COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

IN THE MATTER OF:

| , | REQUEST | | |
|------------------------|-----------------------|------------|--|
| THAMES WATER A | QUA HOLDINGS GMBH |) | |
| TO RWE AKTIENG |) | | |
| OF KENTUCKY-AM |) | | |
| APPROVING THE T |) | 2002-00277 | |
| WITH THE PROVISE |) | CASE NO. | |
| THAMES WATER A | QUA HOLDINGS GMBH |) | |
| COMPANY, RWE AI | KTIENGESELLSCHAFT AND |) | |
| WATER COMPANY | AMERICAN WATER WORKS |) | |
| COMPLIANCE OF K | ENTUCKY-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 to have been paid on December 5, 2005, in the amount of \$830,717.23. This dividend was declared on October 26, 2005, and, in conjunction with the dividend paid on June 20, 2005, constitutes compliance with the existing policy of the payment of 75% of earnings available for common dividends for the year-to-date as shown on the attached spreadsheet.

Lindsey W. Ingram, Jr., Esq. Lindsey W. Ingram III STOLL, KEENON & PARK, LLP 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 December 7, 2005 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 have been filed with the Public Service Commission in paper medium on the 7th day of December, 2005.

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.

 $X:\ BUS\ BNK\ \&\ CORP\ KAWC\ -\ 010311\ 2002-00277\ -\ 003026\ Request\ Dividend\ Payment\ 12-7-05.doc$

Kentucky American Water Company - Dividend Record

| Quarter 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 | 0.00 | 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 |