



Exhibit #1

Response to Numerical 1.

Steven P Bailey, J.D./M.B.A.
Bailey Law Offices, P.S.C.
181 East Court Street
Prestonsburg, KY 41653

May 8, 2023

Re: Southern Water and Sewer District

Dear Attorney Bailey.

In regards to the Kentucky Public Service Commission's "data request" for Southern Water and Sewer District, please see our response below.

a. The Analysis fees charged by Peoples Bank on the Water Meter Replacement bank account, ending in 5982, are our normal account service charges depending on the transactions conducted on the account. For the month of March, these fees include the following:

- Analysis maintenance fee of \$20.00 (charged on all analyzed accounts)
- Deposit fee of \$18.00. The bank charges \$0.50 per deposit which the District had 36 for the month
- Check fee of \$0.18 per check. The District had one check clear their account in March for a total of \$0.18
- The Bank charges \$0.15 per on-us check deposited to the account. These would be checks drawn on another Peoples Bank account. The District deposited 366 on-us checks with a total fee of \$54.90
- The Bank charges \$0.15 per transit checks deposited to the account. These would be checks drawn on another bank and deposited to the account. The District deposited 1,554 transit checks for a total fee of \$233.10.

Prior to December of 2022, the account was in a Basic Business checking account which at the time provided 200 free transactions. Each transaction over 200 would have a \$0.50 charge resulting in a total fee of \$720.00 in November. The District reached out to Alison Thompson who split the charge with the Commission and applied a refund of \$360.00 on December 12, 2022. At this time, the account type was changed to an analyzed account which provides an earnings credit based on the average account balance. This earnings credit is used to help offset service charges. From April 2022 through March 31, 2023 the total amount of fees charged to the account was \$1,103.21 (this total reflects the refund in December, 2022).

b. The service charges did change based on the account type. Prior to December, 2022, the account was in a basic business account type which, at the time, provided 200 free transactions. Each transaction over 200 had a fee of \$0.50 per transaction over the 200 count. When the account was changed to the analyzed account in December, an earnings credit, based on the average account balance for the month,

is used to help offset the fees. The higher the balance, the more credit is earned, driving down the cost. Please refer to the attached analysis statements for a breakdown of the fees since December.

Should you have questions, please let me know. You can reach me via email at kirk.fraze@pebo.com or by phone at 740.374.6134.

Sincerely,

A handwritten signature in black ink, appearing to read 'Kirk Frazee', with a stylized flourish at the end.

Kirk Frazee, AAP
AVP Treasury Management Advisor
Peoples Bank

VERIFICATION

The undersigned, Kirk Frazee, being duly sworn, states that he/she is an employee of Peoples Bank and that he/she has personal knowledge of the matters set forth in the accompanying data request response to Numerical 1(a) and 1(b) issued on April 25, 2023 in Case 2020-121 for which he/she is identified as the responsible witness and that the answers contained therein are true and correct to the best of his/her information, knowledge and belief.



Subscribed and sworn to before me, a Notary Public, in and before the County of Floyd and State of Kentucky, this the 8th day of May, 2023.

Paula J. Edgar
Notary Public

My Commission Expires:

4-10-24



PAULA J. EDGAR, Notary Public
in and For The State of Ohio
My Commission Expires 4-10-24