

DEAR MEMBER,

Once again, Craighead Electric Cooperative Corporation continued its commitment to member service in a financially responsible manner. Our operating margins of \$3,254,091 were adequate to meet the requirements of mortgage agreements. Member equity in the system was 38.84% percent at the end of the year. Members were refunded \$2,399,050 in cash to redeem patronage capital credits. The 2005/2006/2020 redemption brings the total capital credits refunded to members to \$27,149,122.


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

System statistics of interest include: average meters served, 31,203, a net increase of 113 meters; more than 4,986 miles of power lines; 569,111,930 kilowatt-hours used by members, down 24,051,923 kilowatt-hours from the previous year; a system peak demand of 187,607 kilowatts, recorded in the month of December; and a net plant valuation of \$245,739,275 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 Rofex, 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 Thursday, August 24, 2023, 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 transact such other business as may properly come before the meeting.



Len B. Nall, Secretary-Treasurer

Dated at Jonesboro, Arkansas, this 25th day of July, 2023.



**Craighead Electric
Cooperative Corporation**

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.**



THE POWER OF OUR PEOPLE

Craighead Electric Cooperative Corporation 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 75 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

AECC 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 is 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. Nall
Secretary-Treasurer



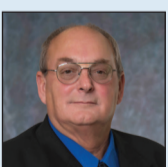
Bill Elliott
Director



Dwight England
Director



Steve Kueter
Director



Bobby Wade
Director



Jeremiah Sloan
CEO

OPERATING STATEMENT* As of December 31	2022	2021
Operating Revenues	\$77,283,012	\$71,410,807
Power Cost	45,606,636	42,045,432
Operations and Maintenance	17,256,218	15,177,988
Depreciation	10,180,881	9,679,249
Interest and Other Deductions	3,976,176	3,887,694
Total Expenses	\$77,019,910	\$70,790,363
Margins from Operations	\$263,101	\$620,444
Non-operating Margins	2,083,666	4,144,371
Other Margins and Capital Credits	907,324	1,146,505
Net Margins	\$3,254,092	\$5,911,321

BALANCE SHEET* As of December 31	2022	2021
ASSETS		
Electric Plant	\$321,003,772	\$309,632,560
Less Accumulated Depreciation	(75,264,496)	(69,527,341)
Net Utility Plant	245,739,275	240,105,219
Current Assets	30,720,866	26,627,045
Other Assets	50,932,334	45,277,446
Total Assets	\$327,392,476	\$312,009,711
Members' Equity	\$129,464,325	\$124,011,520
Long-Term Debt	179,803,299	164,473,096
Current Liabilities	7,936,746	11,152,733
Other Liabilities	10,188,106	12,372,362
Total Liabilities and Members' Equity	\$327,392,476	\$312,009,711

THE REVENUE DOLLAR As of December 31	2022	2021
HOW IT WAS EARNED		
Farm / residential	\$48,537,762	\$44,972,452
Commercial / industrial	19,606,974	19,120,912
Irrigation pumps	4,573,936	4,360,905
Street / highway lighting	154,601	149,108
Other electric revenue	4,409,738	2,807,430
Total	\$77,283,011	\$71,410,807

SYSTEM STATISTICS As of December 31	2022	2021
Average number of meters billed per month	31,203	31,932
Average number of meters per mile of line	6.3	6.4
Average miles of power line in operation	4,986	4,970
Total kWh bought by cooperative members	569,111,930	532,317,820
Average monthly kWh usage by all members	1,520	1,389
Average monthly farm / home kWh usage	\$1,376	\$1,367
Average monthly revenue per member billed	206.40	186.36
Average revenue per kWh sold to members	13.58¢	13.42¢
Average residential revenue per kWh usage-added 2018	12.36¢	11.24¢
Average revenue per farm / home kWh sold	12.77¢	11.60¢
Average power cost adjustment per kWh sold	19.4 mills	16.6 mills
Total kWh bought by cooperative	621,237,533	625,442,258
Total cost of power bought by cooperative	\$45,606,636	\$42,045,432
Average cost per kWh bought by cooperative/mills	73.41	67.23
Power (kWh) required for system operation	52,125,603	93,124,438
System peak demand (kW)	187,607	184,835
Month of system peak demand	December	March
Counties served and property taxes paid:		
Craighead County	\$810,390	\$674,239
Crittenden County	97,261	79,788
Greene County	501,621	423,483
Independence County	8,304	6,826
Lawrence County	391,810	327,615
Poinsett County	273,276	225,825
Randolph County	10,903	8,872
Sharp County	3,047	2,450
Total property taxes paid	\$2,096,611	\$1,749,098