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March 30, 2018

***VIA HAND DELIVERY***

Ms. Gwen Pinson  
Executive Director  
Kentucky Public Service Commission  
P.O. Box 615  
211 Sower Boulevard  
Frankfort, KY 40602

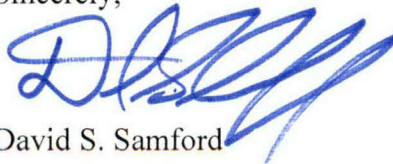
RE: *In the Matter of the Application of East Kentucky Power Cooperative, Inc. For an Order Approving The Establishment Of Regulatory Assets For The Depreciation and Accretion Expenses Associated With Asset Retirement Expenses; Case No. 2014-00432, Post-Case Correspondence*

Dear Ms. Pinson:

Enclosed, please find for filing with the Commission the information required to be filed by East Kentucky Power Cooperative, Inc. regarding the summary of annual asset retirement obligation activity pursuant to ordering paragraph 4 of the Commission's March 6, 2015, Order in Case No. 2014-00432. Please file this in the post-case correspondence file and return a file-stamped copy to my office

Please let me know if you have any questions.

Sincerely,



David S. Samford

Enc.

**EAST KENTUCKY POWER COOPERATIVE, INC.**  
**SUMMARY OF ASSET RETIREMENT OBLIGATION ACTIVITY**  
**IN ACCORDANCE WITH PSC CASE NO. 2014-00432**

	<u>Asbestos</u>			<u>Ash</u>				<u>Grand Totals</u>	
	<u>Dale</u>	<u>Cooper</u>	<u>Total Asbestos</u>	<u>Dale Pond</u>	<u>Cooper Landfill</u>	<u>Spurlock Pond</u>	<u>Spurlock Landfill</u>	<u>Total Ash</u>	<u>All AROs Granted Regulatory Asset Treatment</u>
Balance- December 31, 2016	7,224,813	293,392	7,518,205	8,095,979	3,828,338	36,228,269	6,610,278	54,762,864	62,281,069
Liabilities Incurred	-	-	-	-	-	-	-	-	-
Liabilities Settled	-	-	-	(9,497,525) <sup>1</sup>	-	-	(96,338) <sup>2</sup>	(9,593,863)	(9,593,863)
Cash Flow Revisions	-	-	-	-	157,246 <sup>3</sup>	(2,107,681) <sup>3</sup>	2,561,087 <sup>4</sup>	610,652	610,652
Accretion	165,701	10,269	175,970	102,318	115,449	1,065,677	303,363	1,586,807	1,762,777
Balance- December 31, 2017	<u>7,390,514</u>	<u>303,661</u>	<u>7,694,175</u>	<u>(1,299,228) <sup>5</sup></u>	<u>4,101,033</u>	<u>35,186,265</u>	<u>9,378,390</u>	<u>47,366,460</u>	<u>55,060,635</u>

<sup>1</sup> Represents costs incurred on ash hauling and reclamation project

<sup>2</sup> Represents costs incurred on capping activities

<sup>3</sup> Represents updated closure estimate to comply with coal combustion residuals (CCR) rule

<sup>4</sup> Represents updated CCR compliant closure and 30 year postclosure cost estimates due to expansion of landfill

<sup>5</sup> Represents project-to-date settlement costs in excess of ARO liability. When the project is finalized, the balance will be cleared to the associated regulatory asset