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	[]	
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 AQUA HOLDINGS GMBH)	

REPORT OF MERGER COSTS

Come Thames Water Aqua Holdings GmbH ("Thames") and American Water Works Company, Inc. ("American"), pursuant to Ordering Paragraph 11 and Condition 36 of the Order of December 20, 2002 in Case No. 2002-00317, and report that actual cumulative costs of the merger through December 31, 2004 for Thames have not changed since the last report and for American have been \$101,443,477.75.

Respectfully submitted,

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In

Counsel for Kentucky-American Water Company and American Water Works Company, Inc.

CERTIFICATION

In conformity with paragraph 7 of the Commission's Order dated January 30, 2002, in Case No. **2002-00018**, 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, the Attorney General, the Lexington-Fayette Urban County Government and Bluegrass FLOW, Inc. by electronic mail on August 15, 2005, that the electronic version of this pleading has been transmitted to the Commission, and that a copy has been served on August 15, 2005, by mail upon:

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and that the original and three copies have been filed with the Public Service Commission in paper medium on August 15, 2005.

Counsel for Kentucky-American Water Company