



Kosciusko REMC

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FINANCIAL STATEMENTS

STATEMENTS OF OPERATION

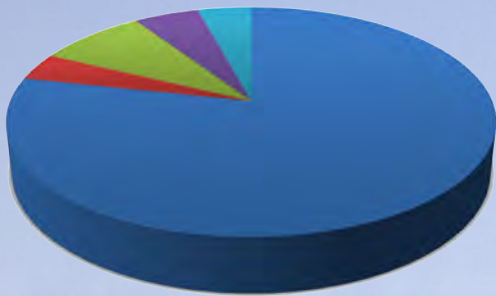
Years Ended Dec. 31, 2017 and 2016

	2017	2016
Operating revenues	48,861,494	48,478,595
Operating expenses		
Purchased power	35,737,513	36,848,149
Operations & maintenance	1,762,253	1,742,432
Collections, administration & general	3,850,175	3,816,920
Depreciation	2,326,914	2,216,612
Other operating expenses	1,920,682	1,907,638
Total operating expense	45,597,537	46,531,751
Operating margins	3,263,957	1,946,844
Other income		
Interest income	40,299	38,690
Misc. income	137,490	123,946
G&T capital credits	1,270,492	1,020,131
Total non-operating margins	1,448,281	1,182,767
Net Margins	4,712,238	3,129,611

BALANCE SHEET

Years Ended Dec. 31, 2017 and 2016

	2017	2016
Assets		
Electric plant	79,199,186	76,797,852
Less accumulated depreciation	(21,313,133)	(20,004,697)
Net plant	57,886,053	56,793,155
Total investments & other assets	21,152,758	18,950,219
Total Assets	79,038,811	75,743,374
Equities & Liabilities		
Memberships	450,085	447,578
Patronage capital	47,314,415	45,915,041
Margins & equities	8,042,841	5,497,013
Total margins & equities	55,807,341	51,859,632
Long-term debt	17,973,755	18,595,900
Current liabilities & def. credits	5,257,715	5,287,842
Total Equities & Liabilities	79,038,811	75,743,374



- PURCHASED POWER
- OPERATIONS & MAINTENANCE
- COLLECTIONS, ADMIN. & GENERAL
- DEPRECIATION
- OTHER OPERATING EXPENSES

Financials are unaudited for year ended December 31.

OFFICIAL NOTICE TO MEMBERS

Notice is hereby given that the annual meeting for the members of Kosciusko REMC will be held at Warsaw Community Church located at 1855 S. County Farm Rd. in Warsaw, IN. The meeting will be held on Saturday, March 10 from 8:00 a.m. to 11:30 a.m. The business meeting will be held at 10:00 a.m. Members are asked to detach and bring this card to the annual meeting. This registration card must be presented in order to receive the \$10 bill credit and to be eligible for the door prizes. **YOU MUST BE PRESENT TO VOTE.**



Kosciusko REMC

Detach and bring this card to the annual meeting on March 10.

What compels you most about *serving* KREMC members in a *director* role?

MEET THE CANDIDATES



Tony Fleming (i)

I am honored to have served KREMC as a director for the past 5 years and to have represented KREMC on the Wabash Valley Power Authority board of directors. During this time, I have earned the Credentialed Cooperative Director certificate, providing me with a strong foundation in the fundamentals of the electric cooperative business. I feel compelled to apply what I have learned during the past five years to provide input to the board to review budgets, long term planning, and policies that will continue KREMC's history of providing reliable and affordable electric energy to our members.



Dillon Whitacre

What compels me most about serving KREMC members is the focus on community. Even at the origin of KREMC, a sense of community responsibility can be noted as the mission to provide members of our community with safe and quality electrification. Still today, the mission statement of KREMC finishes with a commitment to community above all else. This is not just a statement, but real investment in programs such as Operation Round-Up, EnviroWatts and several youth programs. To serve on this board and serve a cooperative that values its community, would be an honor.



Bill Stump (i)

The most compelling part of serving as a director for 36 years is working with members, employees and other directors - people who have a heart for the co-op and genuinely care and work together to make Kosciusko REMC, in my opinion, the best co-op in Indiana and one of the top in the nation. KREMC holds a strong financial position due to the decisions we've made as a team, all while keeping the lowest residential rates in the state. It is my goal for KREMC to continue to provide reliable power at an affordable price, as defined in the KREMC mission.



Brian Weideman

My role as a director for KREMC members would be to evaluate and consider all viable resources to keep electricity costs down for all consumers. The resources that have been used in the past are non-renewable, and one day in the future will no longer be available. As directors for KREMC, we must continually watch for new technology advancements and work towards bringing that technology into our consumers' homes. We must be vigilant in looking for renewable resources along with the innovative technology to keep KREMC growing and providing our members with the best service we can provide.



Dan Tucker (i)

As a board member, it has been nice to learn more about the co-op and how the electric industry works as a whole and be able to share that with member/owners when they present with a question or issue. Understanding what has to happen, behind the scenes, before your lights come on with the flip of a switch, has helped me to really appreciate KREMC and its commitment to the community. I try to share that with as many people as I can. It is nice to be a voice for the members around the system to help the communication channels flow well.



Ken Anderson

I am seeking election to the board of directors because I believe my experience in industry can help bring fresh, innovative ideas on how to continue the positive momentum of Kosciusko REMC. I bring a lot of experience in creative problem-solving as well. Finally, I believe in the importance of KREMC as a strong, sustainable energy provider that looks to the future, and I would like to be a part of preserving that for our lifetimes and that of our children, including my own.

YOUR CURRENT BOARD MEMBERS



Terry Bouse



Steve Miner



Kim Buhr



Pam Messmore



Rick Parker



John Hand