

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION
PSC CASE 2025-00232

**IN RE MATTER OF: ELECTRONIC SOUTHERN WATER AND SEWER
DISTRICT UNACCOUNTED FOR WATER LOSS REDUCTION PLAN,
SURCHARGE & MONITORING**

**NOTICE OF FILING
ACTIVITY REPORT JULY 2026**

Comes Southern Water and Sewer District, by and through counsel, and provides the Public Service Commission with a notice of filing the July 2026 Monthly Activity Report. This report is filed in compliance with the order filed on August 15, 2025, in case 2025-00232, page 7, numerical paragraph 10.

The total amount of surcharges billed for July 2026 was \$36,451.71. The total amount of surcharges collected for July 2026 was \$35,874.15.

On June 30, 2026, the bank account designated solely for surcharge management had a beginning balance of \$311,826.83. There were three deposits made in the month of July. The first July 8, 2026, deposit was the remainder of the June 2026 surcharge collections in the amount of \$1,733.74 as reflected in *the June 2026 Surcharge Activity Report*. The second July 8, 2026, deposit was the remainder of the May 2026 surcharge collections in the amount of \$1,844.06, for more details on this delayed May surcharge collection deposit *see paragraph 5 & 6 of the June 2026 Surcharge Activity Report*. The July 31, 2026, deposit was a partial amount of the July 2026 surcharge collections in the amount of \$34,541.34. There were no withdrawals or payments for

the month of July. In the month of July, the bank account generated \$469.24 in interest. The ending totals of the surcharge bank account for the month of July 2026 was \$350,415.21

The remainder of the July 2026 surcharge collections were deposited on August 6, 2026, in the amount of \$1,332.81. This amount will be reflected on the August 2026 bank statement. The total amount of collections deposited with the July 31, 2026, deposit and the August 6, 2026, deposit was \$35,874.15. The total amount of surcharge collections is equivalent to the total amount deposited, *see Surcharge Reporting Form*.

See attached: July 2026 Bank Statement and July 2026 Surcharge Reporting Form.

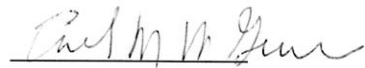
There is presently a pending request to use funds from the surcharge account for the purpose of funding the work of Bell Engineering. The request would allow work to begin for the Capital Plan to prioritize water loss initiatives. *See Proposed Order Granting Motion to Approve Bell Engineering Contract filed on June 24, 2026, in case no. 2025-00232.*

The district has experienced a significant loss of storage capacity. The storage tank at the head of Ned's Fork has developed substantial leaks. The tank had to be shut down. Southern Water has been forced to rent a temporary storage tank that had to be brought in to continue service to customers. Southern Water is currently obtaining repair estimates and will be filing a request to use restricted surcharge funds to pay for necessary repairs.

CERTIFICATION

These responses are true and accurate to the best of preparer's knowledge, information and belief formed after reasonable inquiry. Filed on this 14th day of August 2026.

Respectfully Submitted by:



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Counsel for Southern Water & Sewer District

Utility Name: Southern Water & Sewer District
Selected Financial Information and Better / Worse (B / (W)) Performance
Year Ended December 31, 2026

A	B	C	D	E	F	G	H
					D - C	E - D	C - B
	Record as				Collections B / (W) Billings	Deposits B / (W) Collections (1)	Billings B / (W) Recorded Sales (1)
Month	Sales	Billings	Collections	Deposits			
January	36,752.23	36,752.23	36,081.48	36,081.48	(670.75)	0.00	0.00
February	36,677.10	36,677.10	35,343.20	35,343.20	(1,333.90)	0.00	0.00
March	36,636.12	36,636.12	35,080.18	35,080.18	(1,555.94)	0.00	0.00
April	36,458.54	36,458.54	34,597.83	34,597.83	(1,860.71)	0.00	0.00
May	36,540.50	36,540.50	35,403.88	33,559.82	(1,136.62)	(1,844.06)	0.00
June	36,499.52	36,499.52	34,906.35	34,906.35	(1,593.17)	0.00	0.00
July	36,451.71	36,451.71	35,874.15	35,874.15	(577.56)	0.00	0.00
August					0.00	0.00	0.00
September					0.00	0.00	0.00
October					0.00	0.00	0.00
November					0.00	0.00	0.00
December					0.00	0.00	0.00
Total	256,015.72	256,015.72	247,287.07	245,443.01	(8,728.65)	(1,844.06)	0.00

Specify the general ledger account where the surcharge is recorded 47,403.00

(1) Explain reasons for difference if amount does not equal zero.



SOUTHERN WATER & SEWER DISTRICT
245 KY RT 680
MC DOWELL KY 41647-6012

Last statement: June 30, 2026
This statement: July 31, 2026
Total days in statement period: 31

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(0)

Direct inquiries to:
1-800-374-6123

Public Funds

Account number XXXXX

DAILY ACTIVITY

Date	Description	Additions	Subtractions	Balance
06-30	Beginning balance			\$311,826.83
07-08	Internet/Vru Trsfr	1,733.74		313,560.57
	REF 1890901L FUNDS TRANSFER FRM DEP XXX1345 FROM ONLINE FUNDS TRANSFER VIA			
07-08	Internet/Vru Trsfr	1,844.06		315,404.63
	REF 1891056L FUNDS TRANSFER FRM DEP XXX1345 FROM ONLINE FROM 6.8.26			
07-31	Internet/Vru Trsfr	34,541.34		349,945.97
	REF 2121400L FUNDS TRANSFER FRM DEP XXX1345 FROM ONLINE JULY COLLECTIONS			
07-31	Int Credit Generated	469.24		350,415.21
07-31	Ending totals	38,588.38	.00	\$350,415.21

INTEREST INFORMATION

Annual percentage yield earned	1.76%
Interest-bearing days	31
Average balance for APY	\$315,710.98
Interest earned	\$469.24