

**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) KENTUCKY-AMERICAN WATER COMPANY TO) RWE AKTIENGESELLSCHAFT AND THAMES) WATER AQUA HOLDINGS GMBH)	2002-00277

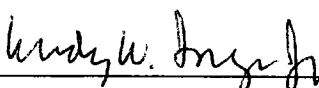
NOTICE OF CONDITION 35 FILING – KAWC’S ANNUAL REPORTS

Come Thames Water Aqua Holdings GmbH, RWE Aktiengesellschaft, American Water Works Company, 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, 2002. Electronic copies of the Reports are attached hereto.

John N. Hughes, Esq.
124 West Todd Street
Frankfort, Kentucky 40601

And

Lindsey W. Ingram, Jr., Esq.
Robert M. Watt, III, Esq.
STOLL, KEENON & PARK, LLP
300 West Vine Street, Suite 2100
Lexington, Kentucky 40507
(859) 231-3000

By 

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

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 and the parties in Case No. 2002-00018 by electronic mail on March 31, 2003, 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

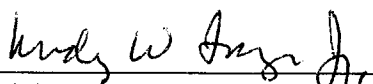
Dennis G. Howard, II, Esq.
David Edward Spenard, Esq.
Assistant Attorneys General
1024 Capitol Center Drive, Suite 200
Frankfort, Kentucky 40601

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

and that the original and three copies have been filed with the Public Service Commission in paper medium on the 31st day of March, 2003.



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