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September 15, 2026

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VIA ELECTRONIC FILING

Hon. Herbert H. Hilliard, Chairman
Ectory Lawless, Docket Manager
Tennessee Public Utility Commission
502 Deaderick Street, 4th Floor
Nashville, TN 37243
TPUC.DocketRoom@tn.gov

RE: *Petition of Tennessee-American Water Company to Adopt Annual Rate Review Mechanism and ARRM Tariff Pursuant to Tenn. Code Ann. § 65-5-103(d)(6), Docket No. 25-00089*

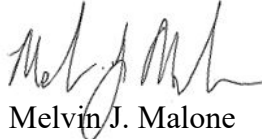
Dear Chairman Hilliard:

Compliant with the August 17, 2026, deliberations in the above-captioned matter, Tennessee-American Water Company submits the attached revised tariff with an effective date of August 17, 2026. The redlined version specifically highlights the modifications and revisions ordered by the Commission and memorialized in its June 5, 2026, *Order Denying Petition of Tennessee-American Water Company to Adopt Annual Review Mechanism and ARRM Tariff Pursuant to Tenn. Code Ann. § 65-5-103(d)(6)*.

As required, copies will be mailed to your office. 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

clw

Attachments

cc: Philip Drennan, TAWC
Shilina Brown, Consumer Advocate Division
Phillip Noblett, City of Chattanooga
Frederick Hitchcock, City of Chattanooga

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CLASSIFICATION OF SERVICE**ANNUAL REVIEW MECHANISM ("ARM")****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, Special Contract, and Private Fire, an Annual Review Mechanism ("ARM") surcharge or surcredit will apply to customers in all Approved Service Areas.

The above surcharge mechanism will be computed and reconciled annually within a single filing.

2. Definitions

For the purposes of the ARM:

"2025 Rate Case" means the Company's most recent base rate case, adjudicated in Docket Number 24-00032. The Commission's Final Order ("Rate Order") for the 2025 Rate Case was issued on April 21, 2025.

"ARM Adjustment Filing" means the annual filing made no later than ~~by~~ March 31st each year to calculate the Earnings Surplus or Deficiency and, the Revenue Surplus or Deficiency, ~~and Annual~~ ARM Revenue in the Historic Base Period, and any resulting ARM Revenue Adjustment.

"ARM Revenue Adjustment" the annual revenue deficiency collected in rates via a surcharge, or annual revenue surplus credited to customers in the Rate Effective Period, effective ~~July~~ August 1st each year, that reflects the ~~ARM~~ Adjustment Filing methodologies approved by the Commission.

"Base Revenue Forecast" means the base tariff rate revenue expected to be collected in the Rate Effective Period which shall be used as a basis to calculate the ARM surcharges or surcredits. The Base Revenue Forecast will reflect the rate design methodology approved by the Commission. The Base Revenue Forecast will use existing billing determinants, which may be adjusted for known and reasonable factors, expected to be in place during the Rate Effective Period. The purpose of the Base Revenue Forecast is to minimize any over/under collection or credit of the ARM Revenue Adjustment amount, and to provide a proof of revenue utilizing the calculated ARM surcharges or surcredits. The Base Revenue Forecast is not used in the annual earnings test.

"Commission" means the Tennessee Public Utility Commission ("TPUC").

"Company" means Tennessee-American Water Company, Inc. ("TAWC")

"Earnings Surplus or Deficiency" the Company shall calculate, based on the methodologies approved by the Commission, any operating income surplus or deficiency for the Historic Base Period. The operating income surplus or deficiency calculation shall be based on the comparison of the Historic Base Period operating income and the authorized rate of return of 6.846% per the Commission's Order in the Company's 2025 Rate Case. This amount shall be used to calculate the

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Revenue Surplus or Deficiency.

“Historic Base Period” means the most recently completed fiscal year ended December 31st as of the time of Annual ARM filing.

“New Matters” refers to any issue, adjustment, and/or ambiguity in or for any account, method of accounting or estimation, or ratemaking topic that would directly or indirectly affect the Annual ARM for which there is no explicit prior determination by the Commission regarding the Company. New Matters will be reflected in the Company’s ARM filings on a prospective basis. Changes to Commission methodologies applicable to the ARM that are addressed in other regulatory proceedings shall be applied as a New Matter on a prospective basis.

“Rate Effective Period” means the period in which adjusted rates shall be in effect beginning on ~~July~~~~August~~ 1st after the ~~Annual~~ ARM Adjustment Filing.

“Revenue Surplus or Deficiency” means the revenue adjustment necessary to allow the Company to recover from, or credit to, customers the Earnings Surplus or Deficiency. The Earnings Surplus or Deficiency shall be multiplied by the Revenue Conversion Factor to calculate Revenue Surplus or Deficiency. Carrying charges shall be applied to the Revenue Surplus or Deficiency to calculate ARM Revenue Adjustment each year.

3. Process

This Annual Review Mechanism ("ARM") is implemented under the provisions of Tennessee Code Annotated Section 65-5-103(d)(6), which authorizes the Company to opt for an annual review of the Company’s rates. Pursuant to this ARM and the annual filings described below, the Company’s tariff rates shall be adjusted to provide that the Company earns the Authorized Return on Equity. The rate adjustments implemented under this mechanism shall reflect changes in the Company’s revenues, cost of service, and rate base. The ARM may be terminated or modified as provided under Tennessee Code Annotated 65-5-103(d)(6)(D).

The Company’s proposed ARM shall incorporate an historical base year review of its revenues, expenses, investments (rate base), and rate of return components to determine if the Company earned the authorized return on equity adopted in the most recent rate case. If the Company earned more than the authorized return on equity, the surplus earnings (grossed up to determine surplus revenues) shall be deferred in a regulatory liability and rates shall be reduced for this amount prospectively. If the Company earned less than its authorized return on equity, the Company shall defer revenue to a regulatory asset and rates shall be increased for this amount prospectively. Under both scenarios, the Company is proposing that any carrying charges be computed and accrued for on the deferred balance. The carrying charges on the deferred balance shall be calculated over ~~12~~9 months from the midpoint of the Historic Base Period to ~~beginning of the~~ ~~the midpoint of the annual~~ Rate Effective Period following the ARM Adjustment Filing. The Company’s authorized rate of return of 6.846%, per the Company’s 2025 Rate Case Final Order in Docket No. 24-00032, shall be used to calculate carrying charges.

The review of the annual earnings deficiency or surplus shall adjust rates based on an adjusted Historic Base Period so that the Company may earn its authorized return, as well as include the collection or credit of the deferred balance reflecting any revenue deficiency or surplus. The annual earnings deficiency or surplus review and rate adjustment calculation shall occur in one filing, made ~~no later than or before~~ March ~~3~~1st of each year. The Historic Base Period for the ARM Adjustment Filing shall align with the Company’s most recent fiscal year end, December 31st. There shall be one annual filing that

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shall include the determination of the earnings deficiency or surplus, based on an adjusted cost of service for the Historic Base Period. Per TCA 65-5-103(d)(1)(B), the Commission shall make a final determination on the filing no later than 120 days from the initial filing. Therefore, the final determination shall be issued by ~~June~~^{July} 29th, and adjusted rates shall go into effect ~~on July~~^{on August} 1st.

4. Methodology

The following methodologies shall be utilized for determining the appropriate revenue requirement components for the Historic Base Period Surplus or Deficiency Calculations. The Company may adjust certain expenses to reflect methodologies ordered by the Commission in the Company's 2025 Rate Case.

A. Rate Effective Period

- Defined as the period in which adjusted rates shall be in effect beginning on ~~July~~^{August} 1st after the ARM Adjustment Filing.

B. Historic Base Period

- Defined as the most recently completed fiscal year ended December 31st as of the time of the Annual Adjustment filing.

C. ~~Annual~~ ARM ~~Revenue~~ Surcharges and Surcredits

- ARM Surcharges and Surcredits will be expressed in dollar amounts. ARM Surcharges and Surcredits will be calculated to credit or collect the ARM Revenue Surplus or Deficiency. To collect or credit ARM Revenue Adjustment, the Company shall apply an equal percentage increase to customer bills in the form of a surcharge. The percentage increase will be calculated by dividing ARM Revenue Adjustment by the Base Revenue Forecast for the Rate Effective Period. ARM Revenue Adjustment Surcharges and Surcredits shall be collected or credited beginning in the Rate Effective Period on ~~July~~^{August} 1st following the ARM Adjustment Filing.

D. Water Revenues

- Actual base water revenues in the Historic Base Period shall be used to calculate Earnings Surplus or Deficiency.

E. Other Revenues

- Actual Other Revenues and Forfeited Discounts in the Historic Base Period shall be used to calculate Earnings Surplus or Deficiency.
- The Revenue Surplus or Deficiency calculation shall use a Forfeited Discounts rate of 1.005373% per the 2025 Rate Case Commission Order.

F. Ratemaking Adjustments

- Ratemaking adjustments used to determine the Company's earnings position under the ARM shall be consistent with such adjustments as ordered by the Commission in Docket No. 24-00032 and described in the Commission's 2025 Rate Case Order. These ratemaking adjustments will ensure the calculation of an earnings deficiency or surplus adheres to the methodology established by the Commission in Rate Case Docket No. 24-00032. A list of the ratemaking adjustments is as follows:
- 1) Capital Structure – adjustment to Tennessee American Water's Capital Structure to apply the Capital Structure and Rate of Return approved in Docket No. 24-00032. Adjustment includes interest expense synchronization and corresponding income tax adjustments.

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- 2) Salaries and Wages – adjustment to exclude 55% of Annual Performance Plan (APP) and 100% of Long-Term Performance Plan (LTPP), consistent with Commission methodology in Docket No. 24-00032.
- 3) Production Costs – Chemical costs and Purchase Power and Fuel costs will be reduced for excess water loss, consistent with Commission methodology in Docket No. 24-00032.
- 4) Multiple Expense Categories – adjustment to remove Lobbying, Charitable Contributions, ID&E, Business Development, and certain Advertising costs, consistent with Commission rules and methodology in Docket No. 24-00032.
- 5) Allowance for Funds Used in Construction (AFUDC) and Non-Operating items – adjustment to remove non-operating items and AFUDC to reflect the rate base reduction for Construction Work in Progress (CWIP), consistent with Commission methodology in Docket No. 24-00032.

F.G. Operating & Maintenance Expenses

- Actual expenses as recorded in the Company's books and records shall be used unless adjustments are required to adhere to methodologies approved by the Commission in the Company's 2025 Rate Case. Changes to Commission methodologies addressed in other regulatory proceedings shall be applied on a prospective basis.

G.H. Expenses: Non-Revenue Water

- The Company shall calculate and supply a Non-Revenue Water ("NRW") rate to relevant expense accounts to calculate Earnings Surplus or Deficiency. The Historic Base Period NRW rate is calculated on an annual historic basis as follows:

(Historic Period Total Metered Consumption minus Total Water Supplied), divided by:
(Historic Period Total Water Supplied) = Non-Revenue Water Rate

Non-Revenue Water Rate Less 15% equals
Non-Revenue Water Variance (Over/Under allowable %)

If the Historic Base Period NRW rate is above 15%, the Company shall adjust Purchased Power and Fuel, and Chemical Expenses for the proportion above 15% applicable to each expense. If the Historic Base Period NRW rate is below 15% for the Historic Base Period, the actual Purchased Power and Fuel, and Chemical Expense incurred in the Historic Base Period shall be used to calculate the Earnings Surplus or Deficiency.

H.I. Depreciation Expense and CIAC Amortization

- The Company shall use actual depreciation and CIAC amortization expense in the Historic Base Period to calculate Earnings Surplus or Deficiency.

I.J. Amortization of Investment Tax Credits, Excess Deferred Income Taxes, Regulatory Liabilities and Regulatory Assets

- The Company shall use actual amortization of Investment Tax Credits, Excess Deferred Income Taxes, Regulatory Liabilities and Regulatory Assets in the Historic Base Period to calculate Earnings Surplus or Deficiency.
- The Company shall expense the costs related to the processing of ARM Adjustment Filings and therefore recover such costs as part of the Earnings Surplus or Deficiency

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calculation in the normal course of the ARM process. The recovery of costs related to the ARM framework filing shall be addressed in a separate rate proceeding. ARM framework filing costs will be verified and evaluated for reasonableness and conformity with Commission policy and rules before such costs are recovered. ~~deferred to a regulatory asset and amortized over three (3) years and recovered as part of the Earnings Surplus or Deficiency calculation in the normal course of the ARM process over three (3) years.~~

J.K. Taxes Other than Income Taxes

- The Company shall use actual Taxes Other than Income Taxes in the Historic Base Period to calculate Earnings Surplus or Deficiency.

K.L. State Excise and Federal Income Taxes

- The Company shall use the statutory State Excise and Federal Income Tax rates at the end of the Historic Base Period to calculate Earnings Surplus or Deficiency.

L.M. Rate Base

- The Company shall use the 13-month average (December to December) of the Rate Base balances to calculate Earnings Surplus or Deficiency.

M.N. Cash Working Capital

- The Company shall use the Historic Base Period expense levels, using the same Lag Days approved in the 2025 Rate Case, to calculate the Cash Working Capital for the Earnings Surplus or Deficiency calculation

N.O. Revenue Conversion Factor

- The Company shall use the approved conversion factor of 1.35585% per the Rate Order to calculate Revenue Surplus or Deficiency. The excise and federal income tax components are subject to change to reflect the then-current rate.

O.P. Rate of Return

- The Company shall use the approved 44.19% weighting of Equity and 9.70% Return on Equity, 55% weighting of Long-Term Debt at 4.59% cost of debt, .81% weighting of Short-Term Debt at 4.27% cost of debt. Overall authorized Rate of Return will be 6.846% per the Rate Order.

P.Q. Other Adjustments

- Consistent with Commission Rules, costs not generally allowed for rate recovery shall be removed or excluded from the Historic Base Period. Removals and exclusions include, but are not limited to, the following categories: Advertising, Lobbying, Charitable Contributions, and Fines & Penalties.

Q.R. New Matters

- New Matters refers to any issue, adjustment, method of accounting, or ratemaking topic that would directly or indirectly affect the ARM Adjustment Filing for which there is no explicit prior determination by the Commission regarding the Company. New Matters will be reflected in the Company's ARM filings on a prospective basis. Changes to Commission methodologies applicable to the ARM that are addressed in other regulatory proceedings shall be applied as New Matters on a prospective basis.

R.S. Rate Design and Tariff Changes

- Any Party to an ARM proceeding may propose adjustments to the then-current rate

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design, miscellaneous terms, tariff language or provisions. The Company may propose any revenue allocation and rate methodology in each ARM adjustment filing; the Consumer Advocate or other intervening parties may object to such revenue allocation and rate design methodology and may propose their own revenue allocation and rate design methodology. The Commission shall, after hearing, determine the appropriate revenue allocation and rate design methodology based upon the proposals of the parties or such other appropriate revenue allocation and rate design methodology the Commission find reasonable and in the public interest.

S.T. Revenue Surplus or Deficiency Deferral

- The Company shall defer any Revenue Surplus or Deficiency incurred in the Historic Base Period. The Company shall recover or credit over the Rate Effective Period any deferred revenue deficiency or surplus amounts deferred. The deferral shall accrue carrying charges at the authorized rate of return of 6.846% per the Rate Order. Carrying charges shall be calculated based on the balance of the Revenue Surplus or Deficiency result over a 129-month period from the midpoint of~~covering~~ the Historic Base Period to ~~and the~~ beginning of the Rate Effective Period.

T.U. Additional Alternative Rate Mechanisms

- Authorization of the ARM process does not preclude the Company requesting or being approved to implement additional alternative rate mechanisms, as allowed pursuant to T.C.A. § 65-5-103(d).

V. Affidavit Certifying Filing

- The Company shall include with its annual filings an affidavit signed by an officer of the Company, certifying that the information included within the filing is accurate and complete.

5. Public Interest Review

Nothing herein shall be construed to eliminate or otherwise restrict the opportunity of the Consumer Advocate or any other interested party from seeking a review of this Mechanism, as permitted by law and the rules and regulations of the Commission, for reconsideration of whether it remains in the public interest

6. ARM - Annual Filing

A. The Company will file revised tariffs for Commission approval upon 30-day notice to implement an ARM Revenue Adjustment. Along with the tariff filing, the Company will include a copy of the computation of the new rate adjustment. The Company will simultaneously copy the Consumer Advocate on this filing.

B. By March 1st of each year, the Company shall file with the Commission the schedules and workpapers that reflect 1) actual Historic Base Period amounts per its books and records, 2) any adjustments to the Historic Base Period actuals per the methodologies described above, 3) the Surplus or Deficiency Earnings and Revenue Calculations, including carrying charges, and resulting ARM Revenue Adjustment, 4) proposed tariff rates that support the ARM Surcharge or Surcredit amounts. The list of schedules to be filed includes, but need not be limited to:

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SCHEDULE	LEAD SCHEDULES
1	Annual Reconciliation of Revenue Deficiency / (Surplus)
2	Rate Base
2.1	Average Rate Base – Rate Case Adopted Docket
2.2	Rate Base 13-Month Average Summary
<u>2.3</u>	<u>Rate Base 13-Month Average UPIS Detail by Account</u>
<u>2.4</u>	<u>Rate Base 13-Month Average Accumulated Depreciation Detail by Account</u>
<u>2.5</u>	<u>Rate Base 13-Month Average Customer Advances and Contributions</u>
<u>2.6</u>	<u>Rate Base 13-Month Average ADIT Balances by Account</u>
<u>2.7</u>	<u>Regulatory Asset and Liability 13-Month Average Balances</u>
3	Lead Lag Results Approved
4	Rate Case Calculation of Operating Expense Lead Lag
4.1	ARM Historic Base Period Calculation of Operating Expense Lead Lag
5	Income Statement: Historic Base Period Summary
5.1	Income Statement: Historic Base Period Detail
5.2	Income Statement: Historic Base Period Schedule of Rate Making Adjustments
<u>5.3</u>	<u>Income Statement: Historic Base Period Monthly Depreciation Expense by Account</u>
6	Income Tax Calculation
7	Rate Case Capital Structure
8	Gross Revenue Conversion Factor
9	Carrying Charges and ARM Asset / (Liability)
10	Return on Equity Proof before and after ARM Deficiency / (Surplus)
11	TAWC Strategic Capital Expenditure Plan (SCEP) for the Upcoming Calendar Year
<u>12</u>	<u>Revenue Summary for the Historic Base Period</u>
<u>12.1</u>	<u>Base Revenue Forecast – Billing Determinants</u>
<u>12.2</u>	<u>Proof of Revenues and Calculation of ARM Surcharges</u>
<u>12.3</u>	<u>Revenue Reconciliation – ARM Revenue Surcharge</u>
<u>13</u>	<u>Non-Revenue Water (NRW) – Lost and Unaccounted for Water Report</u>

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<u>SCHEDULE</u>	<u>WORKPAPERS AND SUPPORTING DOCUMENTS</u>
<u>WP 1</u>	<u>Trial Balance (Electronic Format)</u>
<u>WP 2</u>	<u>General Ledger Capital Expenditure Data (Electronic Format)</u>
<u>WP 3</u>	<u>General Ledger Operating Expenditure Data (Electronic Format)</u>
<u>WP 4</u>	<u>Calculation of Annual EDIT Amortization</u>
<u>WP 5</u>	<u>Supporting Workpapers for Rate Making Adjustments on Schedule 5.2</u>
<u>WP 5.1</u>	<u>Remove Current Year ARM Revenue Accrual</u>
<u>WP 5.2</u>	<u>Remove AFUDC and Other Non-Operating Income/(Loss), Docket No. 24-00032 Methodology</u>
<u>WP 5.3</u>	<u>Synchronized Interest Expense to Authorized Capital Structure, Docket No. 24-00032 Methodology</u>
<u>WP 5.4</u>	<u>Adjust Salaries and Wages Expense for APP and LTPP, Docket No. 24-00032 Methodology</u>
<u>WP 5.5</u>	<u>Adjust Production Costs for Excess Water Loss, Docket No. 24-00032 Methodology</u>
<u>WP 5.6</u>	<u>Adjust Lobbying, Charitable, ID&E, Business Development, Advertising Costs (24-00032 Method)</u>
<u>WP 5.7</u>	<u>Amortization of Ratemaking Regulatory Assets and Liabilities</u>
<u>WP 6</u>	<u>General Tax Detail</u>
<u>WP 7</u>	<u>Corporate Allocation Manual (CAM) - Confidential</u>
<u>WP 8</u>	<u>American Water Works Company, Inc. Form 10-K (Supplemental when Publicly Available)</u>
<u>WP 9</u>	<u>TAWC Capital Structure and Long-Term Debt Holdings</u>
<u>WP 10</u>	<u>Pension and OPEB Actuarial Reports</u>
<u>WP 11</u>	<u>Corporate Organization Structure (if Changed from Docket 24-00032 or the Prior Year)</u>
<u>WP 12</u>	<u>Incentive Compensation Documents (if Changed from Docket 24-00032 or the Prior Year)</u>
<u>WP 13</u>	<u>Additional Workpapers as Required, Referenced to Applicable ARM Filing Schedules</u>

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ANNUAL REVIEW MECHANISM ("ARM")Classification of Service
ResidentialARM Rates per Month

<u>Meter Size</u>	<u>Chattanooga</u>	<u>Lookout Mountain</u>	<u>Lakeview</u>
<u>5/8"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>3/4"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>1"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>1-1/2"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>2"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>3"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>4"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>6"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>8"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>

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ANNUAL REVIEW MECHANISM ("ARM")

Classification of Service
Residential

ARM Rates per Month

Suck Creek - Residential

<u>Monthly Fixed Charge</u>	<u>Suck Creek General</u> <u>Water Service</u>
<u>All Meters</u>	<u>\$0.00</u>

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ANNUAL REVIEW MECHANISM ("ARM")

Classification of Service
All Service Types

ARM Rates per Month

City of Whitwell - For All Service Types

<u>Monthly Fixed Charge</u>	<u>Whitwell</u> <u>Inside City</u>	<u>Whitwell</u> <u>Outside City</u>
<u>All Meters</u>	<u>\$0.00</u>	<u>\$0.00</u>

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ANNUAL REVIEW MECHANISM ("ARM")

Classification of Service

All Service Types

ARM Rates per Month

Jasper Highlands - For All Service Types

Monthly Fixed Charge

Jasper Highlands General

Water Service

All Meters

\$0.00

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ANNUAL REVIEW MECHANISM ("ARM")Classification of Service
CommercialARM Rates per Month

<u>Meter Size</u>	<u>Chattanooga</u>	<u>Lookout Mountain</u>	<u>Lakeview</u>
<u>5/8"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>3/4"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>1"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
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ANNUAL REVIEW MECHANISM ("ARM")Classification of Service
CommercialARM Rates per Month

<u>Meter Size</u>	<u>Chattanooga</u>	<u>Lookout Mountain</u>	<u>Lakeview</u>
<u>5/8"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
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ANNUAL REVIEW MECHANISM ("ARM")

Classification of Service
Commercial

ARM Rates per Month

Suck Creek - Commercial

Monthly Fixed Charge

Suck Creek General
Water Service

All Meters

\$0.00

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ANNUAL REVIEW MECHANISM ("ARM")Classification of Service
IndustrialARM Rates per Month

<u>Meter Size</u>	<u>Chattanooga</u>	<u>Lookout Mountain</u>	<u>Lakeview</u>
<u>5/8"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>3/4"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>1"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>1-1/2"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>2"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>3"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>4"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>6"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>8"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>

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ANNUAL REVIEW MECHANISM ("ARM")Classification of Service
Other Public AuthorityARM Rates per Month

<u>Meter Size</u>	<u>Chattanooga</u>	<u>Lookout Mountain</u>	<u>Lakeview</u>
<u>5/8"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>3/4"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>1"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>1-1/2"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>2"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>3"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>4"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>6"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>8"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>

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ANNUAL REVIEW MECHANISM ("ARM")Classification of Service
Sale For ResaleARM Rates per Month

<u>Meter Size</u>	<u>Chattanooga</u>	<u>Lookout Mountain</u>	<u>Lakeview</u>
<u>5/8"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>3/4"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>1"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>1-1/2"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>2"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>3"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>4"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>6"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
<u>8"</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>

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ANNUAL REVIEW MECHANISM ("ARM")Classification of Service
Private Fire ServiceARM Rates per QuarterPrivate Fire Service Connections

<u>Service Diameter</u>	<u>Rate Per Quarter</u>
<u>1"</u>	<u>\$0.00</u>
<u>1-1/2"</u>	<u>\$0.00</u>
<u>2"</u>	<u>\$0.00</u>
<u>2-1/2"</u>	<u>\$0.00</u>
<u>3"</u>	<u>\$0.00</u>
<u>4"</u>	<u>\$0.00</u>
<u>6"</u>	<u>\$0.00</u>
<u>8"</u>	<u>\$0.00</u>
<u>10"</u>	<u>\$0.00</u>
<u>12"</u>	<u>\$0.00</u>
<u>Private Hydrants</u>	<u>\$0.00</u>

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ANNUAL REVIEW MECHANISM ("ARM")

Classification of Service
Sale For Resale - Special Contract

ARM Service Charges per Month

Volumetric Rates:

Cost per 100 Gallons

<u>Monthly Use</u>	<u>Ft. Oglethorpe</u>	<u>Catoosa County</u>	<u>Signal Mountain Utility District</u>
<u>All Usage</u>	<u>\$0.00000</u>	<u>\$0.00000</u>	<u>\$0.00000</u>

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CLASSIFICATION OF SERVICE**ANNUAL REVIEW MECHANISM (“ARM”)****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, Special Contract, and Private Fire, an Annual Review Mechanism (“ARM”) surcharge or surcredit will apply to customers in all Approved Service Areas.

The above surcharge mechanism will be computed and reconciled annually within a single filing.

2. Definitions

For the purposes of the ARM:

“2025 Rate Case” means the Company’s most recent base rate case, adjudicated in Docket Number 24-00032. The Commission’s Final Order (“Rate Order”) for the 2025 Rate Case was issued on April 21, 2025.

“ARM Adjustment Filing” means the annual filing made no later than March 1st each year to calculate the Earnings Surplus or Deficiency and the Revenue Surplus or Deficiency in the Historic Base Period, and any resulting ARM Revenue Adjustment.

“ARM Revenue Adjustment” the annual revenue deficiency collected in rates via a surcharge, or annual revenue surplus credited to customers in the Rate Effective Period, effective July 1st each year, that reflects the ARM Adjustment Filing methodologies approved by the Commission.

“Base Revenue Forecast” means the base tariff rate revenue expected to be collected in the Rate Effective Period which shall be used as a basis to calculate the ARM surcharges or surcredits. The Base Revenue Forecast will reflect the rate design methodology approved by the Commission. The Base Revenue Forecast will use existing billing determinants, which may be adjusted for known and reasonable factors, expected to be in place during the Rate Effective Period. The purpose of the Base Revenue Forecast is to minimize any over/under collection or credit of the ARM Revenue Adjustment amount, and to provide a proof of revenue utilizing the calculated ARM surcharges or surcredits. The Base Revenue Forecast is not used in the annual earnings test.

“Commission” means the Tennessee Public Utility Commission (“TPUC”).

“Company” means Tennessee-American Water Company, Inc. (“TAWC”)

“Earnings Surplus or Deficiency” the Company shall calculate, based on the methodologies approved by the Commission, any operating income surplus or deficiency for the Historic Base Period. The operating income surplus or deficiency calculation shall be based on the comparison of the Historic Base Period operating income and the authorized rate of return of 6.846% per the Commission’s Order in the Company’s 2025 Rate Case. This amount shall be used to calculate the

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Revenue Surplus or Deficiency.

“Historic Base Period” means the most recently completed fiscal year ended December 31st as of the time of Annual ARM filing.

“New Matters” refers to any issue, adjustment, and/or ambiguity in or for any account, method of accounting or estimation, or ratemaking topic that would directly or indirectly affect the Annual ARM for which there is no explicit prior determination by the Commission regarding the Company. New Matters will be reflected in the Company’s ARM filings on a prospective basis. Changes to Commission methodologies applicable to the ARM that are addressed in other regulatory proceedings shall be applied as a New Matter on a prospective basis.

“Rate Effective Period” means the period in which adjusted rates shall be in effect beginning on July 1st after the ARM Adjustment Filing.

“Revenue Surplus or Deficiency” means the revenue adjustment necessary to allow the Company to recover from, or credit to, customers the Earnings Surplus or Deficiency. The Earnings Surplus or Deficiency shall be multiplied by the Revenue Conversion Factor to calculate Revenue Surplus or Deficiency. Carrying charges shall be applied to the Revenue Surplus or Deficiency to calculate ARM Revenue Adjustment each year.

3. Process

This Annual Review Mechanism ("ARM") is implemented under the provisions of Tennessee Code Annotated Section 65-5-103(d)(6), which authorizes the Company to opt for an annual review of the Company’s rates. Pursuant to this ARM and the annual filings described below, the Company’s tariff rates shall be adjusted to provide that the Company earns the Authorized Return on Equity. The rate adjustments implemented under this mechanism shall reflect changes in the Company’s revenues, cost of service, and rate base. The ARM may be terminated or modified as provided under Tennessee Code Annotated 65-5-103(d)(6)(D).

The Company’s proposed ARM shall incorporate an historical base year review of its revenues, expenses, investments (rate base), and rate of return components to determine if the Company earned the authorized return on equity adopted in the most recent rate case. If the Company earned more than the authorized return on equity, the surplus earnings (grossed up to determine surplus revenues) shall be deferred in a regulatory liability and rates shall be reduced for this amount prospectively. If the Company earned less than its authorized return on equity, the Company shall defer revenue to a regulatory asset and rates shall be increased for this amount prospectively. Under both scenarios, the Company is proposing that any carrying charges be computed and accrued for on the deferred balance. The carrying charges on the deferred balance shall be calculated over 12 months from the midpoint of the Historic Base Period to beginning of the Rate Effective Period following the ARM Adjustment Filing. The Company’s authorized rate of return of 6.846%, per the Company’s 2025 Rate Case Final Order in Docket No. 24-00032, shall be used to calculate carrying charges.

The review of the annual earnings deficiency or surplus shall adjust rates based on an adjusted Historic Base Period so that the Company may earn its authorized return, as well as include the collection or credit of the deferred balance reflecting any revenue deficiency or surplus. The annual earnings deficiency or surplus review and rate adjustment calculation shall occur in one filing, made no later than March 1st of each year. The Historic Base Period for the ARM Adjustment Filing shall align with the Company’s most recent fiscal year end, December 31st. There shall be one annual filing that shall include

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the determination of the earnings deficiency or surplus, based on an adjusted cost of service for the Historic Base Period. Per TCA 65-5-103(d)(1)(B), the Commission shall make a final determination on the filing no later than 120 days from the initial filing. Therefore, the final determination shall be issued by June 29th, and adjusted rates shall go into effect July 1st.

4. Methodology

The following methodologies shall be utilized for determining the appropriate revenue requirement components for the Historic Base Period Surplus or Deficiency Calculations. The Company may adjust certain expenses to reflect methodologies ordered by the Commission in the Company's 2025 Rate Case.

A. Rate Effective Period

- Defined as the period in which adjusted rates shall be in effect beginning on July 1st after the ARM Adjustment Filing.

B. Historic Base Period

- Defined as the most recently completed fiscal year ended December 31st as of the time of the Annual Adjustment filing.

C. ARM Surcharges and Surcredits

- ARM Surcharges and Surcredits will be expressed in dollar amounts. ARM Surcharges and Surcredits will be calculated to credit or collect the ARM Revenue Surplus or Deficiency. ARM Surcharges and Surcredits shall be collected or credited beginning in the Rate Effective Period on July 1st following the ARM Adjustment Filing.

D. Water Revenues

- Actual base water revenues in the Historic Base Period shall be used to calculate Earnings Surplus or Deficiency.

E. Other Revenues

- Actual Other Revenues and Forfeited Discounts in the Historic Base Period shall be used to calculate Earnings Surplus or Deficiency.
- The Revenue Surplus or Deficiency calculation shall use a Forfeited Discounts rate of 1.005373% per the 2025 Rate Case Commission Order.

F. Ratemaking Adjustments

- Ratemaking adjustments used to determine the Company's earnings position under the ARM shall be consistent with such adjustments as ordered by the Commission in Docket No. 24-00032 and described in the Commission's 2025 Rate Case Order. These ratemaking adjustments will ensure the calculation of an earnings deficiency or surplus adheres to the methodology established by the Commission in Rate Case Docket No. 24-00032. A list of the ratemaking adjustments is as follows:
- 1) Capital Structure – adjustment to Tennessee American Water's Capital Structure to apply the Capital Structure and Rate of Return approved in Docket No. 24-00032. Adjustment includes interest expense synchronization and corresponding income tax adjustments.
- 2) Salaries and Wages – adjustment to exclude 55% of Annual Performance Plan (APP) and 100% of Long-Term Performance Plan (LTPP), consistent with Commission methodology in Docket No. 24-00032.
- 3) Production Costs – Chemical costs and Purchase Power and Fuel costs will be reduced

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for excess water loss, consistent with Commission methodology in Docket No. 24-00032.

- 4) Multiple Expense Categories – adjustment to remove Lobbying, Charitable Contributions, ID&E, Business Development, and certain Advertising costs, consistent with Commission rules and methodology in Docket No. 24-00032.
- 5) Allowance for Funds Used in Construction (AFUDC) and Non-Operating items – adjustment to remove non-operating items and AFUDC to reflect the rate base reduction for Construction Work in Progress (CWIP), consistent with Commission methodology in Docket No. 24-00032.

G. Operating & Maintenance Expenses

- Actual expenses as recorded in the Company's books and records shall be used unless adjustments are required to adhere to methodologies approved by the Commission in the Company's 2025 Rate Case. Changes to Commission methodologies addressed in other regulatory proceedings shall be applied on a prospective basis.

H. Expenses: Non-Revenue Water

- The Company shall calculate and supply a Non-Revenue Water ("NRW") rate to relevant expense accounts to calculate Earnings Surplus or Deficiency. The Historic Base Period NRW rate is calculated on an annual historic basis as follows:

(Historic Period Total Metered Consumption minus Total Water Supplied), divided by:
(Historic Period Total Water Supplied) = Non-Revenue Water Rate

Non-Revenue Water Rate Less 15% equals
Non-Revenue Water Variance (Over/Under allowable %)

If the Historic Base Period NRW rate is above 15%, the Company shall adjust Purchased Power and Fuel, and Chemical Expenses for the proportion above 15% applicable to each expense. If the Historic Base Period NRW rate is below 15% for the Historic Base Period, the actual Purchased Power and Fuel, and Chemical Expense incurred in the Historic Base Period shall be used to calculate the Earnings Surplus or Deficiency.

I. Depreciation Expense and CIAC Amortization

- The Company shall use actual depreciation and CIAC amortization expense in the Historic Base Period to calculate Earnings Surplus or Deficiency.

J. Amortization of Investment Tax Credits, Excess Deferred Income Taxes, Regulatory Liabilities and Regulatory Assets

- The Company shall use actual amortization of Investment Tax Credits, Excess Deferred Income Taxes, Regulatory Liabilities and Regulatory Assets in the Historic Base Period to calculate Earnings Surplus or Deficiency.
- The Company shall expense the costs related to the processing of ARM Adjustment Filings and therefore recover such costs as part of the Earnings Surplus or Deficiency calculation in the normal course of the ARM process. The recovery of costs related to the ARM framework filing shall be addressed in a separate rate proceeding. ARM framework filing costs will be verified and evaluated for reasonableness and conformity with Commission policy and rules before such costs are recovered.

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K. Taxes Other than Income Taxes

- The Company shall use actual Taxes Other than Income Taxes in the Historic Base Period to calculate Earnings Surplus or Deficiency.

L. State Excise and Federal Income Taxes

- The Company shall use the statutory State Excise and Federal Income Tax rates at the end of the Historic Base Period to calculate Earnings Surplus or Deficiency.

M. Rate Base

- The Company shall use the 13-month average (December to December) of the Rate Base balances to calculate Earnings Surplus or Deficiency.

N. Cash Working Capital

- The Company shall use the Historic Base Period expense levels, using the same Lag Days approved in the 2025 Rate Case, to calculate the Cash Working Capital for the Earnings Surplus or Deficiency calculation

O. Revenue Conversion Factor

- The Company shall use the approved conversion factor of 1.35585% per the Rate Order to calculate Revenue Surplus or Deficiency. The excise and federal income tax components are subject to change to reflect the then-current rate.

P. Rate of Return

- The Company shall use the approved 44.19% weighting of Equity and 9.70% Return on Equity, 55% weighting of Long-Term Debt at 4.59% cost of debt, .81% weighting of Short-Term Debt at 4.27% cost of debt. Overall authorized Rate of Return will be 6.846% per the Rate Order.

Q. Other Adjustments

- Consistent with Commission Rules, costs not generally allowed for rate recovery shall be removed or excluded from the Historic Base Period. Removals and exclusions include, but are not limited to, the following categories: Advertising, Lobbying, Charitable Contributions, and Fines & Penalties.

R. New Matters

- New Matters refers to any issue, adjustment, method of accounting, or ratemaking topic that would directly or indirectly affect the ARM Adjustment Filing for which there is no explicit prior determination by the Commission regarding the Company. New Matters will be reflected in the Company's ARM filings on a prospective basis. Changes to Commission methodologies applicable to the ARM that are addressed in other regulatory proceedings shall be applied as New Matters on a prospective basis.

S. Rate Design and Tariff Changes

- Any Party to an ARM proceeding may propose adjustments to the then-current rate design, miscellaneous terms, tariff language or provisions. The Company may propose any revenue allocation and rate methodology in each ARM adjustment filing; the Consumer Advocate or other intervening parties may object to such revenue allocation and rate design methodology and may propose their own revenue allocation and rate design methodology. The Commission shall, after hearing, determine the appropriate revenue allocation and rate design methodology based upon the proposals of the parties or such other appropriate revenue allocation and rate design methodology the Commission find reasonable and in the public interest.

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T. Revenue Surplus or Deficiency Deferral

- The Company shall defer any Revenue Surplus or Deficiency incurred in the Historic Base Period. The Company shall recover or credit over the Rate Effective Period any deferred revenue deficiency or surplus amounts. The deferral shall accrue carrying charges at the authorized rate of return of 6.846% per the Rate Order. Carrying charges shall be calculated based on the balance of the Revenue Surplus or Deficiency result over a 12-month period from the midpoint of the Historic Base Period to the beginning of the Rate Effective Period.

U. Additional Alternative Rate Mechanisms

- Authorization of the ARM process does not preclude the Company requesting or being approved to implement additional alternative rate mechanisms, as allowed pursuant to T.C.A. § 65-5-103(d).

V. Affidavit Certifying Filing

- The Company shall include with its annual filings an affidavit signed by an officer of the Company, certifying that the information included within the filing is accurate and complete.

5. Public Interest Review

Nothing herein shall be construed to eliminate or otherwise restrict the opportunity of the Consumer Advocate or any other interested party from seeking a review of this Mechanism, as permitted by law and the rules and regulations of the Commission, for reconsideration of whether it remains in the public interest

6. ARM - Annual Filing

- A. The Company will file revised tariffs for Commission approval upon 30-day notice to implement an ARM Revenue Adjustment. Along with the tariff filing, the Company will include a copy of the computation of the new rate adjustment. The Company will simultaneously copy the Consumer Advocate on this filing.
- B. By March 1st of each year, the Company shall file with the Commission the schedules and workpapers that reflect 1) actual Historic Base Period amounts per its books and records, 2) any adjustments to the Historic Base Period actuals per the methodologies described above, 3) the Surplus or Deficiency Earnings and Revenue Calculations, including carrying charges, and resulting ARM Revenue Adjustment, 4) proposed tariff rates that support the ARM surcharge or surcredit amounts. The list of schedules to be filed includes, but need not be limited to:

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SCHEDULE	LEAD SCHEDULES
1	Annual Reconciliation of Revenue Deficiency / (Surplus)
2	Rate Base
2.1	Average Rate Base – Rate Case Adopted Docket
2.2	Rate Base 13-Month Average Summary
2.3	Rate Base 13-Month Average UPIS Detail by Account
2.4	Rate Base 13-Month Average Accumulated Depreciation Detail by Account
2.5	Rate Base 13-Month Average Customer Advances and Contributions
2.6	Rate Base 13-Month Average ADIT Balances by Account
2.7	Regulatory Asset and Liability 13-Month Average Balances
3	Lead Lag Results Approved
4	Rate Case Calculation of Operating Expense Lead Lag
4.1	ARM Historic Base Period Calculation of Operating Expense Lead Lag
5	Income Statement: Historic Base Period Summary
5.1	Income Statement: Historic Base Period Detail
5.2	Income Statement: Historic Base Period Schedule of Rate Making Adjustments
5.3	Income Statement: Historic Base Period Monthly Depreciation Expense by Account
6	Income Tax Calculation
7	Rate Case Capital Structure
8	Gross Revenue Conversion Factor
9	Carrying Charges and ARM Asset / (Liability)
10	Return on Equity Proof before and after ARM Deficiency / (Surplus)
11	TAWC Strategic Capital Expenditure Plan (SCEP) for the Upcoming Calendar Year
12	Revenue Summary for the Historic Base Period
12.1	Base Revenue Forecast – Billing Determinants
12.2	Proof of Revenues and Calculation of ARM Surcharges
12.3	Revenue Reconciliation – ARM Revenue Surcharge
13	Non-Revenue Water (NRW) – Lost and Unaccounted for Water Report

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SCHEDULE	WORKPAPERS AND SUPPORTING DOCUMENTS
WP 1	Trial Balance (Electronic Format)
WP 2	General Ledger Capital Expenditure Data (Electronic Format)
WP 3	General Ledger Operating Expenditure Data (Electronic Format)
WP 4	Calculation of Annual EDIT Amortization
WP 5	Supporting Workpapers for Rate Making Adjustments on Schedule 5.2
WP 5.1	Remove Current Year ARM Revenue Accrual
WP 5.2	Remove AFUDC and Other Non-Operating Income/(Loss), Docket No. 24-00032 Methodology
WP 5.3	Synchronized Interest Expense to Authorized Capital Structure, Docket No. 24-00032 Methodology
WP 5.4	Adjust Salaries and Wages Expense for APP and LTPP, Docket No. 24-00032 Methodology
WP 5.5	Adjust Production Costs for Excess Water Loss, Docket No. 24-00032 Methodology
WP 5.6	Adjust Lobbying, Charitable, ID&E, Business Development, Advertising Costs (24-00032 Method)
WP 5.7	Amortization of Ratemaking Regulatory Assets and Liabilities
WP 6	General Tax Detail
WP 7	Corporate Allocation Manual (CAM) - Confidential
WP 8	American Water Works Company, Inc. Form 10-K (Supplemental when Publicly Available)
WP 9	TAWC Capital Structure and Long-Term Debt Holdings
WP 10	Pension and OPEB Actuarial Reports
WP 11	Corporate Organization Structure (if Changed from Docket 24-00032 or the Prior Year)
WP 12	Incentive Compensation Documents (if Changed from Docket 24-00032 or the Prior Year)
WP 13	Additional Workpapers as Required, Referenced to Applicable ARM Filing Schedules

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ANNUAL REVIEW MECHANISM ("ARM")**Classification of Service****Residential**

ARM Rates per Month

<u>Meter Size</u>	<u>Chattanooga</u>	<u>Lookout Mountain</u>	<u>Lakeview</u>
5/8"	\$0.00	\$0.00	\$0.00
3/4"	\$0.00	\$0.00	\$0.00
1"	\$0.00	\$0.00	\$0.00
1-1/2"	\$0.00	\$0.00	\$0.00
2"	\$0.00	\$0.00	\$0.00
3"	\$0.00	\$0.00	\$0.00
4"	\$0.00	\$0.00	\$0.00
6"	\$0.00	\$0.00	\$0.00
8"	\$0.00	\$0.00	\$0.00

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ANNUAL REVIEW MECHANISM ("ARM")

Classification of Service
Residential

ARM Rates per Month

Suck Creek - Residential

<u>Monthly Fixed Charge</u>	<u>Suck Creek General Water Service</u>
All Meters	\$0.00

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ANNUAL REVIEW MECHANISM ("ARM")

Classification of Service

All Service Types

ARM Rates per Month

City of Whitwell - For All Service Types

<u>Monthly Fixed Charge</u>	<u>Whitwell Inside City</u>	<u>Whitwell Outside City</u>
All Meters	\$0.00	\$0.00

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ANNUAL REVIEW MECHANISM ("ARM")

Classification of Service

All Service Types

ARM Rates per Month

Jasper Highlands - For All Service Types

<u>Monthly Fixed Charge</u>	<u>Jasper Highlands General</u> <u>Water Service</u>
All Meters	\$0.00

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ANNUAL REVIEW MECHANISM ("ARM")**Classification of Service****Commercial**

ARM Rates per Month

<u>Meter Size</u>	<u>Chattanooga</u>	<u>Lookout Mountain</u>	<u>Lakeview</u>
5/8"	\$0.00	\$0.00	\$0.00
3/4"	\$0.00	\$0.00	\$0.00
1"	\$0.00	\$0.00	\$0.00
1-1/2"	\$0.00	\$0.00	\$0.00
2"	\$0.00	\$0.00	\$0.00
3"	\$0.00	\$0.00	\$0.00
4"	\$0.00	\$0.00	\$0.00
6"	\$0.00	\$0.00	\$0.00
8"	\$0.00	\$0.00	\$0.00

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ANNUAL REVIEW MECHANISM ("ARM")**Classification of Service**
Commercial

ARM Rates per Month

<u>Meter Size</u>	<u>Chattanooga</u>	<u>Lookout Mountain</u>	<u>Lakeview</u>
5/8"	\$0.00	\$0.00	\$0.00
3/4"	\$0.00	\$0.00	\$0.00
1"	\$0.00	\$0.00	\$0.00
1-1/2"	\$0.00	\$0.00	\$0.00
2"	\$0.00	\$0.00	\$0.00
3"	\$0.00	\$0.00	\$0.00
4"	\$0.00	\$0.00	\$0.00
6"	\$0.00	\$0.00	\$0.00
8"	\$0.00	\$0.00	\$0.00

Issued: June 18, 2026

Effective: August 17, 2026

Issued by: Grant A. Evitts, President
109 Wiehl Street
Chattanooga, Tennessee 37403

ANNUAL REVIEW MECHANISM ("ARM")

Classification of Service

Commercial

ARM Rates per Month

Suck Creek - Commercial

Monthly Fixed Charge

Suck Creek General

Water Service

All Meters

\$0.00

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ANNUAL REVIEW MECHANISM ("ARM")**Classification of Service****Industrial**

ARM Rates per Month

<u>Meter Size</u>	<u>Chattanooga</u>	<u>Lookout Mountain</u>	<u>Lakeview</u>
5/8"	\$0.00	\$0.00	\$0.00
3/4"	\$0.00	\$0.00	\$0.00
1"	\$0.00	\$0.00	\$0.00
1-1/2"	\$0.00	\$0.00	\$0.00
2"	\$0.00	\$0.00	\$0.00
3"	\$0.00	\$0.00	\$0.00
4"	\$0.00	\$0.00	\$0.00
6"	\$0.00	\$0.00	\$0.00
8"	\$0.00	\$0.00	\$0.00

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ANNUAL REVIEW MECHANISM ("ARM")**Classification of Service**
Other Public Authority

ARM Rates per Month

<u>Meter Size</u>	<u>Chattanooga</u>	<u>Lookout Mountain</u>	<u>Lakeview</u>
5/8"	\$0.00	\$0.00	\$0.00
3/4"	\$0.00	\$0.00	\$0.00
1"	\$0.00	\$0.00	\$0.00
1-1/2"	\$0.00	\$0.00	\$0.00
2"	\$0.00	\$0.00	\$0.00
3"	\$0.00	\$0.00	\$0.00
4"	\$0.00	\$0.00	\$0.00
6"	\$0.00	\$0.00	\$0.00
8"	\$0.00	\$0.00	\$0.00

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ANNUAL REVIEW MECHANISM ("ARM")**Classification of Service**
Sale For Resale

ARM Rates per Month

<u>Meter Size</u>	<u>Chattanooga</u>	<u>Lookout Mountain</u>	<u>Lakeview</u>
5/8"	\$0.00	\$0.00	\$0.00
3/4"	\$0.00	\$0.00	\$0.00
1"	\$0.00	\$0.00	\$0.00
1-1/2"	\$0.00	\$0.00	\$0.00
2"	\$0.00	\$0.00	\$0.00
3"	\$0.00	\$0.00	\$0.00
4"	\$0.00	\$0.00	\$0.00
6"	\$0.00	\$0.00	\$0.00
8"	\$0.00	\$0.00	\$0.00

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ANNUAL REVIEW MECHANISM ("ARM")**Classification of Service**
Private Fire Service

ARM Rates per Quarter

Private Fire Service Connections

<u>Service Diameter</u>	<u>Rate Per Quarter</u>
1"	\$0.00
1-1/2"	\$0.00
2"	\$0.00
2-1/2"	\$0.00
3"	\$0.00
4"	\$0.00
6"	\$0.00
8"	\$0.00
10"	\$0.00
12"	\$0.00
Private Hydrants	\$0.00

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ANNUAL REVIEW MECHANISM ("ARM")**Classification of Service**
Sale For Resale - Special Contract

ARM Service Charges per Month

Volumetric Rates:Cost per 100 Gallons

<u>Monthly Use</u>	<u>Ft. Oglethorpe</u>	<u>Catoosa County</u>	<u>Signal Mountain Utility District</u>
All Usage	\$0.00000	\$0.00000	\$0.00000

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CERTIFICATE OF SERVICE

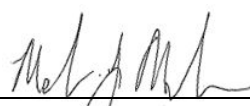
I hereby certify that a true and correct copy of the foregoing was served via U.S. Mail or electronic mail upon:

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This the 15th day of September 2026.



Melvin Malone