COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

IN THE MATTER OF:

COMPLIANCE OF KENTUCKY-AMERICAN)	
WATER COMPANY, AMERICAN WATER WORKS	()	
COMPANY, RWE AKTIENGESELLSCHAFT AND)	
THAMES WATER AQUA HOLDINGS GMBH WITH	I)	
THE PROVISIONS OF THE ORDERS)	CASE NO.
APPROVING THE TRANSFER OF CONTROL OF)	2002-00277
KENTUCKY-AMERICAN WATER COMPANY TO)	
RWE AKTIENGESELLSCHAFT AND THAMES)	
WATER AOUA HOLDINGS GMBH)	

NOTICE OF CONDITION 35 FILING – KAWC'S ANNUAL REPORTS

Come Thames Water Aqua Holdings GmbH, RWE Aktiengesellschaft, American Water Works Company, Inc., Thames Water Aqua U.S. Holdings, Inc. and Kentucky-American Water Company, and pursuant to ordering paragraph 7 and Condition 35 of the Commission's Order dated December 20, 2002, in Case No. 2002-00317, herewith give notice of the filing with the Public Service Commission of the Annual Reports of Kentucky-American Water Company for its water and wastewater operations for the year ended December 31, 2006. Copies of the Reports are attached.

Respectfully submitted,

Lindsey W. Ingram, Jr. Lindsey W. Ingram III STOLL KEENON OGDEN PLLC 300 West Vine Street, Suite 2100 Lexington, Kentucky 40507 (859) 231-3000

 \mathbf{RV}

Counsel for Kentucky-American Water Company, Thames Water Aqua Holdings GmbH, Thames Water Aqua US Holdings, Inc., RWE AG and American Water Works Company, Inc.

CERTIFICATION

This is to certify that the electronic version of this pleading is a true and accurate copy of the pleading filed in paper medium; that the Petitioners have notified the Commission and the parties in Case No. 2002-00317 by electronic mail on April 2, 2007 that the electronic version of this pleading has been transmitted to the Commission, and that a paper copy has been served by mail upon:

Foster Ockerman, Jr., Esq. Martin, Ockerman & Brabant 200 North Upper Street Lexington, Kentucky 40507

David J. Barberie, Esq. Lexington-Fayette Urban County Gov't. Department of Law 200 East Main Street Lexington, Kentucky 40507

Anthony G. Martin, Esq. P.O. Box 1812 Lexington, Kentucky 40588 Gerald E. Wuetcher, Esq. Angela Curry, Esq. Public Service Commission 211 Sower Boulevard Frankfort, Kentucky 40601

David Edward Spenard, Esq. Dennis G. Howard II, Esq. Assistant Attorneys General 1024 Capitol Center Drive, Suite 200 Frankfort, Kentucky 40601

and that the original and three paper copies have been filed with the Public Service Commission on the 3^{rd} of April, 2007.

BY:

Counsel for Kentucky-American Water Company, Thames Water Aqua Holdings GmbH, Thames Water Aqua US Holdings, Inc., RWE AG and American Water Works Company, Inc.