

August 6, 2021

Electronically Filed in TPUC Docket Room on
August 6, 2021 at 1:50 p.m.

VIA ELECTRONIC FILING

TPUC.DocketRoom@tn.gov

Hon. Kenneth C. Hill, 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 2021 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. 20-00128*

Dear Chairman Hill:

Pursuant to Rule 1220-4-1-.05 of the Rules of the Tennessee Public Utility Commission pertaining to the publication and posting of notice as to hearings in matters involving rate cases, the undersigned counsel for Tennessee-American Water Company hereby furnishes an original of this filing in connection with the hearing to be held in the above-referenced docket on August 9, 2021. The publication was made in a newspaper of general circulation in the areas in which the petitioner offers service to its customers and as to which notice is required:

PUBLICATION OF NOTICE

The LEGAL NOTICE OF HEARING regarding the August 9, 2021, hearing attached as Exhibit A was published in the Chattanooga Times Free Press, a newspaper of general circulation serving the greater Chattanooga, Tennessee area, on August 5, 2021. The affidavit from the Chattanooga Times Free Press attesting to such publication is attached as Exhibit B.

POSTING OF LEGAL NOTICE

The LEGAL NOTICE OF HEARING attached as Exhibit A was posted in the main lobby of Tennessee-American Water Company, 109 Wiehl Street, Chattanooga, Tennessee, beginning on August 4, 2021, and at its Whitwell operations at 600 N. Cedar Street, Whitwell, Tennessee, beginning on August 4, 2021. The NOTICE OF HEARING attached as Exhibit C was posted in the main lobby of Tennessee-American Water Company, 109 Wiehl Street, Chattanooga, Tennessee, beginning on August 4, 2021, and at its Whitwell operations at 600 N. Cedar Street, Whitwell,

*The Pinnacle at Symphony Place
150 3rd Avenue South, Suite 1600
Nashville, TN 37201*

MELVIN J. MALONE
615.651.6705
melvin.malone@butlersnow.com

T 615.651.6700
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BUTLER SNOW LLP

Hon. Kenneth C. Hill, Chairman

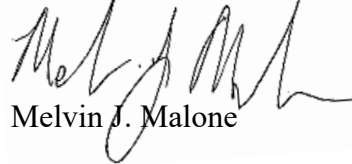
August 6, 2021

Page 2

Tennessee, beginning on August 4, 2021. Exhibits A and C were also posted on the Company's website.

Very truly yours,

BUTLER SNOW LLP

A handwritten signature in black ink, appearing to read "Melvin J. Malone", is written over a light gray rectangular background.

Melvin J. Malone

Attachments

cc: Todd Wright, Tennessee-American Water Company

Rachel Bowen, Assistant Attorney General, Financial Division, Consumer Advocate Unit

EXHIBIT A

LEGAL NOTICE OF HEARING

Tennessee Public Utility Commission Docket No. 20-00128

Tennessee American Water Company (“TAWC” or “Company”) filed its annual Capital Recovery Riders Petition with the Tennessee Public Utility Commission (the “Commission”) in Docket No. 20-00128 on November 25, 2020, seeking approval of certain expenditures under the Qualified Infrastructure Improvement Program (“QIIP”), the Economic Development Investment Program (“EDI”) and the Safety and Environmental Compliance Program (“SEC”) for the upcoming year, 2021.

The Capital Recovery Riders are authorized alternative regulatory methods and mechanisms that permit TAWC to recover certain costs without a full-blown general rate case, as long as specific criteria are satisfied, including, but not limited to, the Commission finding that such alternative methods and mechanisms are in the public interest. A further explanation of the Capital Recovery Riders is available through the Commission in both TPUC Docket Nos. 13-00130 and 20-00128. Below is a summation of the Capital Recovery Riders that will be reviewed in the upcoming hearing in Docket No. 20-00128.

2020 APPROVED SURCHARGES

Qualified Infrastructure Improvement Program Rider	14.28%
Economic Development Investment Program Rider	1.14%
<u>Safety and Environmental Compliance Program Rider</u>	<u>8.79%</u>
Subtotal of Capital Recovery Riders	24.21%
Total of Capital Recovery Riders Percentages	24.21%
Offset to Capital Recovery Riders for Tax Cuts and Jobs Act (“TCJA”) Savings	-6.62%

2021 PROPOSED SURCHARGES

Qualified Infrastructure Improvement Program Rider	19.14%
Economic Development Investment Program Rider	1.25%
<u>Safety and Environmental Compliance Program Rider</u>	<u>9.70%</u>
Subtotal of Capital Recovery Riders	30.09%
Total of Capital Recovery Riders Percentages	30.09%
Offset to Capital Recovery Riders for Tax Cuts and Jobs Act (“TCJA”) Savings	-6.62%
Offset to Capital Recovery Riders for TCJA Excess ADIT	-4.54%

If the surcharge changes proposed by TAWC are approved by the Commission, including the customer credit or offsets resulting from the federal corporate income tax expense reduction, along with the Excess ADIT reduction, there will not be a change in rates, as the rates were permitted to be implemented on January 1, 2021, pursuant to Commission regulations. When the rates became effective on January 1, 2021, a typical residential customer living in the City of Chattanooga, and using an average of 4,154 gallons per month, experienced an increase in their bill of about \$1.27 per month, or \$15.24 per year. The TCJA offset resulted in the same customer experiencing a decrease in their bill of approximately \$1.43 per month, or \$17.16 per year, while the TCJA Excess ADIT offset resulted in the same customer experiencing a decrease in their bill of approximately \$0.98 per month or \$11.76 per year. If the Commission lowers or disallows the rates that were implemented on January 1, 2021, after the hearing on August 9, 2021, a determination of applicable refunds or credits to customers, with interest, would also be made back to January 1, 2021.

Notice is hereby given that a hearing in this matter will be held by the Commission on August 9, 2021 at 9:00 a.m. Central Standard Time at the Tennessee Public Utility Commission, in the Andrew Jackson Building, 500 Deaderick Street, Hearing Room G.201, Nashville, Tennessee. Members of the public may participate by presenting verbal comments during the hearing and/or filing written comments in the docket file. In addition, members of the public may listen to the hearing and/or provide comments by phone by dialing 800-689-9374, then entering Guest Passcode 2333602#. Please dial in at least five (5) minutes before the Commission Conference is scheduled to begin and place your phone on mute once connected.

Participants with disabilities who require special accommodations or alternate communications formats should contact the Commission's ADA-EEO/AA Coordinator/Officer at 1-800-342-8359 or TDD (615) 741-3930.

The Petition, and supporting documentation, is on file with the Commission in TPUC Docket No. 20-00128 at <http://share.tn.gov/tra/dockets/2000128.htm> and is open to public inspection and review via the Commission's website. A complete copy of the Petition, including the proposed tariff and surcharge changes and the reasons for them, is also on file with the Commission in Docket No. 20-00128 in the Andrew Jackson Building, 500 Deaderick Street, Nashville, Tennessee. The Commission may be reached at 1-800-342-8359. The Petition, and supporting documentation, including the proposed tariff and surcharge changes and the reasons for them, is also available for public inspection and review at the offices of TAWC at 109 Wiehl Street, Chattanooga, TN 37406.

EXHIBIT B



Account #: 109166
Company: TN AMERICAN WATER CO
Client:
Ad number: 215525
PO#:
Note:

AFFIDAVIT • STATE OF TENNESSEE • HAMILTON COUNTY

Before me personally appeared Jim Stevens, who being duly sworn that he is the Legal Sales Representative of the CHATTANOOGA TIMES FREE PRESS, and that the Legal Ad of which the attached is a true copy, has been published in the above named newspaper and on the corresponding newspaper website on the following dates, to-wit:

Chattanooga Times Free Press: 08/05/21; TimesFreePress.com: 08/05/21.

And that there is due or has been paid the CHATTANOOGA TIMES FREE PRESS for publication the sum of \$464.30. (Includes \$0.00 Affidavit Charge).



Sworn to and subscribed before me this date: 08/06/2021



My Commission Expires 02/28/2023



— Chattanooga —
Times Free Press

400 EAST 11TH ST
CHATTANOOGA, TN 37403

LEGAL NOTICE OF HEARING

Tennessee Public Utility Commission
Docket No. 20-00128

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Participants with disabilities who require special accommodations or alternate communications formats should contact the Commission's ADA-EEO/AA Coordinator/Officer at 1-800-342-8359 or TDD (615) 741-3930.

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EXHIBIT C

TENNESSEE PUBLIC UTILITY COMMISSION



502 Deaderick Street, 4th Floor
Nashville, TN 37243-0001

NOTICE OF HEARING

**IN RE: PETITION OF TENNESSEE-AMERICAN WATER
COMPANY FOR APPROVAL OF CHANGES REGARDING
THE 2021 INVESTMENT AND RELATED EXPENSES
UNDER THE QUALIFIED INFRASTRUCTURE
INVESTMENT PROGRAM RIDER, THE ECONOMIC
DEVELOPMENT INVESTMENT RIDER AND THE SAFETY
AND ENVIRONMENTAL COMPLIANCE RIDER**

DOCKET NO.: 20-00128

DATE: July 30, 2021

A Hearing has been scheduled in the above-captioned matter for **Monday, August 9, 2021**, during the regularly scheduled Commission Conference beginning at **9:00 a.m. (CDT)**. The Hearing will be held in Hearing Room G.201 located on the Ground Floor of the Andrew Jackson State Office Building, 500 Deaderick Street, Nashville, Tennessee.

Chairman Kenneth C. Hill, Vice Chairman Herbert H. Hilliard, Commissioner Robin L. Morrison, Commissioner John Hie, and Commissioner David F. Jones, the voting panel assigned to this docket, will conduct this Hearing in accordance with the Tennessee Uniform Administrative Procedures Act, Tenn. Code Ann. § 4-5-101 *et seq.* Members of the public may participate by presenting verbal comments during the Hearing and/or filing written comments in the docket file. In addition, members of the public may listen to the Hearing and/or provide comments by phone by dialing: 800-689-9374, then entering Guest Passcode 233602#. Please dial in at least five (5) minutes before the Commission Conference is scheduled to begin and place your phone on mute once connected.

Participants with disabilities who require special accommodations or alternate communications formats should contact the Tennessee Public Utility Commission ADA-EEO/AA Coordinator/Officer at 502 Deaderick Street, 4th Floor, Nashville, Tennessee 37243-0505, 1-800-342-8359 or TDD (615) 741-3930, so that reasonable accommodations can be made.

FOR THE TENNESSEE PUBLIC UTILITY COMMISSION:

A handwritten signature in black ink that reads "Monica Smith-Ashford".

Monica Smith-Ashford, Hearing Officer

Original in Docket File

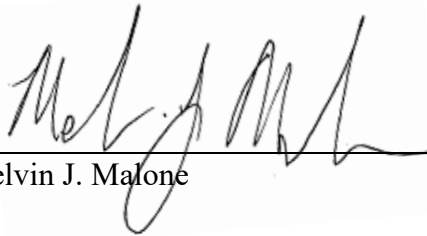
cc: Interested Parties of Record

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing was served via U.S. Mail or electronic mail upon:

Rachel C. Bowen
Assistant Attorney General
Office of the Tennessee Attorney General
Financial Division, Consumer Advocate Unit
P.O. Box 20207
Nashville, TN 37202-0207
Rachel.Bowen@ag.tn.gov

This the 6th day of August, 2021.



Melvin J. Malone