

# ANNUAL REPORT

2015



2016-----  
Annual Meeting  
Monday, September 12th.  
Registration Cards on page 6

**CKenergy**  
Electric Cooperative, Inc.



## JOIN FELLOW CO-OP MEMBERS AT THE 2016 ANNUAL MEETING

It's that time of year again; CKenergy is gearing up for the 2016 Annual Meeting, which will be held Monday, September 12th, at 5:00 p.m., at the Pioneer Cellular Event Center, 900 N 7th St, Weatherford, Oklahoma.

The Annual Meeting is a special time for co-op members to gather, share experiences, and hear from co-op leadership.

CKenergy employees work hard to host this fun event, and we encourage you to attend and exercise some of the many rights you have as a member of an electric cooperative. We know the food, games, and prizes are the best parts of the meeting, but there is so much more to the event.

Did you know the Annual Meeting is an occasion to discuss and learn more about the issues affecting our community? A topic that comes to mind is the two major ice storms that we had over the holidays.

This is an opportunity to learn more about the topics that impact you and talk about what we as a community can do to address our most pressing challenges and take advantage of available opportunities.

Your electric cooperative is not owned by far-away investors, and it is not run by an appointed board of directors. Your electric cooperative is run by a democratically elected board that is given the privilege to serve because of your vote.

So, at this year's Annual Meeting, not only will you have a blast (and maybe win a prize!), but you will also learn about the changes we've made over the past year and learn what is to come in the future at CKEC.

From all of your friends at CKenergy, we hope to see you September 12th at the Annual Meeting!

### Official Notice

This is the official notice of the Annual Meeting of the members of CKenergy Electric Cooperative, Inc. Pursuant to the By-Laws you are hereby notified that the 2016 Annual Meeting of the members of CKenergy Electric Cooperative will be held Monday, September 12th, at the Pioneer Cellular Event Center, 900 N 7th st., Weatherford, Ok, at 7:00 p.m.

The purpose of this meeting is to present:

1. The operating statement and financial report.
2. The reports of the president and CEO.
3. Other business as may properly come before the meeting.

Signed,



Fred Reuter  
Secretary

CKenergy Electric Cooperative

**Registration & meal begins at 5:00 p.m.**

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# BOARD OF DIRECTORS

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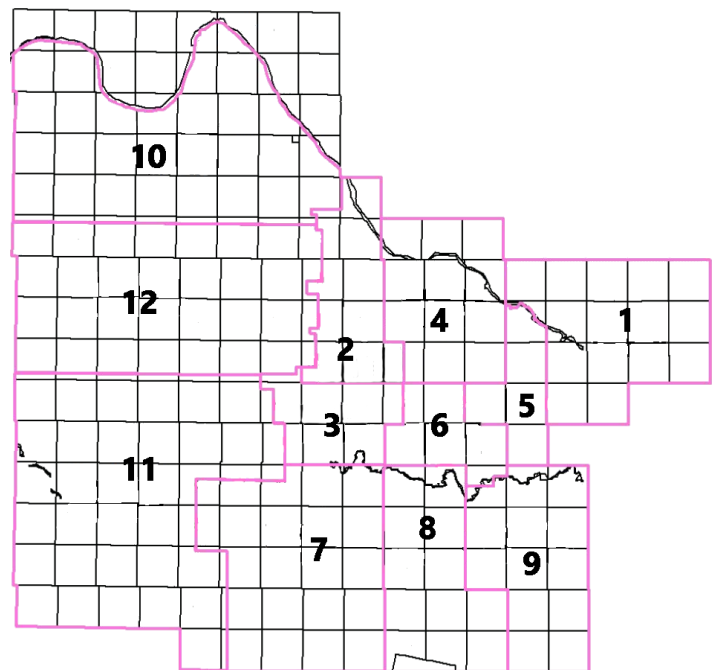
Pictured- Back Row L-R: Jevon West, Jack McLemore, Gary Brewster, Greg Little, Walter Hrbacek, Herman Myers, John Schaufele, Don Payne, Robert Travis, Marvin Hankins, Rex Eagan, & Mark Slemp. Front Row L-R: Clint Pack- CEO, Fred Reuter-Secretary, Jack Sawatzky- Vice President, & Glenn Propps- President.

## Board Districts

- Dist. 1- Fred Reuter
- Dist. 2- Jack McLemore
- Dist. 3- Greg Little
- Dist. 4- Glenn Propps
- Dist. 5- Mark Slemp
- Dist. 6- Gary Brewster
- Dist. 7- Don Payne
- Dist. 8- Walter Hrbacek
- Dist. 9- Herman Myers
- Dist. 10- Robert Travis
- Dist. 11- John Schaufele
- Dist. 12- Jack Sawatzky

## Cooperative Facts

- Miles of Line- 7,721.29
- Voting Members- 14,828
- Active Meters-25,218
- Full-Time Employees- 104
- Counties Served- Blaine, Caddo, Canadian, Comanche, Custer, Dewey, Grady, Kiowa, Roger Mills, & Washita



**CKenergy is not owned by far-away investors, and it is not run by an appointed board of directors. We are run by a democratically elected board of directors - a board who is given the privilege to serve because of your vote.**

# Financial Statements

## 2015

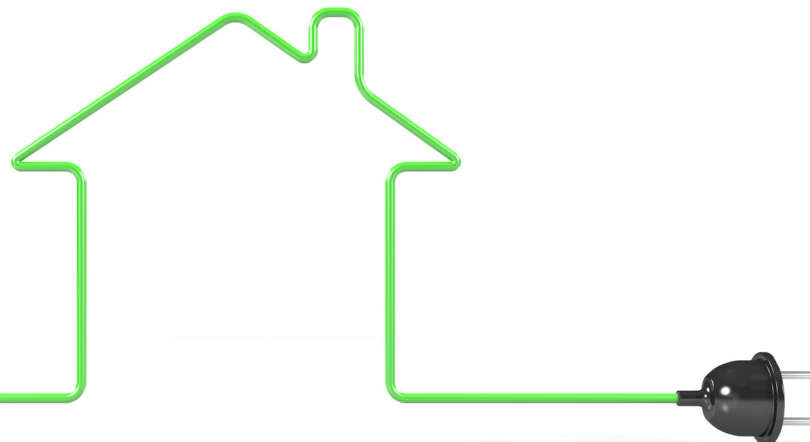


### Balance Sheet

	2015 Caddo	2015 Kiwash	2015 Combined
<b>What we have:</b>			
Lines, Buildings, Equipment	\$119,885,886	\$38,990,212	\$158,876,098
Less: Reserve for Depreciation	-\$29,990,985	-\$10,791,047	-\$40,782,032
Net Value of Property	\$89,894,901	\$28,199,165	\$118,094,066
Cash on Hand & Temp. Investments	\$17,926,179	\$5,643,300	\$23,569,479
Investments & Capital Credits			
Due from Associated Organizations	\$18,390,384	\$7,503,090	\$25,893,474
Owed to us for Electrical Service & Loans	\$3,355,656	\$2,028,546	\$5,384,202
Material & Supplies in Stock	\$1,495,319	\$186,795	\$1,682,114
Deferred Debits, Other Assets & Prepayments	\$13,464,738	\$859,967	\$14,324,705
<b>TOTAL ASSETS</b>	<b>\$144,527,177</b>	<b>\$44,420,863</b>	<b>\$188,948,040</b>
<b>What We Owe:</b>			
Other Long Term Debt to Rural Utility Service (RUS)	\$23,192,755	\$2,398,123	\$25,590,878
Economic Development Loan to RUS	\$358,553	\$410,167	\$768,720
Notes Payable	\$52,968,850	\$20,697,277	\$73,666,127
Consumer Meter Deposits	\$20,000,000	\$4,312,623	\$24,312,623
Accounts Payable	\$723,532	\$45,700	\$769,232
Operating Provisions (FASB 106)	\$350,067	\$1,760,704	\$2,110,771
Other Deferred Credits & Liabilities	\$3,258,875	\$0	\$3,258,875
<b>TOTAL OWED</b>	<b>\$5,386,750</b>	<b>\$860,733</b>	<b>\$6,247,483</b>
	<b>\$106,239,382</b>	<b>\$30,485,327</b>	<b>\$136,724,709</b>
<b>Our Net Worth:</b>			
Membership Fees	\$56,555	\$17,570	\$74,125
Patronage Capital & Other Equity	\$38,231,240	\$13,917,966	\$52,149,206
Total Equity	\$38,287,795	\$13,935,536	\$52,223,331
Total Liabilities & Net Worth	\$144,527,177	\$44,420,863	\$188,948,040
<b>Our Loans from RUS &amp; CFC:</b>			
Total Notes Executed CFC	\$1,657,830	\$2,176,969	\$3,834,799
Total Notes Executed RUS	\$52,968,850	\$20,185,821	\$73,154,671
Total Notes Executed CoBank	\$21,534,925	\$221,154	\$21,756,079
Balance Owed as of Dec. 31	\$76,161,605	\$22,583,944	\$98,745,549
<b>Long Term Interest Paid:</b>			
RUS (427.10)	\$1,456,156	\$705,818	\$2,161,974
CFC (427.20)	\$110,745	\$80,929	\$191,674
COBANK (427.15)	\$948,593	\$10,981	\$959,574

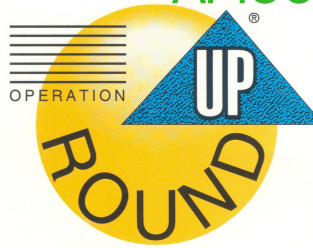
### Statement of Income & Expenses

	2015 Caddo	2015 Kiwash	2015 Combined
<b>Revenue Received:</b>			
Farms & Rural Homes	\$23,198,529	\$7,579,319	\$30,777,848
Town & Seasonal Residential	\$903,922	\$0	\$903,922
Large Power & Commercial	\$18,730,353	\$12,259,388	\$30,989,741
Public St. Light & Hwy. Light	\$60,783	\$0	\$60,783
Irrigation Accts.	\$2,843,259	\$432,258	\$3,275,517
Penalties & other Operating Revenue	\$704,255	\$156,609	\$860,864
<b>TOTAL OPERATING REVENUE</b>	<b>\$46,441,101</b>	<b>\$20,427,574</b>	<b>\$66,868,675</b>
<b>Cost of Electric Service:</b>			
Purchased Power	\$25,366,047	\$14,217,711	\$39,583,758
Line Operations & Maintenance	\$8,029,753	\$1,576,511	\$9,606,264
Consumer Accounting & Collecting	\$1,626,732	\$522,373	\$2,149,105
Power Sales Expense	\$508,323	\$43,764	\$552,087
Administrative & General Expense	\$2,156,827	\$1,073,417	\$3,230,244
Depreciation	\$3,137,434	\$1,109,180	\$4,246,614
Taxes	\$842,624	\$404,217	\$1,246,841
Interest on Long Term Debt	\$2,515,493	\$797,729	\$3,313,222
Other Deductions & Short Term Interest	\$78,795	\$73,795	\$152,590
<b>TOTAL COST OF ELECTRIC SERVICE</b>	<b>\$44,262,028</b>	<b>\$19,818,697</b>	<b>\$64,080,725</b>
Patronage Capital & Operating Margins	\$2,179,073	\$608,877	\$2,787,950
Plus Non-Operating Margins			
Including Earned Interest	\$118,088	-\$1,827	\$116,261
Generation & Transmission	\$1,609,084	\$898,460	\$2,507,544
Equity Investments	\$0	\$0	\$0
Capital Credits	\$0	\$0	\$0
Other Capital Credits	\$308,785	\$45,677	\$354,462
Extraordinary Items	\$0	\$0	\$0
<b>TOTAL PATRONAGE CAPITAL &amp; MARGINS</b>	<b>\$4,215,030</b>	<b>\$1,551,187</b>	<b>\$5,766,217</b>



# GIVING BACK

## AMOUNT OF GRANTS GIVEN IN 2016



Our foundation approved a total of **\$43,288.96** for grants since the beginning of this year. Those funds will be used to improve the lively hood of individuals, fund school programs, help local law enforcement better protect citizens, and so much more!

There are many benefits to being a member of an electric cooperative, including the significant positive impact it can have on your community. Electric cooperatives are known for their dedication to the betterment of the communities in which they are located.

A couple of ways that we are proud to give back to our communities are through gross receipts tax to local school districts and Operation Round Up.

On a percentage basis, electric cooperatives contribute more tax dollars to local school districts than do other utilities. In Oklahoma, a 2 percent gross receipts tax on revenue is paid by both the wholesale and retail level.

Investor-owned utilities pay ad valorem taxes instead of a gross receipts tax. Only a percent of this tax goes to school districts with which they own property. Municipal utilities contribute no tax money to public schools in Oklahoma.

As a member of CKenergy Electric Cooperative, you have the opportunity to participate in the Operation Roundup program.

The program works by allowing co-op members to round up their monthly electric bills to the nearest dollar amount. The spare change is transferred to CKenergy's Operation Round Up fund and dispersed to local charitable causes.



## TAXES COLLECTED FOR 2015

### Former Caddo Electric

School	Miles of Line	Taxes
Hydro-Eakly	380.94	67,852.86
Anadarko	284.49	50,673.23
Boone-Apache	231.59	41,250.70
Binger-Oney	452.71	80,636.50
Carnegie	365.58	65,116.94
Cement	127.74	22,752.99
Cyril	152.85	27,225.57
Ft. Cobb-Broxton	274.68	48,925.88
Gracemont	217.45	38,732.09
Hinton	454.45	80,946.42
Lookeba-Sickles	243.36	43,347.17
Minco	102.36	18,232.32
Verden	89.31	15,907.86
El Reno	60.99	10,863.51
Maple	84.19	14,995.88
Mustang	271.63	48,382.61
Union City	154.17	27,460.69
Geary	16.42	2,924.72
Banner	26.07	4,643.58
Calumet	0.89	58.53
Yukon	0.93	165.55
Cache	16.05	2,858.82
Elgin	46.92	8,357.37
Fletcher	99.40	17,705.08
Indiahoma	1.76	313.49
Snyder	104.28	18,574.31
Sterling	23.73	4,226.78
Thomas	9.44	1,681.45
Weatherford	57.91	10,314.90
Mt. View-Gotebo	244.86	43,614.35
Hobart	9.80	1,745.57
Cordell	118.83	21,165.94
Riverside	0.06	10.69
Lawton	0.20	35.62

### Former Kiwash Electric

School	Miles of Line	Taxes
Thomas-Fay-Custer	462.21	61,463.90
Leedey	149.77	19,916.16
Arapaho	374.50	49,800.37
Canute	82.74	11,002.62
Weatherford	187.18	24,890.88
Clinton	198.76	26,430.77
Hammon	89.08	11,845.71
Taloga-Oakwood	136.91	18,206.06
Hobart	134.32	17,861.65
Sentinel	214.89	28,575.71
Lone Wolf	161.95	21,535.84
Snyder	69.82	9,284.55
Mt. View- Gotebo	141.43	18,807.12
Burns Flat-Dill City	207.23	27,557.09
Cordell	388.32	51,638.13
Butler	0.00	0.00

We are a nonprofit, member-owned corporation. Rural Electric Cooperatives do not pay income taxes, but we do pay gross receipts tax (in lieu of property taxes). These taxes, paid by Caddo Electric and Kiwash Electric totaling **\$1,240,616.63** were paid to the Oklahoma Tax Commission, which distributes the money to school districts located in counties in which we serve. The amount of taxes paid to a school district depends on the number of miles of line the cooperative has in that district. The amount of taxes paid in 2015 is shown in this chart by school districts.

# 2016 Annual Meeting

## Registration Gifts



**\$3,600 in  
Cash Prizes!**

## Grand Prize



This year's grand prize is a Kubota Kommander lawn tractor. 22 hp Kawasaki, with a 42" cut.

## Annual Meeting

CKenergy Electric Cooperative, Inc.  
September 12th, 2016  
Pioneer Cellular Event Center  
Weatherford, Oklahoma

5:00 p.m. .... Registration & Meal  
5:30 p.m. .... Musical Entertainment  
7:00 p.m. .... Business Meeting

Call To Order ..... Glenn Propps,  
Board of Trustees President

Invocation .....

Pledge of Allegiance

National Anthem .....

Introductions/ Reports/Comments .. Clint Pack  
CKEC General Manager

Prize Drawings ..... CKEC Employees

## Musical Entertainment



Corn Bible Academy  
Choir

## Kid's Registration & Entertainment

Be sure to register your children so that they receive their Annual Meeting gift and a Chance to win a \$20 gift card! Kid's entertainment this year consists of train rides, obstacle courses (for big & little kids), & the ever popular SnoCones!

## OFFICIAL MEMBER REGISTRATION CARD 2016

*Please fill out and present this card at the registration table.*



1st Annual Meeting of Members  
Monday, September 12th, 2016

### PLEASE UPDATE YOUR CONTACT INFORMATION

Name: \_\_\_\_\_ CKEC Acct # \_\_\_\_\_

Service Address: \_\_\_\_\_ Billing Address: \_\_\_\_\_

Home Phone # \_\_\_\_\_ Cell Phone: \_\_\_\_\_

Email Address: \_\_\_\_\_

# Swap 'N Shop

For sale or trade

Note: CKEC does not endorse or guarantee any of the products or services in these ads.

Swap 'N Shop is a classified advertisement service that we provide to our members at no cost.

- Members are able to submit **written ads** through the mail, fax, drop off, or by email.
- **Ads are NOT taken over the phone.**
- Ads need to be received by the **10th of each month** to appear in the next month's issue.
- Ad space is limited to a 25 word maximum.
- Contact the editor at 405-656-2322 for information about availability of ad space.
- CKEC reserves the right to reject any ad deemed inappropriate.
- Ads will automatically run for 2 months, additional run time must be requested before the 10th of the month.

Circle category: Autos-Farm/Equip-Furn/Appl-Hay/Wood-Livestock/Pets-Misc-MH/RV/Boat-Real Estate-Wanted-Notices-Business

Name: \_\_\_\_\_

Address: \_\_\_\_\_

Phone # \_\_\_\_\_

CKEC Acct # \_\_\_\_\_

You may submit classified ads, businesses, or services to Swap 'N Shop, P.O. Box 70, Binger, OK 73009, ads@ckenergy.coop, or fax to 405-656-2327.

## Automotive

**I buy junk cars & farm machinery,** call 405-641-3344 for more information.

**Hilltop Small Engine Repair,** 3 mi north of Gracemont, 1/2 mi west on CR 1230. 405-638-0325.

**2010 Luxury by Design,** 37ft 5th wheel. W/D, Brand new awning. 1 owner. 580-678-9899

**'62 Sunbeam Alpine Sport Roadster.** Original motor, trans, rear end, radiator, spokewheels. Needs lots of work. \$1500. 405-656-9019.

**5th Wheel Camper** as is. \$350. 405-284-6804.

**'04 F350 4x4, 6.0L,** needs some work, will start and run. 4 door. \$2500. 580-613-0226.

**'06 Harley Davidson Motor Cycle-**

**model XL883.** 2K miles. Wind shield and saddle bags. 405-205-7491.

**'62 Cadillac Eldorado.** 4 door, wire wheels. Body in excellent condition, engine out of car. Have the parts. \$4500. 405-826-4827.

**'12 Ford F-150,** 17,700 miles, CD player, Sirius Radio, \$20,000 OBO. 405-668-0040.

**'07 H3 Hummer.** Excellent condition, low miles. 89,800. New tires and battery. Asking \$17,000. Leather interior, fully loaded. 405-414-4569.

## Farm/Equip

**Marrow's Tractor Tire Repair, Sales, & Service** 405-668-0248

**Large Square Bail Feeders,** 1 double, 1 single. \$450 for both OBO. Call 580-483-5180.

**4'X4'X14' Chicken Coop** with 4X4 box. Portable. \$375. 405-643-2262.

**MF Tractor for parts. 405-284-6804. Older Scissor Lift as is. 405-284-6804.**

**'39 JDB & '42 JDA Tractors,** Restored, spoke wheels. 405-376-3893.

**'69 John Deere** 4020 diesel, w/ front loader. \$4,500.00 405-306-1541.

## Hay/Wood

**Cedar Posts & Stays & Oak fire wood.** Call 405-437-7612

**Net Crop Native Grass Hay-** Lg Bales, net wrapped. 405-638-0620 or 405-206-8126.

**Clean Bermuda Grass Hay** 4x5 bales \$45/bale. Please call King Sod Farms 405-797-3323.

**Cowpea Hay-** 150 5x6 bales, 10% protein, \$50/bale. 405-668-2679.

**Good Bermuda Grass Hay**, Large Round Bales. 6X6. \$60. 405-306-1538.

**Walnut Firewood**, Split \$80/rick for pickup. \$100/rick for delivered. 405-352-5242.

**Alfalfa Hay**- Round & Square bales. Will load. 405-933-0132.

**21 Bale Bundles** of small bales of Tiffany Grass & Alfalfa Hay. Cordell Area. 580-660-1622.

**Grass Hay** 300 Native Grass, 80 Switchgrass, Large Round Bales, Net Wrapped, \$50/Bale, Weatherford, Will Load, Delivery Available, 405-542-6713, 580-774-4942

**About 40 large round bales.** \$40 each. 405-905-9790

## Livestock/Pets

**Beefmaster Bulls for sale.** 18mos to 2yrs. Some polled. Call 405-352-4451.

**Registered Angus Bulls.** 13-18mos, semen tested, docile, & ready to work. 405-352-5025.

**60 Big Stout Limousin Bulls.** Easy calving, gentle, high growth. Best for Xbreeding to increase weaning wts & profit. Kusel Limousins. 580-759-6038 or 405-643-2884.

**Hereford & Angus Bulls**- Breeding age & semen tested. 580-280-2855.

**Charolais Bulls for Sale.** 6- 30mth, 12-18/24mth. 580-774-9989.

## Business

**Alterations & T- Shirt Quilts.** 405-831-0593

**Cooks Septic Service & Repair** 580-550-0545, toll free 877-369-7305.

**McCormack's Affordable Quilting,** T-Shirt quilts, custom quilts, & quilt repair. 405-229-4933.

**Piano Tuning & Repair.** 50+ years experience. 580-254-0817

**Welding.** Gates, pipe fencing, & anything that needs welded, No job too small. Call Tony at 405-834-1128.

**Saw 'N Cedars,** cedar tree cutting & pasture recovery. 405-247-9686.

**Wedding? Wow, 949 Band, live music.** Country, Contemporary Classic. HOF vocalist, Canadian Co., will travel, references. 405-503-1532.

**Chisholm Trail Bed & Breakfast.** 3366 SW Clayton Rd, Minco, OK. 405-352-4994 or 405-642-3760.

## Real Estate

**4 bed, 1 1/2 ba Brick Home** 12 miles SE of Hinton. Sits on 1 acre, all electric, tall privacy fence, above ground pool, with 2 storage sheds. Call 405-284-6955.

**2 Lots at Swan Lake in Ft. Cobb,** Electric, 21ft Tahoe Trailer, needs repair. 2 metal storage bldgs. Well & pump. @ Division & Norma St. Make offer. 405-681-6991.

**2 bd, 1 ba house S of Gotebo,** fenced, 4.91 acres, detached 2 bd, 1 ba building, large barn, metal grainery. Call 580-538-5511 for info.

**Crow's Roost Area-** 217 Maryland St, Ft. Cobb. 3 d, 1 ba, new septic lines, pressure tank pump, central H&A. \$69,900. 405-668-0109.

**3 Bed, 2 1/2, 2 story townhouse,** Hobart, OK. Totally remodeled. Near hospital & quiet neighborhood. \$120,000. 580-515-1361.

**16X80 3 bed 2 bath,** Mobile Home on 64X120 lot. 2 yr old central H&A, new carpet, new hot water tank, new pressure well. Covered porch. 14X30 pole barn, \$41,500. 405-601-0382.

**Ft Cobb Lake House Crows Roost Area** 2 bed furnished, 2 lots, new metal roof, Garage, carport, also Waverunner and Seadoo on double trailer. \$62,500 Call 405-623-4231.

**Lemons Point Ft. Cobb-** 3bd 2ba, brick house w/ stainless steel appliances, new roof, finished basement, new windows on 2 lots. Large trees, covered parking & storage building. \$89,900. 405-409-7658.

**2 Bed, 1 Bath, Brick home-** South of Anadarko. 5 acres with pipe fence. 2 car garage, barn, shed, new storm shelter. Call 405-756-6708.

**3 bed, 2 bath Brick Home.** 5 miles SW of Anadarko, 3.03 acres, 2 car garage, 10X10 basement, all electric, geothermal H&A, 1 shop + 1 storage shed. Rural water + well water. 405-247-3983.

**Home for sale in Eakly by owner.** 2 bed w/ 2 lots. 405-545-0182.

**For Sale: 5 acre tract land,** Minco School. timber, dirt work & ponds available. \$5000 per acre, financing available. Shown by appointment only. 405-352-5190.

**Crows Roost, nice 2 bed,** furnished. Garage, out building, sprinkler system, 30X50 boat barn, 3 wells, boat, all for \$99,500. 405-408-3219.

**Foss Lake Estates** for Rent, House. Weekends or Weekly. 5 bed, 2 1/2 bath. C H&A. 580-323-1975 or 214-0178.

**12x60 3bd, 2ba,** partially furnished, mobile home. \$30,000. Crow's Roost Edition. 405-601-0382.

**Crow's Roost- 3bd, 1.5ba,** LG living, dining, & kitchen. Central H/A. Shop & wood shed w/ electric. Fruit trees. 3 lots fenced. 405-638-7111.

**Eakly \$84,900. 4bd, 2ba.** 1983 sq. ft. 2 living areas, lg dining, storm shelter, generator, .93 acre. Eagle Realty- Lavon Overton.

**4 Acres, Northshore Tom Steed Lake.** 1 water & 2 electric meters. Septic tank, fresh water well. 18x50x10 tractor shed. 2 fenced acres. 580-512-6020.

**1 Acre Commercial Zoned.** 4 3/4 mi E of Tuttle on HWY 37. 405-794-4612.

**Swan Lake Area-** 1 bd, 1 ba, metal home with 3 lots. Needs some work, great hunting/fishing cabin. \$17,000 OBO. 405-643-9953.

**Very Nice 4 bd/2ba home on .92 acres,** in Cyril. Includes stainless kitchen appl., carport, & 30x40 shop bldg w/ auto door.

**Crows Roost Area 2 bd, furnished.** 2 lots, new metal roof, garage & carport, also Waverunner & Seadoo on double trailer. \$62,500, 405-623-4231.

**Rainbow Lake between Minco & Binger,** back part, short walk to lake, 41ft trailer, extra secluded. \$20,000 or trade. 405-543-6012.

**136 acres SW of Hinton.** Great hunting, deer, turkey, & hogs. \$3,000 per acre. 405-952-7382.

**'02 Mobile Home 16'x60',** Silvercreek. Bought new, bedroom & bath on each end. Solid floors & windows, has hitch & wheels. 580-464-2519.