



EAST KENTUCKY POWER COOPERATIVE

RECEIVED

MAY 20 2011

PUBLIC SERVICE
COMMISSION

May 20, 2011

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 2011
- Calculation of TIER and DSC for the 12-month period ended April 30, 2011

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

Very truly yours,

Ann F. Wood
Director, Regulatory Services

Attachments

EAST KENTUCKY POWER COOPERATIVE, INC.
STATEMENT OF OPERATIONS

	May-10	Jun-10	Jul-10	Aug-10	Sep-10	Oct-10	Nov-10	Dec-10	Jan-11	Feb-11	Mar-11	Apr-11	12 month period ended 4/30/11
Electric Energy Revenues													
Power Sales—Member Cooperatives	47,732,072	65,990,442	74,378,202	74,225,461	58,466,279	46,033,935	55,093,506	84,198,407	86,496,976	74,453,055	69,212,434	53,527,285	789,808,054
Power Sales—Off-System	1,013,052	1,559,912	4,670,043	5,021,458	1,143,156	422,350	328,222	343,263	389,507	1,445,790	1,532,325	5,661,518	23,530,595
Total Electric Energy Revenue	48,745,124	67,550,354	79,048,245	79,246,919	59,609,435	46,456,285	55,421,728	84,541,670	86,886,483	75,898,845	70,744,759	59,188,803	813,338,649
Other Operating Revenue—Income	8,946,454	225,374	(6,428,139)	2,417,229	(1,379,779)	7,344,140	6,372,069	2,873,101	1,587,829	1,282,532	1,296,469	1,214,374	25,751,654
Total Operating Revenue & Patronage Capital	57,691,578	67,775,728	72,620,106	81,664,148	58,229,657	53,800,425	61,793,797	87,414,771	88,474,312	77,181,377	72,041,228	60,403,177	839,090,303
Operation Expenses													
Production Costs Excluding Fuel	3,489,745	4,723,111	5,046,899	5,331,108	5,306,555	5,502,540	5,366,002	7,571,447	4,730,179	5,157,480	5,492,852	5,527,857	63,245,775
Fuel	22,680,984	29,397,261	35,996,782	36,700,467	21,486,241	20,523,878	23,392,588	36,422,810	35,509,828	28,410,415	28,303,030	26,213,285	345,037,568
Other Power Supply	4,200,410	6,100,410	4,267,220	4,218,253	6,596,000	3,705,406	6,386,650	9,643,140	8,770,993	7,100,581	4,802,219	2,093,273	67,884,554
Transmission	2,574,385	2,494,788	3,589,565	2,987,445	918,612	3,938,851	2,354,659	2,498,280	2,615,379	2,930,147	2,928,963	2,202,212	32,033,285
Distribution	71,169	87,835	82,031	81,967	98,209	107,504	126,884	138,116	61,299	69,510	73,580	73,093	1,071,198
Customer Service & Information	115,280	161,513	150,463	192,327	166,969	187,428	195,080	270,176	133,068	212,043	201,602	156,903	2,142,852
Sales	499	504	506	3,502	1,098	1,248	1,116	1,053	933	2,049	1,102	2,358	15,969
Administration & General	1,650,758	3,024,368	3,339,518	2,507,094	2,453,532	3,595,905	2,716,235	4,105,621	2,504,483	2,276,654	3,053,035	2,173,643	33,400,846
Total Operation Expenses	34,783,228	45,989,790	52,472,983	52,022,164	37,027,216	37,562,761	40,539,214	60,650,644	54,326,163	46,158,879	44,856,382	38,442,624	544,832,047
Maintenance Expenses													
Production	2,382,713	4,819,276	4,741,448	4,129,760	4,046,876	5,431,729	5,003,783	6,583,879	1,048,308	3,492,515	4,674,800	4,470,783	50,825,870
Transmission	293,961	374,024	440,684	369,282	393,680	752,313	913,412	1,308,820	(78,381)	323,529	303,995	457,179	5,852,500
Distribution	87,193	141,705	87,664	162,113	124,245	152,993	324,820	257,312	72,281	104,808	105,203	156,087	1,776,425
General Plant	39,938	120,194	63,120	115,669	117,745	171,133	150,867	303,813	12,480	125,882	146,597	46,009	1,413,446
Total Maintenance Expenses	2,803,804	5,455,199	5,332,916	4,776,825	4,682,546	6,508,168	6,392,882	8,453,824	1,054,688	4,046,734	5,230,596	5,130,058	59,868,241
Operating Expenses													
Depreciation/Amortization	5,935,248	5,925,952	5,937,053	5,950,055	6,502,586	6,629,816	6,092,119	6,208,737	6,150,284	6,153,575	6,209,510	6,220,202	73,915,135
Taxes	-	-	-	-	-	-	-	-	-	-	-	800.00	800
Interest on Long-Term Debt	9,596,073	9,299,906	9,838,248	10,250,262	9,821,487	10,060,679	9,783,989	10,162,171	10,089,342	9,134,845	10,112,442	9,749,930	117,899,374
Other Interest Expense	17,735	15,112	18,352	18,809	17,045	26,615	21,148	19,388	17,498	16,452	19,822	27,359	235,334
Asset Retirement Obligations	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Deductions	715,033	748,132	781,640	722,206	336,014	332,913	231,148	(5,626,612)	190,627	338,279	290,680	432,756	(507,184)
Total Operating Expenses	16,264,089	15,989,102	16,575,293	16,941,332	16,677,131	17,050,022	16,128,404	10,763,684	16,447,751	15,643,151	16,640,075	16,438,668	191,558,701
Total Cost of Electric Service	53,851,121	67,434,091	74,381,192	73,740,320	58,386,894	61,120,951	63,060,500	79,868,152	71,828,602	65,848,764	66,727,052	60,011,350	796,258,989
Operating Margins (Deficit)	3,840,457	341,637	(1,761,086)	7,923,828	(157,237)	(7,320,526)	(1,266,703)	7,546,619	16,645,710	11,332,613	5,314,176	391,827	42,831,314
Non-Operating Items													
Interest Income	281,304	304,400	200,641	315,648	362,525	221,015	260,939	290,639	120,583	140,465	332,626	222,455	3,053,240
Allowance for Funds Used	-	-	-	-	-	-	-	-	-	-	-	-	-
Dung Construction	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Non-Operating Income	(3,700)	(2,859)	(3,407)	(4,131)	(3,308)	(4,945)	(4,401)	3,840	(4,212)	9,398	(4,532)	(5,714)	(27,972)
Other Capital Credits/Patronage	810	0	8,172	0	441,241	68	552	73	0	186	48,491	25	499,618
Total Non-Operating Items	278,413	301,541	205,406	311,517	800,458	216,138	257,090	294,551	116,371	150,049	376,585	216,766	3,524,886
Net Patronage Capital & Margins (Deficit)	4,118,870	643,178	(1,555,680)	8,235,345	643,221	(7,104,388)	(1,009,613)	7,841,171	16,762,081	11,482,662	5,690,761	608,593	46,356,201

TIER
DSC

1.39
1.16

Budgeted Statement of Operations
2011



STATEMENT OF OPERATIONS	JAN-11 Budget	FEB-11 Budget	MAR-11 Budget	APR-11 Budget	MAY-11 Budget	JUNE-11 Budget	JULY-11 Budget	AUG-11 Budget	SEPT-11 Budget	OCT-11 Budget	NOV-11 Budget	DEC-11 Budget	Totals
Electric Energy Revenues													
Power Sales-Member Coops - Basic Rate	\$83,058,108	\$75,599,556	\$72,506,394	\$58,639,625	\$59,213,002	\$66,452,158	\$74,512,481	\$73,382,043	\$62,667,308	\$58,653,432	\$68,301,039	\$84,292,832	\$837,277,978
Power Sales-Member Coops - Fuel Clause	(10,341,275)	(9,046,132)	(8,318,770)	(8,235,128)	(8,922,263)	(9,617,076)	(9,781,632)	(9,724,473)	(8,720,925)	(7,870,018)	(9,864,685)	(10,774,304)	(111,216,681)
Power Sales-Member Coops - Environmental Surcharge	9,798,553	7,315,110	5,437,627	5,245,333	6,109,400	7,136,352	9,828,283	10,334,915	8,358,247	7,101,204	8,359,724	12,436,277	97,461,025
Power Sales-Member Coops - Steam	1,016,941	940,501	973,012	885,663	873,027	832,973	850,933	854,850	835,033	939,488	880,527	1,009,966	10,892,934
Power Sales - Off System	357,366	640,971	234,909	705,531	658,086	463,244	677,201	1,525,430	361,607	570,013	1,150,547	218,091	7,562,996
Wheeling Revenue	216,030	203,709	174,344	148,452	185,645	196,820	224,213	221,733	221,281	297,770	306,694	130,396	2,527,087
Other Operating Revenue - Income	178,663	178,663	178,663	178,663	178,663	178,663	178,663	178,663	178,663	178,663	178,663	178,663	2,143,969
Total Operating Revenue & Patronage Capital	\$84,284,386	\$75,832,378	\$71,186,179	\$57,568,159	\$58,295,560	\$65,643,134	\$76,490,142	\$76,773,161	\$63,901,214	\$59,870,552	\$69,312,509	\$87,491,934	\$846,649,308
Operation Expenses													
Production Costs Excludes Fuel	\$5,437,246	\$5,285,004	\$5,307,558	\$5,051,703	\$5,102,409	\$5,707,387	\$5,530,058	\$5,587,343	\$4,934,842	\$4,897,656	\$5,008,891	\$6,740,181	\$64,590,278
Fuel	36,117,280	31,498,931	30,519,669	25,748,779	25,100,037	27,668,103	32,128,676	32,642,778	26,164,219	26,159,339	28,918,403	33,995,404	356,661,618
Other Power Supply	5,757,878	3,654,867	4,032,212	2,815,495	2,397,344	2,582,000	2,838,358	2,329,854	2,381,353	2,245,107	4,358,958	38,206,417	4,358,958
Transmission	3,158,903	4,441,908	2,871,076	2,776,086	2,749,573	2,175,235	2,275,836	2,262,283	2,447,813	2,622,735	2,931,551	32,999,325	32,999,325
Distribution	104,831	107,709	104,655	110,750	148,109	136,654	120,600	119,995	111,115	111,612	111,478	100,948	1,389,466
Customer Accounts	0	0	0	0	0	0	0	0	0	0	0	0	0
Customer Service & Information	255,881	268,623	275,578	264,292	278,873	264,700	259,645	259,293	246,476	248,908	240,432	314,420	3,177,121
Sales	2,730	2,999	3,103	3,141	3,111	2,972	2,983	3,005	2,716	2,763	2,715	3,576	35,814
Administration and General	3,548,826	2,407,366	2,835,128	2,464,794	2,772,568	2,470,823	3,716,163	2,442,735	2,377,963	2,187,727	2,580,968	2,310,139	32,115,200
Total Operation Expenses	\$54,383,575	\$47,667,407	\$45,948,989	\$39,235,040	\$38,553,024	\$41,007,874	\$46,872,319	\$45,647,286	\$38,305,010	\$38,868,809	\$41,930,729	\$50,755,177	\$529,175,239
Maintenance Expenses													
Production	\$2,586,563	\$3,612,163	\$4,023,092	\$4,453,154	\$7,091,015	\$6,214,836	\$4,703,734	\$5,018,847	\$4,093,081	\$4,879,001	\$5,978,463	\$4,314,491	\$56,968,460
Transmission Expense	342,610	377,816	366,149	378,397	380,340	452,998	483,733	489,737	513,633	513,785	510,935	482,293	5,312,326
Distribution Expense	74,670	97,497	98,992	98,017	98,797	97,042	97,847	97,847	90,620	91,502	90,595	114,568	1,147,164
General Plant	124,375	309,168	107,587	179,089	88,284	216,273	90,261	88,910	216,591	85,854	85,429	98,211	1,690,032
Total Maintenance Expenses	\$3,128,238	\$4,396,644	\$4,615,820	\$5,108,667	\$7,658,416	\$6,981,149	\$5,374,745	\$5,695,341	\$4,913,825	\$5,570,152	\$6,665,422	\$5,009,563	\$65,117,982
Fixed Costs													
Depreciation/Amortization	\$6,441,460	\$6,458,913	\$6,480,565	\$6,492,454	\$6,496,754	\$6,599,848	\$6,608,349	\$6,612,155	\$6,616,320	\$6,627,534	\$6,645,339	\$6,686,097	\$78,765,788
Taxes	0	0	800	0	0	0	0	0	0	0	0	0	800
Interest on Long-Term Debt	11,234,400	10,836,847	10,951,027	11,603,027	11,640,692	11,602,621	11,993,608	11,992,638	11,954,290	12,730,966	12,686,688	12,720,073	141,946,877
Interest During Construction	0	0	0	0	0	0	0	0	0	0	0	0	0
Other Interest Expense	6,794	6,136	6,794	6,576	6,794	6,576	6,794	6,794	6,576	6,576	6,576	6,794	79,998
Other Deductions	196,842	220,206	219,870	220,041	208,843	220,526	221,335	219,909	220,050	219,645	216,345	240,111	2,623,723
Total Fixed Costs	\$17,879,496	\$17,522,102	\$17,659,056	\$18,322,098	\$18,353,083	\$18,429,571	\$18,830,086	\$18,831,496	\$18,797,236	\$19,584,939	\$19,554,948	\$19,653,075	\$223,417,186
Total Cost of Electric Service	\$75,391,309	\$69,586,153	\$68,223,865	\$62,665,805	\$64,564,523	\$66,418,594	\$71,077,150	\$70,174,123	\$62,016,071	\$64,023,900	\$68,151,099	\$75,417,815	\$817,710,407
Operating Margins	\$8,893,077	\$6,246,225	\$2,962,314	(\$5,097,646)	(\$6,268,963)	(\$775,460)	\$5,412,992	\$6,599,038	\$1,885,143	(\$4,153,348)	\$1,161,410	\$12,074,119	\$28,938,901
Non-Operating Items													
Interest Income	\$272,622	\$256,865	\$272,442	\$267,131	\$272,263	\$266,953	\$268,212	\$268,122	\$262,814	\$267,950	\$260,036	\$265,183	\$3,200,593
Allowance for Funds used for Construction	0	0	0	0	0	0	0	0	0	0	0	0	0
Other Non-Operating Income	(8,475)	(7,258)	(7,207)	(5,982)	(6,139)	(6,198)	(6,119)	(6,136)	(5,401)	(5,424)	(5,205)	(5,693)	(75,237)
Other Capital Credits/Patronage Dividends	4,166	4,166	4,166	4,166	4,166	4,166	4,166	104,166	4,166	4,166	4,166	4,174	150,000
Total Non-Operating Items	\$268,313	\$253,773	\$269,401	\$265,315	\$270,290	\$264,921	\$266,259	\$366,152	\$261,579	\$266,692	\$258,997	\$263,664	\$3,275,356
Net Patronage Capital & Margins(Deficits)	\$9,161,390	\$6,499,998	\$3,231,715	(\$4,832,331)	(\$5,998,673)	(\$510,539)	\$5,679,251	\$6,965,190	\$2,146,722	(\$3,886,656)	\$1,420,407	\$12,337,783	\$32,214,257