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Indiana American Water Acquires Waveland Water System in West Central Indiana

GREENWOOD, IND. (Oct. 27, 2009) – Indiana American Water President David Baker today announced the company’s acquisition of the Waveland Water Utility located in west central Indiana. The purchase of the system from the Town of Waveland for \$680,000 adds approximately 213 customers, or a population of more than 500 residents, to the company’s customer base.

“The acquisition of this system is a great fit for Indiana American Water that helps us to expand our presence across the state of Indiana in an area where we already have a strong presence,” said Baker. “The acquisition also gives Waveland customers access to full-time experienced management and water quality expertise, efficiencies and economies of scale associated with being part of the largest investor-owned water utility in the state and convenient customer service options through our 24/7 customer service center.”

Waveland Town Board President Lora Arts is also enthusiastic in her support of the acquisition. “In a time when communities are looking for new and innovative ways to deal with challenges they’re facing and hold the bottom-line on expenses, this acquisition is a great solution for the town and its residents,” said Arts. “Indiana American Water brings a broad range of experience, resources and knowledge to the community through this transaction that we otherwise would not have. This will have a positive impact on our community.”

The Waveland acquisition was approved by the Indiana Utility Regulatory Commission on September 23, 2009. Indiana American Water and the Town of Waveland finalized the transaction on October 26, 2009. The Waveland system will be incorporated into the company's Crawfordsville District, which serves approximately 15,500 residents in the area.

The company has scheduled an informational meeting for new customers during the next Waveland Town Board meeting at 7 p.m. on November 2, 2009 at the Waveland Town Hall, 108 W. Howard Street in Waveland. Customers may contact the company with any service requests or questions prior to the meeting at 800-492-8373. New Waveland customers can expect to receive their first bill from Indiana American Water in mid-November.

About Indiana American Water

Indiana American Water, a wholly owned subsidiary of American Water (NYSE: AWK), is the largest investor-owned water utility in the state, providing high-quality and reliable water and/or wastewater services to more than 1.2 million people. Founded in 1886, American Water is the largest investor-owned U.S. water and wastewater utility company. With headquarters in Voorhees, N.J., the company employs more than 7,000 dedicated professionals who provide drinking water, wastewater and other related services to approximately 15 million people in 32 states and Ontario, Canada. More information can be found by visiting www.amwater.com.