COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

IN THE MATTER OF:

REQUEST		
THAMES WATER AQUA HOLDINGS GMBH)	
TO RWE AKTIENGESELLSCHAFT AND)	
OF KENTUCKY-AMERICAN WATER COMPANY	7	
APPROVING THE TRANSFER OF CONTROL)	2002-00277
WITH THE PROVISIONS OF THE ORDERS)	CASE NO.
THAMES WATER AQUA HOLDINGS GMBH)	
COMPANY, RWE AKTIENGESELLSCHAFT AND)	
WATER COMPANY, AMERICAN WATER WORK	KS)	
COMPLIANCE OF KENTUCKY-AMERICAN)	

Come Kentucky-American Water Company; Thames Water Aqua Holdings GmbH; Thames Water Aqua U.S. Holdings, Inc.; RWE Aktiengesellschaft; and American Water Works Company, Inc. and request the Public Service Commission's approval, pursuant to Condition 32 of the Order of December 20, 2002, in Case No. 2002-00317, of the payment of a dividend on common stock by Kentucky-American Water Company on September 27, 2007, in the amount of \$1,050,151.97. This dividend was declared on July 25, 2007 in conformity with the existing policy of the payment of 75% of earnings available for common dividends. The common dividends paid on March 29, 2007, June 28, 2007 and the July 25, 2007 declared dividend collectively represent more than 5% of the retained earnings of Kentucky-American Water Company as of December 31, 2006, as shown on the spreadsheet attached hereto.

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

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.

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 August 6, 2007 that the electronic version of this pleading has been transmitted to the Commission, and that a 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 copies will be filed with the Public Service Commission in paper medium on August 6, 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.

Kentucky American Water Company - Dividend Record

Quarler Ending	Earnings Available	Dividend	%	Payable Date	Rate Per Share	Earnings Adjustments
12/31/2001	985,286.00	736,673.77	0.7477	3/29/2001	0.47	\$54,941.00
3/31/2001	1,041,891.00	783,695.50	0.7522	6/28/2001	0.50	2,480.00
6/30/2001	2,119,261.00	1,583,064.91	0.7470	9/27/2001	1.01	151,574.00
9/30/2001	2,250,146.00	1,692,782.28	0.7523	12/28/2001	1.08	152,301.00
12/31/2001	1,520,074.00	1,144,195.43	0.7527	3/28/2002	0.73	151,574.00
3/31/2002	769,122.00	579,934.67	0.7540	6/27/2002	0.37	61,812.00
6/30/2002	1,506,594.00	1,128,521.52	0.7491	9/27/2002	0.72	325,152.00
9/30/2002	2,490,126.00	1,865,195.29	0.7490	12/30/2002	0.85	172,665.00
12/31/2002	1,281,941.00	956,108.51	0.7458	3/28/2003	0.61	0.00
3/28/2003	607,466.00	454,543.39	0.7483	6/23/2003	0.29	0.00
6/27/2003	990,033.00	752,347.68	0.7599	9/22/2003	0.48	0.00
9/26/2003	1,656,661.00	1,238,238.89	0.7474	12/15/2003	0.79	0.00
12/12/2003	1,059,560.00	799,369.41	0.7544	3/29/2004	0.51	0.00
4/2/2004	160,286.00	109,717.37	0.6845	6/28/2004	0.07	0.00
6/25/2004	806,206.00	611,282.49	0.7582	9/20/2004	0.39	0.00
9/24/2004	515,915.00	391,847.75	0.7595	12/6/2004	0.25	0.00
12/10/2004	49,559.00	31,347.82	0.6325	3/21/2005	0.02	0.00
3/25/2005	124,982.00	862,065.05	6.8975	6/20/2005	0.55	0.00
6/24/2005	(632,171.00)	-	0.0000	9/19/2005	0.00	0.00
9/23/2005	2,761,477.00	830,717.23	0.3008	12/5/2005	0.53	0.00
12/9/2005	(556,372.00)	-	0.0000	3/20/2006	0.00	0.00
3/24/2006	635,759.00	62,695.64	0.0986	6/19/2006	0.04	0.00
6/30/2006	918,150.00	689,652.04	0.7511	9/18/2006	0.44	0.00
9/30/2006	1,683,018.00	1,253,912.80	0.7450	12/4/2006	0.80	0.00
12/31/2006	1,305,189.00	971,782.42	0.7446	3/29/2007	0.62	0.00
3/31/2007	295,479.00	235,108.65	0.7957	6/28/2007	0.15	0.00
6/30/2007	1,428,149.00	1,050,151.97	0.7353	9/27/2007	0.67	0.00