



June 28, 2010

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JUN 29 2010

PUBLIC SERVICE
COMMISSION

Mr. Jeff Derouen
Executive Director
Kentucky Public Service Commission
P.O. Box 615
211 Sower Boulevard
Frankfort, KY 40602

Dear Mr. Derouen:

Re: East Kentucky Power Cooperative, Inc. Financial Information

In accordance with the Public Service Commission Order in Case No. 2006-00472,
please find attached the following:

- Monthly accounting of expenses and revenues in a monthly format and a 12-month ended format
- Monthly budget information for calendar year 2010
- Calculation of TIER and DSC for the 12-month period ended May 31, 2010

If you have any questions, please contact me at (859) 745-9670.

Very truly yours,

A handwritten signature in cursive script that reads 'Ann F. Wood'.

Ann F. Wood
Manager, Regulatory Services

Attachments

EAST KENTUCKY POWER COOPERATIVE, INC.
STATEMENT OF OPERATIONS

	Jun-09	Jul-09	Aug-09	Sep-09	Oct-09	Nov-09	Dec-09	Jan-10	Feb-10	Mar-10	Apr-10	May-10	12 month period ended 5/31/10
Electric Energy Revenues													
Power Sales--Member Cooperatives	57,512,612	57,991,480	61,588,741	53,963,931	50,364,390	52,667,102	74,071,226	94,555,833	86,226,258	64,265,671	41,296,632	47,732,072	742,235,948
Power Sales--Off-System	1,403,904	930,153	551,667	199,951	1,106,545	476,784	645,455	733,081	162,145	2,186,738	2,105,046	1,013,052	11,514,520
Total Electric Energy Revenue	58,916,516	58,921,633	62,140,408	54,163,882	51,470,935	53,143,886	74,716,681	95,288,914	86,388,403	66,452,409	43,401,678	48,745,124	753,750,468
Other Operating Revenue--Income	4,442,802	1,104,126	1,152,838	800,756	3,673,161	4,270,070	6,956,269	(7,848,881)	(9,352,190)	1,329,785	10,795,968	8,946,454	26,271,157
Total Operating Revenue & Patronage Capital	63,359,318	60,025,759	63,293,247	54,964,638	55,144,096	57,413,956	81,672,949	87,440,033	77,036,212	67,782,193	54,197,646	57,691,578	780,021,625
Operation Expenses													
Production Costs Excluding Fuel	4,997,681	4,930,853	4,855,875	4,940,920	5,145,835	4,970,234	6,133,590	4,214,889	4,759,208	5,341,000	4,591,123	3,489,745	58,370,954
Fuel	25,182,366	24,432,390	26,781,737	20,133,175	21,998,582	23,477,477	32,706,048	37,210,240	28,973,891	26,037,170	23,249,325	22,680,984	312,863,385
Other Power Supply	6,274,681	6,153,218	5,342,404	7,536,734	6,867,291	5,759,583	10,394,194	13,246,728	10,803,098	4,813,991	3,679,768	4,200,410	85,072,101
Transmission	1,608,455	2,053,412	2,893,437	1,998,564	2,412,341	2,721,299	2,419,327	3,090,099	3,420,074	2,840,189	2,712,090	2,574,385	30,743,671
Distribution	63,148	80,528	73,861	47,438	79,341	90,311	37,523	67,184	78,496	76,286	85,181	71,169	850,466
Customer Service & Information	108,590	91,225	132,174	208,925	230,848	264,202	202,128	86,555	173,442	201,943	103,479	115,280	1,918,791
Sales	-	-	-	927	1,012	1,617	1,234	526	524	3,645	849	499	10,833
Administration & General	3,389,557	2,758,499	2,147,294	2,108,280	1,981,076	2,065,550	3,059,440	2,564,219	2,152,958	2,467,494	2,640,711	1,650,758	28,985,837
Total Operation Expenses	41,624,478	40,500,125	42,226,781	36,974,963	38,716,326	39,350,272	54,953,485	60,480,440	50,361,693	41,781,720	37,062,526	34,783,228	518,816,038
Maintenance Expenses													
Production	4,020,983	3,829,604	3,716,942	4,709,395	5,639,781	4,774,973	7,816,212	1,512,282	2,410,770	4,312,847	5,368,601	2,382,713	50,495,101
Transmission	330,846	257,725	320,923	474,454	730,105	223,063	842,338	223,974	358,818	369,870	350,050	293,961	4,776,128
Distribution	54,350	124,030	101,915	72,665	61,783	53,983	84,302	74,343	97,789	148,607	253,643	87,193	1,214,604
General Plant	117,962	55,265	93,581	87,401	87,543	72,248	127,612	55,139	50,850	79,378	88,078	39,938	954,994
Total Maintenance Expenses	4,524,141	4,266,624	4,233,362	5,343,915	6,519,211	5,124,268	8,870,464	1,865,737	2,918,227	4,910,703	6,060,372	2,803,804	57,440,827
Operating Expenses													
Depreciation/Amortization	5,166,532	5,141,588	5,560,395	5,528,159	5,502,079	5,585,888	5,672,767	5,630,325	5,690,024	5,755,823	5,709,063	5,935,248	66,877,891
Taxes	-	-	-	-	-	-	-	-	-	800.00	-	-	800
Interest on Long-Term Debt	9,110,577	9,459,362	9,545,508	9,292,139	9,746,905	9,542,355	9,588,261	9,535,418	8,759,217	9,675,098	9,306,439	9,596,073	113,157,353
Other Interest Expense	3,104	6,165	2,717	3,169	4,300	6,817	2,935	2,089	2,011	2,249	9,278	17,735	62,569
Other Deductions	2,138,975	741,398	809,816	(127,140)	(206,606)	(631,458)	4,053,022	100,834	135,612	216,312	562,168	715,033	8,507,968
Total Operating Expenses	16,419,188	15,348,514	15,918,436	14,696,327	15,046,678	14,503,603	19,316,985	15,268,665	14,586,864	15,650,283	15,586,949	16,264,089	188,606,581
Total Cost of Electric Service	62,567,807	60,115,264	62,378,579	57,015,205	60,282,215	58,978,143	83,140,934	77,614,842	67,866,784	62,342,705	58,709,846	53,851,121	764,863,446
Operating Margins (Deficit)	791,511	(89,505)	914,668	(2,050,567)	(5,138,119)	(1,564,187)	(1,467,985)	9,825,190	9,169,428	5,439,488	(4,512,200)	3,840,457	15,158,179
Non-Operating Items													
Interest Income	345,546	217,661	212,671	319,181	380,022	363,365	357,644	108,100	185,316	448,692	272,269	281,304	3,491,768
Allowance for Funds Used During Construction	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Non-Operating Income	14,665	12,849	(27,065)	11,371	(5,024)	(4,167)	967	19,832	4,053	4,086	(12,225)	(3,700)	15,644
Other Capital Credits/Patronage	1,433	0	5,626	10,457	204,224	572	14	205	0	35,509	421	810	259,270
Total Non-Operating Items	361,643	230,510	191,233	341,009	579,222	359,770	358,624	128,137	189,369	488,286	260,466	278,413	3,766,682
Net Patronage Capital & Margins (Deficit)	1,153,154	141,006	1,105,900	(1,709,558)	(4,558,898)	(1,204,418)	(1,109,360)	9,953,327	9,358,797	5,927,774	(4,251,735)	4,118,870	18,924,862

TIER 1.17
DSC 1.06

Budgeted Statement of Operations
2010



	JAN-10 Budget	FEB-10 Budget	MAR-10 Budget	APR-10 Budget	MAY-10 Budget	JUNE-10 Budget	JULY-10 Budget	AUG-10 Budget	SEPT-10 Budget	OCT-10 Budget	NOV-10 Budget	DEC-10 Budget	Totals
STATEMENT OF OPERATIONS													
Electric Energy Revenues													
Power Sales-Member Coops - Basic Rate	\$83,361,986	\$71,940,275	\$69,060,805	\$56,483,705	\$58,717,621	\$65,532,467	\$74,057,025	\$73,148,657	\$64,146,614	\$59,911,834	\$67,431,993	\$82,227,410	\$825,028,393
Power Sales-Member Coops - Fuel Clause	(6,052,675)	(5,451,409)	(8,647,952)	(7,590,556)	(7,015,195)	(8,097,747)	(7,432,973)	(7,718,837)	(7,732,208)	(5,626,386)	(3,050,648)	(5,462,169)	(79,876,758)
Power Sales-Member Coops - Environmental Surcharge	6,798,692	8,091,864	7,152,024	4,314,671	4,970,066	6,597,760	9,014,810	8,993,007	7,318,139	5,711,907	7,421,523	10,866,264	87,270,729
Power Sales - Off System	1,124,980	1,034,169	979,928	920,399	951,527	878,759	907,421	911,467	878,595	1,018,783	1,046,678	1,135,542	11,788,278
Wheeling Revenue	215,111	638,144	333,168	275,243	149,075	115,099	486,854	560,466	120,433	13,929	130,757	3,136,142	3,136,142
Other Operating Revenue - Income	222,880	211,322	209,635	147,353	159,711	178,807	190,089	190,346	221,281	297,770	306,694	130,396	2,466,284
Other Operating Revenue - Income	183,930	183,930	183,930	183,930	183,930	183,930	183,930	183,930	183,930	183,930	183,930	183,930	2,207,169
Total Operating Revenue & Patronage Capital	\$85,854,904	\$76,656,295	\$69,271,538	\$54,734,744	\$58,116,736	\$65,389,875	\$77,407,156	\$76,289,066	\$66,136,784	\$60,511,767	\$73,417,233	\$89,232,139	\$852,018,237
Operation Expenses													
Production Costs Excludes Fuel	\$5,325,335	\$5,212,598	\$5,462,660	\$5,244,244	\$5,153,881	\$5,791,660	\$5,571,962	\$5,645,345	\$5,312,677	\$5,215,209	\$5,411,095	\$7,621,943	\$66,968,629
Fuel	34,761,007	29,856,302	30,709,221	25,110,557	26,067,973	28,410,361	34,173,604	33,653,652	27,758,574	27,869,208	34,347,538	35,243,247	368,061,244
Other Power Supply	10,556,060	8,520,162	3,530,959	3,232,445	3,232,445	3,376,171	3,990,192	3,716,166	3,542,000	3,637,922	4,268,466	9,427,838	61,054,942
Transmission	3,273,508	2,929,965	2,552,807	2,517,404	2,586,421	2,447,047	2,546,803	2,419,507	2,352,428	2,593,592	2,187,276	2,428,558	30,835,316
Distribution	124,774	123,600	122,481	126,497	133,616	119,161	116,705	118,777	118,248	118,924	118,659	131,983	1,475,436
Customer Accounts	0	0	0	0	0	0	0	0	0	0	0	0	0
Customer Service & Information	237,262	228,599	236,703	216,643	222,664	221,166	214,288	217,631	221,677	218,722	214,323	270,705	2,720,383
Sales	1,908	1,565	1,714	1,629	1,616	1,590	1,602	1,668	1,590	1,628	1,590	1,851	19,951
Administration and General	3,333,879	2,296,583	2,788,115	2,117,834	2,372,252	2,233,150	3,604,750	2,275,550	2,255,856	2,117,771	2,399,195	2,238,500	30,033,435
Total Operation Expenses	\$57,613,733	\$49,169,374	\$45,128,160	\$38,865,767	\$39,770,868	\$42,600,306	\$50,221,927	\$48,050,295	\$41,563,050	\$41,872,976	\$48,948,154	\$57,364,725	\$561,169,336
Maintenance Expenses													
Production	\$2,548,388	\$3,345,048	\$3,964,377	\$4,329,144	\$5,289,641	\$5,125,955	\$3,820,274	\$3,836,195	\$3,374,591	\$4,378,553	\$4,401,048	\$3,929,029	\$48,342,243
Transmission Expense	352,919	533,713	546,874	532,055	534,763	581,941	532,055	536,676	534,941	535,601	545,194	714,145	6,480,877
Distribution Expense	112,185	178,747	180,201	178,318	178,747	178,289	178,318	179,089	178,289	179,192	178,294	245,827	2,145,496
General Plant	94,164	161,183	133,709	311,469	269,183	299,940	141,254	81,890	83,240	81,942	81,492	91,452	1,830,918
Total Maintenance Expenses	\$3,107,656	\$4,218,691	\$4,825,161	\$5,350,986	\$6,272,334	\$6,186,125	\$4,671,901	\$4,633,850	\$4,171,061	\$5,175,288	\$5,206,028	\$4,980,453	\$58,799,534
Fixed Costs													
Depreciation/Amortization	\$5,911,946	\$5,921,644	\$5,972,901	\$6,005,519	\$6,331,193	\$6,377,335	\$6,380,102	\$6,404,205	\$6,405,708	\$6,414,047	\$6,415,844	\$6,503,698	\$75,044,143
Taxes	0	0	800	0	0	0	0	0	0	0	0	0	800
Interest on Long-Term Debt	9,601,847	9,577,167	9,681,822	9,959,937	9,989,722	9,958,770	11,200,102	11,003,657	11,656,642	12,357,179	12,301,647	12,342,158	129,630,650
Interest During Construction	0	0	0	0	0	0	0	0	0	0	0	0	0
Other Interest Expense	3,397	3,068	3,397	3,288	3,397	3,288	3,397	3,397	3,288	3,397	3,288	3,397	39,999
Other Deductions	162,615	172,178	171,858	171,776	71,853	172,512	172,523	171,902	172,022	171,998	171,812	182,696	1,965,745
Total Fixed Costs	\$15,679,805	\$15,674,057	\$15,830,778	\$16,140,520	\$16,396,165	\$16,511,905	\$17,156,124	\$17,583,162	\$18,237,660	\$18,946,621	\$18,892,591	\$19,031,949	\$206,681,337
Total Cost of Electric Service	\$76,401,194	\$69,062,122	\$65,784,099	\$60,357,273	\$62,439,367	\$65,298,336	\$72,649,952	\$70,267,308	\$63,971,771	\$65,994,885	\$73,046,773	\$81,377,127	\$826,650,207
Operating Margins	\$9,453,710	\$7,594,173	\$3,487,439	(\$5,622,529)	(\$4,322,631)	\$91,539	\$4,757,204	\$6,021,758	\$1,165,013	(\$5,483,118)	\$370,460	\$7,855,012	\$25,368,030
Non-Operating Items													
Interest Income	\$259,886	\$244,126	\$259,728	\$254,424	\$259,572	\$254,269	\$292,860	\$292,773	\$287,464	\$292,606	\$287,294	\$292,438	\$3,277,440
Allowance for Funds used for Construction	0	0	0	0	0	0	0	0	0	0	0	0	0
Other Non-Operating Income	(6,598)	(6,104)	(5,745)	(4,585)	(4,704)	(4,770)	(4,646)	(4,734)	(4,819)	(4,909)	(4,643)	(5,144)	(61,762)
Other Capital Credits/Patronage Dividends	4,166	4,166	4,166	4,166	4,166	4,166	4,166	4,166	4,166	4,166	4,166	4,174	150,000
Total Non-Operating Items	\$257,894	\$242,188	\$258,148	\$254,005	\$259,034	\$253,665	\$292,380	\$392,205	\$286,811	\$291,863	\$286,817	\$291,468	\$3,365,678
Net Patronage Capital & Margins(Deficits)	\$9,710,804	\$7,836,361	\$3,745,587	(\$5,368,524)	(\$4,063,597)	\$345,204	\$5,049,584	\$6,413,963	\$1,451,824	(\$5,191,255)	\$657,277	\$8,146,480	\$28,733,708