

CHOCTAW ELECTRIC COOPERATIVE, INC.

Exhibit A

BALANCE SHEETS
DECEMBER 31, 2024 AND 2023

ASSETS

	December 31,	
	2024	2023
UTILITY PLANT AT COST		
Electric Plant in Service	\$ 161,711,453	\$ 152,463,914
Construction Work in Progress	3,313,471	4,728,324
	\$ 165,024,924	\$ 157,192,238
Less: Accumulated Provision for Depreciation	55,423,017	54,119,143
	\$ 109,601,907	\$ 103,073,095
OTHER PROPERTY AND INVESTMENTS AT COST OR STATED VALUE		
Investments in Associated Organizations	\$ 27,176,305	\$ 25,598,063
Notes Receivable	240,079	209,556
Other Investments	30,159	28,861
	\$ 27,446,543	\$ 25,836,480
CURRENT ASSETS		
Cash	\$ 327,887	\$ 699,736
Available-for-Sale Investments	3,822,360	6,337,864
Notes Receivable - Current Portion	59,395	51,764
Accounts and Notes Receivable (Less Allowance for Credit Losses of \$171,327 in 2024 and \$226,784 in 2023)	4,494,962	3,565,893
Accrued Unbilled Revenue	2,921,584	2,813,053
Materials and Supplies	2,512,710	3,986,296
Other Current and Accrued Assets	46,834	72,161
	\$ 14,185,732	\$ 17,526,767
DEFERRED CHARGES	\$ 0	\$ 1,589,994
TOTAL ASSETS	\$ 151,234,182	\$ 148,026,336

EQUITIES AND LIABILITIES

EQUITIES		
Memberships	\$ 80,050	\$ 79,065
Patronage Capital	84,823,856	79,734,431
Other Equities	8,966,001	9,168,200
Other Comprehensive Loss	(3,556,737)	(2,739,811)
	\$ 90,313,170	\$ 86,241,885
LONG-TERM DEBT		
CFC Mortgage Notes Less Current Maturities	\$ 9,786,077	\$ 10,765,993
CoBank Mortgage Notes Less Current Maturities	29,544,542	28,882,124
CoBank Line-of-Credit Expected to be Refinanced	6,000,000	3,000,000
	\$ 45,330,619	\$ 42,648,117
NON-CURRENT LIABILITIES		
Accumulated Post-Retirement Benefit Obligation	\$ 858,106	\$ 896,186
CURRENT LIABILITIES		
Current Maturities of Long-Term Debt	\$ 3,332,918	\$ 3,376,364
Current Portion of APBO	135,582	120,127
CoBank Line-of-Credit	915,220	3,840,576
Accounts Payable - Purchased Power	2,979,263	2,741,638
Accounts Payable - Other	760,796	1,084,848
Consumer Deposits	410,116	348,027
Accrued Employee Benefits	677,786	634,200
Accrued Interest	165,319	150,480
Overcollected Power Cost	200,215	522,451
Other Accrued Expenses	125,272	144,712
	\$ 9,702,487	\$ 12,963,423
DEFERRED CREDITS	\$ 5,029,800	\$ 5,276,725
TOTAL EQUITIES AND LIABILITIES	\$ 151,234,182	\$ 148,026,336

The accompanying notes are an integral part of these financial statements.

CHOCTAW ELECTRIC COOPERATIVE, INC.

Exhibit B

STATEMENTS OF INCOME, OTHER COMPREHENSIVE INCOME, AND PATRONAGE CAPITAL
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

	Years Ended December 31,				
	2024		2023		Increase
	Amount	%	Amount	%	(Decrease)
OPERATING REVENUES					
Residential	\$ 41,430,436	74.5	\$ 40,846,100	75.2	\$ 584,336
Commercial and Industrial	13,931,306	25.0	13,393,200	24.5	538,106
Power Cost Adjustment	(322,236)	(0.6)	(34,789)	(0.1)	(287,447)
Unbilled Revenue	108,532	0.2	(270,793)	(0.5)	379,325
Other Electric Revenue	511,236	0.9	500,898	0.9	10,338
Total Operating Revenues	\$ 55,659,274	100.0	\$ 54,434,616	100.0	\$ 1,224,658
OPERATING EXPENSES					
Purchased Power	\$ 32,888,871	59.1	\$ 31,698,935	58.2	\$ 1,189,936
Purchased Power - Storm Uri	1,589,994	2.9	2,929,080	5.4	(1,339,086)
Distribution - Operation	2,068,698	3.7	2,083,976	3.8	(15,278)
Distribution - Maintenance	4,552,480	8.2	3,474,321	6.4	1,078,159
Customer Accounts	1,223,298	2.2	1,253,829	2.3	(30,531)
Customer Service and Information	428,141	0.8	408,229	0.7	19,912
Administrative and General	2,316,424	4.2	2,352,296	4.3	(35,872)
Depreciation	4,737,674	8.5	5,469,994	10.0	(732,320)
Taxes	170,571	0.3	196,320	0.4	(25,749)
Other Interest	203,635	0.4	154,829	0.3	48,806
Other Deductions	35,525	0.1	4,504	0.0	31,021
Total Operating Expenses	\$ 50,215,311	90.4	\$ 50,026,313	91.8	\$ 188,998
OPERATING INCOME - Before					
Fixed Charges	\$ 5,443,963	9.6	\$ 4,408,303	8.2	\$ 1,035,660
FIXED CHARGES					
Interest on Long-Term Debt	1,717,197	3.1	1,652,224	3.0	64,973
OPERATING INCOME - After					
Fixed Charges	\$ 3,726,766	6.5	\$ 2,756,079	5.2	\$ 970,687
G&T Capital Credits	\$ 1,624,017	2.9	\$ 1,844,430	3.4	\$ (220,413)
Other Capital Credits	283,967	0.5	433,431	0.8	(149,464)
Total Capital Credits	\$ 1,907,984	3.4	\$ 2,277,861	4.2	\$ (369,877)
NET OPERATING INCOME	\$ 5,634,750	9.9	\$ 5,033,940	9.4	\$ 600,810
NON-OPERATING MARGINS (LOSS)					
Interest and Dividend Income	\$ 59,106	0.1	\$ 95,389	0.2	\$ (36,283)
Unrealized Gain/(Loss) on Equity Investments	(1,078,735)	(1.9)	773,160	1.4	(1,851,895)
Realized Gain/(Loss) on Equity Investments	1,566,045	2.8	(7,606)	0.0	1,573,651
Other Non-Operating Income	107,247	0.2	115,720	0.2	(8,473)
	\$ 653,663	1.2	\$ 976,663	1.8	\$ (323,000)
NET MARGINS	\$ 6,288,413	11.1	\$ 6,010,603	11.2	\$ 277,810
OTHER COMPREHENSIVE INCOME					
Current Year APBO Valuation Adjustment	(14,787)		(12,348)		
Post-Retirement Benefit Amortization	(802,139)		(787,819)		
COMPREHENSIVE INCOME	\$ 5,471,487		\$ 5,210,436		
Other Comprehensive Income	816,926		800,167		
PATRONAGE CAPITAL - BEGINNING					
OF YEAR	79,734,431		76,334,940		
Transfer Unrealized (Gain) Loss on Equity					
Investments to Other Equities	1,078,735		(773,160)		
Patronage Capital Retired	(2,277,723)		(1,837,952)		
PATRONAGE CAPITAL - END OF YEAR	\$ 84,823,856		\$ 79,734,431		

The accompanying notes are an integral part of these financial statements.