

RECEIVED

SEP 30 2016

PUBLIC SERVICE
COMMISSION

September 30, 2016

HAND DELIVERED

Dr. Talina R. Mathews
Executive Director
Public Service Commission
211 Sower Boulevard
Frankfort, Kentucky 40602

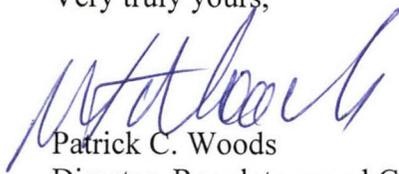
Re: Case No. 2010-00449 Post-Case Correspondence, 19th Smith Unit 1 Asset
Cost Mitigation Status Report

Dear Dr. Mathews:

Please find enclosed for filing with the Commission in the post-case correspondence file of the above-referenced case, an original and ten copies of the 19th Smith Unit 1 Asset Cost Mitigation Status Report of East Kentucky Power Cooperative, Inc. ("EKPC"). This Report is being filed pursuant to the Commission's Order of February 28, 2011.

Should you require further clarification of any part of the report, please do not hesitate to contact me.

Very truly yours,



Patrick C. Woods
Director, Regulatory and Compliance Services

Enclosures

East Kentucky Power Cooperative, Inc.

Smith Unit 1 Asset Cost Mitigation Status Report

September 30, 2016 (Nineteenth Mitigation Report)

In accordance with the Commission's Order dated February 28, 2011 in Case No. 2010-00449, and consistent with the July 1, 2015 correspondence from the Commission's Executive Director, East Kentucky Power Cooperative Inc. ("EKPC") tenders the following information to describe its mitigation efforts to reduce the balance of the regulatory asset through the sale of the Smith Unit 1 physical assets, as further authorized by a Commission Order on March 5, 2013 in Case No. 2013-00005.

- As of August 31, 2016, the regulatory asset balance relating to Smith Unit 1 was \$148,756,307.77. The \$5,041.22 increase in the balance from the last mitigation report submitted on March 31, 2016 is due to expenses (labor, benefits and material) associated with the inspection and cribbing of the assets located at the Smith Site.
- As of August 30, 2016, three-hundred and sixty-seven (367) inquiries regarding the Smith assets have been received. Eighty-eight (88) of the inquirers have executed confidentiality agreements with EKPC, enabling EKPC to share technical information regarding the assets. Twenty-seven (27) prospects have conducted site visits.