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March 31, 2021

VIA E-MAIL TRANSMISSION

Ms. Linda C. Bridwell, P.E.
Executive Director
Kentucky Public Service Commission
P.O. Box 615
211 Sower Boulevard
Frankfort, KY 40602

RE: Annual ARO Reports; Case No. 2014-00432 and Case No. 2018-00027

Dear Ms. Bridwell:

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 - *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*, and ordering paragraph 5 of the Commission's March 8, 2018, Order in Case No. 2018-00027 - *The Application of East Kentucky Power Cooperative, Inc. for an Order Approving the Establishment of a Regulatory Asset for the Depreciation and Accretion Expenses Associated with the Smith Station Landfill Asset Retirement Obligations*.

Paper copies of this information will be hand-delivered to the Commission within thirty (30) days of the lifting of the present State of Emergency relating to the COVID-19 pandemic.

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 NOS. 2014-00432 AND 2018-00027

	Asbestos		Ash				Grand Totals	
	<u>Cooper</u>	<u>Total Asbestos</u>	<u>Cooper Landfill</u>	<u>Spurlock Pond</u>	<u>Spurlock Landfill</u>	<u>Smith Landfill</u>	<u>Total Ash</u>	<u>All AROs</u>
Balance- December 31, 2019	2,833,555	2,833,555	3,431,805	36,865,702	11,822,188	1,365,967	53,485,662	56,319,217
Liabilities Incurred	-	-	-	-	-	-	-	-
Liabilities Settled	-	-	-	(169,990) ¹	-	-	(169,990)	(169,990)
Cash Flow Revisions	-	-	-	(8,950,437) ²	-	-	(8,950,437)	(8,950,437)
Accretion	<u>110,211</u>	<u>110,211</u>	<u>133,630</u>	<u>899,929</u>	<u>445,529</u>	<u>62,971</u>	<u>1,542,059</u>	<u>1,652,270</u>
Balance- December 31, 2020	<u>2,943,766</u>	<u>2,943,766</u>	<u>3,565,435</u>	<u>28,645,204</u>	<u>12,267,717</u>	<u>1,428,938</u>	<u>45,907,294</u>	<u>48,851,060</u>

¹ Represents costs incurred for Spurlock ash pond closure activities.

² Represents update to Spurlock ash pond closure cost projection based on actual bid values.