

RECEIVED

FEB 11 2013

PUBLIC SERVICE  
COMMISSION

February 8, 2013

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 2012
- Calculation of TIER and DSC for the 12-month period ended December 31, 2012

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**  
Budgeted Statement of Operations  
2012

	January	February	March	April	May	June	July	August	September	October	November	December	Totals
<b>STATEMENT OF OPERATIONS</b>													
<b>Electric Energy Revenues</b>													
Power Sales-Member Coops - Basic Rate	\$80,280,086	\$71,567,133	\$65,565,911	\$53,656,719	\$54,150,506	\$60,377,618	\$67,131,667	\$66,658,253	\$56,156,302	\$53,999,869	\$63,415,199	\$77,958,048	\$769,557,251
Power Sales-Member Coops - Fuel Clause	1,290,999	1,838,549	8,707,666	8,606,713	8,463,282	1,466,784	485,113	1,022,782	1,863,680	17,996	10,817,184	654,049	6,487,344
Power Sales-Member Coops - Environmental Surcharge	8,581,306	8,167,507	8,707,666	8,948,025	9,144,385	9,144,385	10,422,292	10,511,609	10,485,520	1,064,609	1,052,642	10,650,472	117,237,545
Power Sales-Member Coops - Steam	1,162,658	1,216,849	1,070,618	994,259	951,523	951,523	978,325	1,000,792	1,008,529	693,122	367,004	893,625	12,881,090
Power Sales - Off System	136,004	121,649	190,580	1,111,999	911,316	1,178,129	1,873,449	1,755,449	212,451	175,843	184,613	243,249	2,310,664
Wholesale Revenue - Income	205,103	136,004	195,299	160,614	159,283	207,316	210,945	210,945	169,734	189,734	189,734	189,727	2,276,059
Other Operating Revenue - Income	189,642	189,642	189,642	189,642	189,642	189,642	189,642	189,642	189,642	189,734	189,734	189,727	2,276,059
<b>Total Operating Revenue &amp; Patronage Capital</b>	<b>\$93,264,071</b>	<b>\$84,924,972</b>	<b>\$76,226,923</b>	<b>\$64,259,645</b>	<b>\$65,121,493</b>	<b>\$71,567,618</b>	<b>\$81,231,361</b>	<b>\$80,746,241</b>	<b>\$69,967,440</b>	<b>\$66,746,569</b>	<b>\$77,204,677</b>	<b>\$91,466,917</b>	<b>\$923,311,286</b>
<b>Operating Expenses</b>													
Production Costs Excludes Fuel	\$5,944,820	\$5,273,024	\$5,408,725	\$5,210,248	\$5,176,420	\$5,480,215	\$5,351,589	\$6,215,540	\$5,767,444	\$6,050,258	\$5,881,095	\$7,483,513	\$70,236,991
Fuel	38,328,390	34,645,680	32,644,652	27,184,256	27,176,420	31,009,726	36,317,805	36,081,663	28,005,209	27,624,623	31,443,008	35,242,463	389,881,591
Other Power Supply	7,352,621	6,624,080	3,651,299	3,644,568	3,644,828	3,090,094	2,960,570	2,836,953	4,602,892	3,597,996	4,302,967	3,644,889	52,269,446
Transmission	3,594,882	3,446,250	3,446,250	3,246,900	3,268,250	3,268,250	3,424,879	3,470,933	3,456,170	3,181,357	3,653,156	3,991,187	42,682,090
Distribution	114,975	114,975	128,626	111,288	151,140	144,430	128,328	127,912	127,644	126,328	122,166	111,903	1,513,633
Customer Accounts	464,859	389,461	580,989	411,810	382,678	388,152	371,844	374,086	367,143	371,214	377,976	386,221	4,886,012
Customer Service & Information	7,242	11,660	11,660	4,053	3,808	4,095	3,770	3,768	1,701,203	3,935	3,932	4,147	59,668
Sales	3,859,655	3,018,035	3,274,564	2,867,617	3,483,992	2,979,270	4,221,011	2,746,265	1,701,203	1,774,543	2,026,246	1,779,128	33,528,334
Administration and General	\$63,508,400	\$49,242,362	\$49,242,362	\$42,415,386	\$43,406,983	\$46,862,923	\$53,797,796	\$52,951,495	\$44,053,652	\$43,296,254	\$47,813,067	\$56,330,706	\$592,437,395
<b>Total Maintenance Expenses</b>	<b>\$2,575,376</b>	<b>\$3,951,605</b>	<b>\$4,522,589</b>	<b>\$7,284,142</b>	<b>\$6,453,484</b>	<b>\$6,372,479</b>	<b>\$4,149,139</b>	<b>\$4,065,261</b>	<b>\$5,909,997</b>	<b>\$7,697,136</b>	<b>\$6,311,238</b>	<b>\$4,973,704</b>	<b>\$63,266,360</b>
Production	377,977	418,476	428,726	418,476	448,481	492,516	491,151	506,151	485,151	502,113	491,801	520,278	5,169
Transmission Expense	72,220	90,983	91,189	91,189	91,988	92,663	90,613	90,738	90,738	97,488	90,703	114,233	1,105,118
Distribution Expense	192,400	146,500	122,436	111,936	125,436	127,436	126,955	126,705	127,805	128,418	126,703	114,233	1,605,401
General Plant	\$4,605,100	\$5,167,484	\$5,167,484	\$7,906,357	\$7,117,409	\$6,729,294	\$4,922,658	\$4,773,730	\$6,593,691	\$8,423,155	\$6,984,357	\$5,735,904	\$71,581,912
<b>Total Fixed Costs</b>	<b>\$16,895,914</b>	<b>\$16,895,914</b>	<b>\$17,022,609</b>	<b>\$17,148,201</b>	<b>\$17,174,628</b>	<b>\$17,344,864</b>	<b>\$18,525,560</b>	<b>\$18,525,019</b>	<b>\$18,647,930</b>	<b>\$18,672,939</b>	<b>\$18,677,687</b>	<b>\$18,985,376</b>	<b>\$214,519,910</b>
<b>Total Cost of Electric Service</b>	<b>\$79,773,928</b>	<b>\$75,014,063</b>	<b>\$71,432,675</b>	<b>\$67,469,944</b>	<b>\$67,701,020</b>	<b>\$70,337,081</b>	<b>\$77,246,234</b>	<b>\$75,350,244</b>	<b>\$69,294,673</b>	<b>\$70,392,248</b>	<b>\$73,475,111</b>	<b>\$81,051,986</b>	<b>\$878,539,207</b>
<b>Operating Margins</b>	<b>\$13,490,143</b>	<b>\$9,910,909</b>	<b>\$5,293,248</b>	<b>(\$3,219,299)</b>	<b>(\$2,579,527)</b>	<b>\$1,244,748</b>	<b>\$4,045,757</b>	<b>\$5,395,997</b>	<b>\$692,767</b>	<b>(\$3,645,679)</b>	<b>\$3,729,566</b>	<b>\$10,413,831</b>	<b>\$44,772,061</b>
<b>Non-Operating Items</b>													
Interest Income	\$96,999	\$95,694	\$98,637	\$97,681	\$98,674	\$97,518	\$89,136	\$89,054	\$87,897	\$80,866	\$79,710	\$80,711	\$1,094,777
Allowance for Funds used for Construction	0	0	0	0	0	0	0	0	0	0	0	0	0
Other Non-Operating Income	(6,303)	(7,441)	(6,469)	(9,063)	(6,948)	(6,423)	(6,321)	(6,805)	(6,521)	(6,306)	(6,813)	(6,304)	(81,715)
Other Capital Credits/Patronage Dividends	8,250	6,250	6,250	6,250	6,250	6,250	6,250	105,250	6,250	6,250	6,250	6,250	175,000
<b>Total Non-Operating Items</b>	<b>\$98,946</b>	<b>\$94,495</b>	<b>\$98,418</b>	<b>\$94,868</b>	<b>\$97,975</b>	<b>\$97,345</b>	<b>\$89,065</b>	<b>\$89,499</b>	<b>\$87,626</b>	<b>\$80,811</b>	<b>\$79,147</b>	<b>\$80,657</b>	<b>\$1,188,062</b>
<b>Net Patronage Capital &amp; Margins/(Deficits)</b>	<b>\$13,589,089</b>	<b>\$10,005,004</b>	<b>\$5,391,876</b>	<b>(\$3,124,431)</b>	<b>(\$2,481,552)</b>	<b>\$1,342,093</b>	<b>\$4,134,622</b>	<b>\$5,584,498</b>	<b>\$780,383</b>	<b>(\$3,564,868)</b>	<b>\$3,808,713</b>	<b>\$10,494,468</b>	<b>\$46,980,123</b>