

**From:** [Darlene Standley](#)  
**To:** [Melvin J. Malone \(Melvin.Malone@Butlersnow.com\)](#)  
**Cc:** [Michelle Mairs](#); [Ectory R. Lawless](#)  
**Subject:** Docket 22-00072  
**Date:** Tuesday, October 18, 2022 1:37:40 PM  
**Attachments:** [EXTERNAL RE Docket No. 22-00072 Tariff -TCJA savings and TCJA Excess ADIT.msg](#)

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Melvin

I am resending this request so that it may be placed in the docket file.

Michelle emailed Mr. Lane about updating **Offset to Capital Recovery Riders for TCJA Excess ADIT -4.54%** (see below). He responded “updating an EADIT percentage” (see attached email) Can you make sure he updates this and if the rate is different please provide supporting documentation. If he has any questions he can contact Michelle at 615-770-6891

TENNESSEE-AMERICAN WATER COMPANY Thirtieth Revised Sheet  
No. 12-Riders-1

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ISSUED: September 1, 2022 EFFECTIVE: September 1, 2022  
BY:

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Grant A. Evitts 109 Wiehl Street  
PRESIDENT Chattanooga, Tennessee 37403

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 24.22%

EDI 1.91%

SEC \_\_\_\_\_ 9.97%

Subtotal of all Capital Recovery Rider 36.10%

QIIP Annual Reconciliation Percentage -1.17%

EDI Annual Reconciliation Percentage 1.01%

SEC Annual Reconciliation Percentage -2.68%

Subtotal of all Capital Recovery Riders -2.84%

Total of Capital Recovery Riders and Reconciliation Percentages 33.26%

Offset to Capital Recovery Riders for TCJA savings -4.32% (I)

Offset to Capital Recovery Riders for TCJA Excess ADIT -4.54%

PCOP 0.54

When responding please file with the docket manager.

Thanks

Darlene

**From:** [Bob Lane](#)  
**To:** [Michelle Mairs](#)  
**Cc:** [Melvin Malone](#)  
**Subject:** [EXTERNAL] RE: Docket No. 22-00072 Tariff -TCJA savings and TCJA Excess ADIT  
**Date:** Tuesday, August 30, 2022 11:16:33 AM

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**\*\*\* This is an EXTERNAL email. Please exercise caution. DO NOT open attachments or click links from unknown senders or unexpected email - STS-Security. \*\*\***

Michelle:

Good morning. Our Tax department is currently working on this.

As you know our tariff taking effect on 9/1/2022 does not adjust the EADIT percentage. Our intent was to adjust the TJAC to be compliant with the Commission order and underlying settlement.

We are working on updating an EADIT percentage and will provide them to you folks as soon as they are ready. Once calculated we will make any appropriate adjustment to our tariffs. Does that work for you. Do you have a timeframe in mind?

**Bob Lane**  
**Senior Manager, Rates and Regulatory**  
**Tennessee American Water**  
109 Wiehl Street  
Chattanooga TN  
37403  
Cell 4233152748

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**From:** Michelle Mairs <Michelle.Mairs@tn.gov>  
**Sent:** Tuesday, August 30, 2022 11:08 AM  
**To:** Bob Lane <Bob.Lane@amwater.com>  
**Cc:** Melvin Malone <melvin.malone@butlersnow.com>  
**Subject:** FW: Docket No. 22-00072 Tariff -TCJA savings and TCJA Excess ADIT

**EXTERNAL EMAIL:** The Actual Sender of this email is [michelle.mairs@tn.gov](mailto:michelle.mairs@tn.gov) "Think before you click!"

Hi Bob,

The Company's proposed tariff has an effective date of September 1, 2022. I wonder when you expect to provide the workpaper computing the 2022 EADIT percentage.

Thanks,

*Michelle Mairs, CPA*

Deputy Director of Utilities Division  
Tennessee Public Utility Commission  
615.770.6891

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**From:** Michelle Mairs

**Sent:** Friday, August 19, 2022 7:22 PM

**To:** 'Bob.Lane@amwater.com' <[Bob.Lane@amwater.com](mailto:Bob.Lane@amwater.com)>

**Cc:** David Foster <[David.Foster@tn.gov](mailto:David.Foster@tn.gov)>; Joe Shirley <[Joe.Shirley@tn.gov](mailto:Joe.Shirley@tn.gov)>

**Subject:** Docket No. 22-00072 Tariff -TCJA savings and TCJA Excess ADIT

Bob,

I am reviewing this tariff, and -4.32% of TCJA savings is consistent with the Commission's decision in Phase I of Docket No. 18-00039.

TAWC calculated TCJA Excess ADIT credit of 11.72% in Docket No. 19-00105 and 4.54% in Docket No. 20-00128 based on the Commission's decision in Phase II of Docket No. 18-00039. However, TAWC did not update the EADIT percentage in Docket No. 22-00072 with the 2021 ARAM amount. Can you provide the workpaper to compute the 2022 EADIT percentage? I have attached the excel file TAWC provided us previously for your reference. Let me know if you have any questions.

Thanks,  
Michelle

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