



Ernie Fletcher  
Governor

Mark David Goss  
Chairman

Teresa J. Hill, Secretary  
Environmental and Public  
Protection Cabinet

Commonwealth of Kentucky  
**Public Service Commission**  
211 Sower Blvd.  
P.O. Box 615  
Frankfort, Kentucky 40602-0615  
Telephone: (502) 564-3940  
Fax: (502) 564-3460  
psc.ky.gov

John W. Clay  
Commissioner

Christopher L. Lilly  
Commissioner  
Department of Public Protection

October 18, 2006

Honorable Lindsey W. Ingram, III  
Attorney at Law  
STOLL KEENON OGDEN PLLC  
300 West Vine Street  
Suite 2100  
Lexington, KY 40507-1801

RE: Case No. 2006-00418  
Kentucky-American Water Company aka Kentucky  
American Water

The Commission staff has reviewed your response and has determined that your application in the above case now meets the minimum filing requirements. Enclosed please find a stamped filed copy of the first page of your filing. This case has been docketed and will be processed as expeditiously as possible.

If you need further assistance, please contact Mark Frost at 502/564-3940.

Sincerely,

A handwritten signature in cursive script that reads "Mike Burford".

Mike Burford  
Director Division of Filings

MB/MB  
Enclosure

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

RECEIVED

SEP 21 2006

PUBLIC SERVICE  
COMMISSION

IN THE MATTER OF: )

APPLICATION OF KENTUCKY-AMERICAN )  
WATER COMPANY FOR CONTINUED )  
PARTICIPATION WITH AMERICAN WATER )  
CAPITAL CORP. )

CASE NO.

7006-00418

FILED

OCT 11 2006

PUBLIC SERVICE  
COMMISSION

APPLICATION OF KENTUCKY-AMERICAN WATER COMPANY

Comes Kentucky-American Water Company ("Kentucky American Water") and for its Application for approval of continued participation in the borrowing program with American Water Capital Corp. states as follows:

1. Kentucky American Water is a corporation organized and existing under the laws of the Commonwealth of Kentucky with its principal office and place of business at 2300 Richmond Road, Lexington, Kentucky 40502.
2. Kentucky American Water is a wholly-owned subsidiary of American Water Works Company, Inc. ("American Water") and is engaged in the distribution and sale of water in its Central Division, consisting of Bourbon, Clark, Fayette, Harrison, Jessamine, Scott and Woodford Counties and its Northern Division consisting of Gallatin, Owen and Grant Counties. It currently owns, operates and maintains potable water production, treatment, storage, transmission and distribution systems for the purpose of furnishing potable water for residential, commercial, industrial and governmental users in its service territory having an original cost of \$313,554,174.27 as of August 25, 2006.