*	Percentage Applied to Bill*	Revenue Requirement as Authorized - 2018 (1)	Percentage Applied to Bill as Authorized (1)	Impact of Proposed Adjustments on Revenue Requirement	Impact of Proposed Adjustments on Bill Percentage	Total Impact of Proposed Adjustments and TCJA Credit on Bill	Total Percentage Applied to Bill After TCJA Credit
1									
2	QIIP	\$ 5,482,911	11.65%	\$ 4,730,639	10.05%	\$ 752,273	1.60%		
3									
4	EDI	306,548	0.65%	194,545	0.41%	112,003	0.24%		
5									
6	SEC	3,236,635	6.88%	2,809,385	5.97%	427,250	0.91%		
7									
8	Total	<u>\$ 9,026,095</u>	<u>19.18%</u>	<u>\$ 7,734,569</u>	<u>16.43%</u>	<u>\$ 1,291,526</u>	<u>2.75%</u>	<u>#REF!</u>	<u>#REF!</u>
9									
10									

*Includes Def. Tax, Accum. Depreciation, Forfeited Discount Gross Up

(1) From prior docket #17-00124 order that approved the capital rider surcharges