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Executive Director  
KY Public Service Commission  
PO Box 615  
Frankfort, KY 40602

Re : Response to PSC's April 8, 2020 Order in 2020-121:  
December 2020 Surcharge Bank Account Information

This letter is for the purpose of complying with numerical 4 of the PSC's April 8, 2020 Order in case 2020-121. Said Order required Southern to file with the PSC a monthly activity report that includes a statement of monthly surcharge billings and collections; a monthly surcharge bank statement; a list of each payment from the account, its payee and a description of the purpose; and invoices supporting each payment.

As of the end of the most recent bank statement, (see attached), the surcharge bank account totaled \$137,778.79. An automatic withdraw occurs each month to service the Co-Bank Loan Debt for the purpose of installing new water meters. Said Co-Bank debt payment occurred on January 20, 2021 in the amount of \$24,741.14.

A deposit in the amount of \$43,783.50 was deposited into the surcharge bank account on January 20, 2021. This deposit was from the Abandoned Mine Lands and was for the purpose of replacing water lines from Lackey to Wayland. This deposit was made into this account due to the fact that Southern did not yet have a bank account set up for the Wayland to Lackey water line project. Shortly after this deposit was made, said \$43,783.50 was deducted from this bank account to pursue the Wayland to Lackey project.

Respectfully Submitted,

/s/ Steven Bailey

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