

DEAR MEMBER,

Once again, Craighead Electric Cooperative Corporation continued its commitment to member service in a financially responsible manner. Our operating margins of \$5,911,320 were adequate to meet the requirements of mortgage agreements. Member equity in the system was 39.59 percent at the end of the year.

Thomas Speight & Noble audited our financial records. You are welcome to examine that report.

System statistics of interest include: average meters served, 31,932, a net increase of 369 meters; more than 4,966,932 miles of power lines; 593,163,853 kilowatt-hours used by members, up 29,373,975 kilowatt-hours from the previous year; a system peak demand of 184,835 kilowatts, recorded in the month of March; and a net plant valuation of \$240,105,219 at year's end.

Additional financial data and operations information is available in this annual report. If you have any questions concerning your electric cooperative, we are happy to answer them.



Terry Rorex, Chairman



Len B. Nall, Secretary-Treasurer



Jeremiah Sloan, CEO

OFFICIAL NOTICE: ANNUAL MEETING

Notice is hereby given that the Annual Membership Meeting of Craighead Electric Cooperative Corporation will be held on Friday, August 26, 2022, at the headquarters in Jonesboro, Arkansas, beginning at 1:00 p.m. for the following purposes:

1. To pass on reports for the previous fiscal year;
2. To elect two directors for the cooperative, to serve a term of six years each; and,
3. To transact such other business as may properly come before the meeting.



Len B. Nall, Secretary-Treasurer

Dated at Jonesboro, Arkansas, this 27th day of July 2022.



PROGRAM

Registration: 12:30 - 1:00 p.m.
Business Session: 1:00 p.m.

This will be a business session only.
No attendance prizes will be awarded and there will be no entertainment.



**ONE MISSION. ONE PURPOSE.
ONE COOPERATIVE AT A TIME.**

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THE POWER OF OUR PEOPLE

Craighead Electric Cooperative is much more than just the “local electric company.” The board of directors and employees of Craighead Electric Cooperative are guided by seven cooperative principles: voluntary and open membership; democratic member control; members’ economic participation; autonomy and independence; education, training and information; cooperation among cooperatives; and concern for community. These principles guide Craighead Electric Cooperative and the state’s other electric cooperatives. As a not-for-profit business, Craighead Electric Cooperative is motivated to serve local members, not out-of-state stockholders.

THE POWER TO SERVE YOUR HOME

Craighead Electric Cooperative is committed to promoting the efficient use of electricity to meet the growing energy requirements of members. Educating members about the efficient use of energy resources helps members manage energy costs and helps protect natural resources. Our goal is to help members save money without sacrificing comfort or convenience.

THE POWER TO SERVE AS YOUR VOICE

Our business model has guided Craighead Electric Cooperative through many years of growth and change. And, since the formation of your local electric cooperative, we have worked as advocates for our members. Craighead Electric Cooperative knows this is more important than ever as we work together to provide you with reliable, affordable electricity in a responsible manner.

THE POWER TO SERVE YOUR COMMUNITY

More than 85 years ago, the Arkansas’ electric cooperatives took on a great challenge to not just be in the business of electricity, but to serve the greater purpose of making lives and communities better. Craighead Electric Cooperative sponsors community fundraising and assists with economic development and service events, while employees devote hundreds of volunteer hours to projects.



THE POWER TO SERVE YOUR FARM AND BUSINESS

Craighead Electric Cooperative works with new and existing businesses to support economic opportunities and improve the quality of life throughout its service area. Craighead Electric Cooperative’s directors and employees serve as advocates for the farms and businesses with their local, state and federal officials.

THE POWER TO SERVE YOUTH PROGRAMS

Craighead Electric Cooperative helps prepare today’s youth for leadership by partnering with 4-H and FFA, and sponsoring the Washington, D.C. Youth Tour and STEM-oriented educational programs.

THE POWER TO SERVE ARKANSAS

Collectively, Arkansas’ local electric cooperatives represent the largest private business in Arkansas and serve more than 1.2 million members. This success is powered by board members and employees who understand and implement the member-owned business model which allows them to focus on serving the needs of their members. This mission and structure are the essence and lifeblood of the electric cooperative business model and community. Employees of Craighead Electric Cooperative are your friends and neighbors, and your local energy partners.



OFFICERS & DIRECTORS



Terry Rorex
Chairman



Keith Mosbey
Vice Chairman



Len B. Nail
Secretary-Treasurer



Bill Elliott
Director



Dwight England
Director



Steve Kueter
Director



Bobby Wade
Director



Jeremiah Sloan
CEO

OPERATING STATEMENT* As of December 31	2021	2020
Operating Revenues	\$71,410,807	\$59,397,057
Power Cost	42,045,432	30,509,936
Operation and Maintenance	15,177,988	15,368,092
Depreciation	9,679,249	8,317,821
Interest	3,887,694	4,060,901
Total Operating Expense	\$70,790,363	\$58,256,750
Margins from Operations	\$620,444	\$1,140,307
Non-Operating Margins	4,144,371	3,013,709
Other Margins and Capital Credits	1,146,505	1,087,971
Net Margins	\$5,911,321	\$5,241,987

BALANCE SHEET* As of December 31	2021	2020
ASSETS		
Electric Plant	\$309,632,560	\$292,452,947
Less Accumulated Depr.	(69,527,341)	(64,091,089)
Net Utility Plant	240,105,219	228,361,858
Other Assets	45,277,446	36,510,304
Current Assets	26,627,045	27,799,706
Total Assets	\$312,009,711	\$292,671,868
MEMBERS' EQUITY		
Long-Term Debt	164,473,096	150,090,577
Current Liabilities	11,152,733	11,725,650
Other Liabilities	12,372,362	12,740,621
Total Liabilities and Members' Equity	\$312,009,711	\$292,671,868

THE REVENUE DOLLAR As of December 31	2021	2020
HOW IT WAS EARNED		
Farm / residential	\$44,972,452	\$37,730,391
Commercial / industrial	19,120,912	16,620,747
Irrigation pumps	4,360,905	3,973,590
Street / highway lighting	149,108	133,151
Other electric revenue	2,807,430	939,179
Total	\$71,410,807	\$59,397,058

SYSTEM STATISTICS As of December 31	2021	2020
Average number of meters billed per month	31,932	31,562
Average number of meters per mile of line	6.4	6.5
Average miles of power line in operation	4,997	4,885
Total kWh bought by cooperative members	532,317,820	563,789,878
Average monthly kWh usage by all members	1,389	1,489
Average monthly farm / home kWh usage	\$1,367	\$1,280
Average monthly revenue per member billed	186.36	156.83
Average revenue per kWh sold to members	13.42¢	10.54¢
Average residential revenue per kWh usage-added 2018	11.24¢	10.21¢
Average revenue per farm / home kWh sold	11.60¢	10.57¢
Average power cost adjustment per kWh sold	16.6 mills	7.10 mills
Total kWh bought by cooperative	593,159,206	594,356,874
Total cost of power bought by cooperative	\$42,045,432	\$30,510,761
Average cost per kWh bought by cooperative/mills	70.88	51.33
Power (kWh) required for system operation	60,841,386	30,566,996
System peak demand (kW)	184,835	151,890
Month of system peak demand	March	August
Counties served and property taxes paid:		
Craighead County	\$674,239	\$547,512
Crittenden County	79,788	67,447
Greene County	423,483	369,399
Independence County	6,826	5,776
Lawrence County	327,615	281,049
Poinsett County	225,825	192,870
Randolph County	8,872	7,481
Sharp County	2,450	1,904
Total property taxes paid	\$1,749,098	\$1,473,438