



The Craw-Kan Connection



SEVEN NOMINEES TO BE VOTED ON AT THE ANNUAL MEETING ON OCT. 23rd 2007

Three directors will be elected for a term of three years each. Below is a brief description of each nominee. We would like to point out that additional nominations may be made from the floor by any member.

Roger Doue



Roger E. Doue is a resident of Arma, KS. He was born and raised at 22 Camp which is one-half mile north of where he lives today. He attended grade school and high school in Arma. Early in Roger's career, he spent over fourteen years in the printing business working at the Arma Record, Commercial Publishers in Parsons, and Pittcraft Printing in Pittsburg. From 1967-1971, he worked as an agent for Metropolitan Life Ins. He then went to work in the oil business with Standard Oil of Indiana. In 1975, he became an independent jobber starting Doue Oil Co. He served eight years on the Northeast USD 246 school board. He is a member of the Arma United Methodist Church, Arma Lodge #408 A.F. & A.M., 32nd Degree KCCH Valley of Ft. Scott Scottish Rite, Mirza Shrine, Royal Order of Jesters, Fraternal Order of Eagles and Elks Lodge as well as several other fraternal and trade organizations. Roger has served on the Craw-Kan Board since July 1998.

Bob Gladson



Bob Gladson resides in rural Farlington, KS. He was born in Girard, KS and has lived in Crawford County for fifty-nine years. He attended PSU for two years during which time he began working for Va-Co-Hy Business Forms in Girard, Kansas. He left school to take a management position with them in 1964. His management career in the printing business has spanned more than 43 years. He is currently the President of Pinnacle Solutions, Inc. in rural Girard. He also owns and operates Tag Enterprises, a distributorship that provides printed products, imprinted sportswear, and ad specialty items. He has been on the Craw-Kan Telephone Board of Directors for three years and is currently also on the Craw-Kan Communications Board of Directors. Bob holds memberships in the Sons of the American Legion, AF & AM Masonic Lodge, Scottish Rite, and is a Mirza Shriner.

Terry Kunstel



Terry is a rural resident and native of Arcadia, KS. He grew up on the family farm north of Arcadia, where he continues to farm and raise cattle. Terry also is the co-owner and operator of T and C Wildlife Hunt Club near their rural home. Terry graduated from P.S.U. and has served on the Arcadia City Council and the Sheffield Cemetery Board. He served for seven years on the Craw-Kan Communications Systems board, three years as president. He was a teacher at Arma USD 246 for 32 years, retiring in 2000. Terry has been on the Craw-Kan Telephone Cooperative Board of Directors for eighteen years and has also served as president of the board for three years.

Joseph Gobl



Joseph Gobl is a lifetime resident of rural Arma, KS. He has owned and operated his farm north of Arma for many years. Joe currently runs a successful trucking company and previously owned a firewood business. He is a former graduate of Pittsburg State University, and was previously a board member of Rural Water District #1. He and his wife Kay have 5 children and 2 grandchildren.



Karen Johnson

Karen Johnson is a lifetime native of Bourbon County and is currently a resident of rural Redfield, KS. Karen and her husband Ancel have been married 43 years and have three children and six grandsons. She is presently the Cashier-Controller for Citizens Bank in Fort Scott, where she has worked for the past three years. Karen was previously the Plant Accountant for Klein tools in Moran, KS for eight years. She is a former board member for the United Way and is a member of the Kansas Farm Wives.



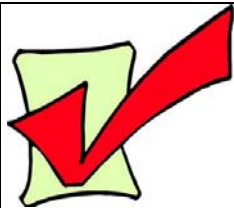
Jean Morey

Jean Morey is a resident of rural McCune, KS. He and his wife Mary have been married for 55 years and they have four children, 7 grandchildren and 7 great grandchildren. He has been on the following Boards of Directors: Farm Bureau, Executive Council of the Extension Office, Library of McCune, and The Villa. Jean has been a member of the McCune Lions Club for 38 years and was a 4-H leader for 10 years. He was previously on the Craw-Kan nominating committee for 4 years.



Mary Smith

Mary Smith is a native of the area and is currently a resident of Hepler, KS. She and husband Leonard have two children and two grandchildren. Mary is currently the Treasurer of Hepler, KS, a position which she has held since 1976 and she is also the Treasurer for the Rural Volunteer Fire Dept. She is a former 4-H leader and is presently in her 22nd year of employment by Diehl Banwart Bolton CPA Office.

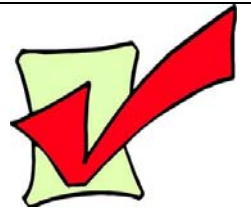


Annual Meeting!

Where: Girard High School Cafeteria When: Oct. 23, 2007

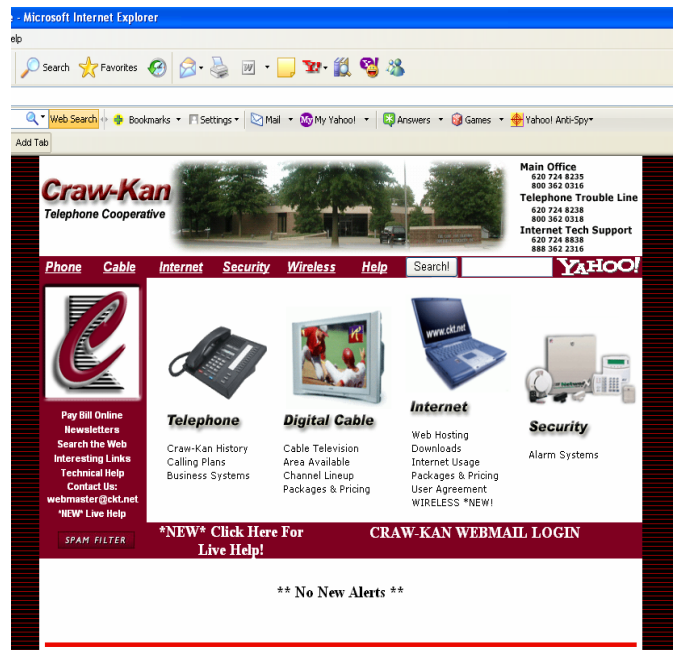
Time: 7:30 PM, Registration starts at 5:30 PM

Refreshments and Entertainment will be provided



“NEW Help Link On Web Page”

Craw-Kan has added a new feature to help you the customer. Now available on the www.ckt.net website is a live chat link. This link will put you in direct contact to one of our Internet Help Technicians, who can help on any internet question you have without having to call in. It is as easy as sending an e-mail. If all of our technicians are busy, it gives you the ability to open your own trouble ticket and we will respond to you as soon as possible. This helps keep your wait time to a minimum. Also added to the website is a “New Alert” section. This allows us to tell you if we have any new features available or any updates that will affect our customers. Providing you these online services is another way we are here to serve you.



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Fall Preparations

Jerry James
 General Manager

As happens almost every year at this time, we are anticipating the completion of summer construction projects and preparing equipment and infrastructure for the winter just around the corner.

Craw-Kan's 2007 outside plant contract was for 126 miles of fiber and copper. This included a major highway move near Pleasanton for the new 69 Highway project in that area. Most of the fiber in the project was for new nodes which will be placed and put into service over the next two years. The contractor this year is Mastec and in spite of the slow start, due to a wet spring, are almost caught up to being on schedule.

Fall also brings Craw-Kan's Annual Meeting which will be held in the Girard High School Cafeteria October 23rd, 2007 at 7:30 P.M. As you can see, there are several good candidates running for the three open positions. Craw-Kan has been blessed to have very qualified people run for the board and to serve as directors on the board. As always, we look forward to seeing and visiting with many of you again this year.

Craw-Kan's Board of Directors and employees constantly strive to provide the most current services available at the least possible cost. This allows our members to benefit from the Cooperative structure by accruing capital credit allocations. The more services a member utilizes, the more capital credits that member participates in. The Cooperative spirit continues and is alive and well in rural America. Thank you for your support and your patronage. See you at the Annual Meeting.

Jerry James

Craw-Kan Telephone Cooperative, Inc.
Headquarters Girard, Kansas 66743
Board of Directors

Wilda Pentola	President	Farlington
John Kovacic	Vice President	Girard
Frank Dunnick	Secretary-Treasurer	Girard
Barry Bedene	Director	Arma
Jim O'Toole	Director	Girard
Terry Kunstel	Director	Arcadia
Bob Gladson	Director	Farlington
Roger Doue	Director	Arma
Sharon Stewart	Director	Girard
Jerry James	General Manager	Arcadia

Business Office
200 North Ozark, Girard, Kansas

All Craw-Kan Subscribers	724-8235
If calling from area code	(417, 660, 913, or 918) (620)-724-8235

Internet Help desk

All Craw-Kan Subscribers	724-8838
If calling from area code	(417, 660, 913, or 918) (620)-724-8235

Repair Office

All Craw-Kan Subscribers	724-8238
If calling from area code	(417, 660, 913, or 918) (620)-724-8235

"The Craw-Kan Connection"
 A member newsletter published by the Craw-Kan Telephone Cooperative, Inc.

Eric Schiefelbein	Editor
Jamie Ausemus	Assistant Editor



Pictured above is the nominating committee which met Sept. 5, 2007.

Questions And Answers Concerning "Who Is Entitled To Vote At The Annual Meeting"

Q. May I have my child, relative or neighbor vote in my place?

A. No, Craw-Kan's bylaws do not allow proxy voting.

Q. Can an administrator or a person with power of attorney vote?

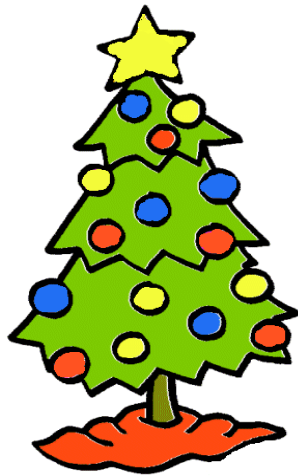
A. Yes, providing the member has the proper credentials at the time of the Annual Meeting registration.

Q. If I own a business and have a residence, may I have two votes?

A. No, if you are the sole owner you are considered one member and therefore, have only one vote. However, if you are in a partnership or a corporation that business will have one vote and you would have one vote.

Capital Credit Checks To Be Distributed Before Christmas!

Again this year, your President will make an announcement at the Annual Meeting concerning the amount of capital credits which will be distributed this year. Only through close monitoring of costs and careful management can your Cooperative declare profits in spite of competition and increased costs of material and labor.



SECURITY SYSTEMS

Our technicians can install a system which will monitor fire, smoke, holdup/panic, intrusion, burglary, water or medical emergency. In less than a minute the alarm is received at our professional monitoring service. Ask about our cellular communications for added protection. We currently monitor a large number of systems. Also, ask about our Satellite Cable Systems.



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Ask about our camera systems

Craw-Kan Communication Systems, Inc.

118 N. Summit Girard Ks 66743

A Subsidiary of Craw-Kan Telephone Cooperative, Inc.



Congratulations!

Buford Lee (left) was the winner of the 27" TV, and Sherry Jagels (right) was the winner of the 19" TV for the annual Craw-Kan TV give away at the fair. Thank you to everyone that stopped by our booth and entered the drawing.

NOTICE OF ANNUAL MEETING OF MEMBERS OF CRAW-KAN TELEPHONE COOPERATIVE, INC.

The Annual Meeting of the Members of the Cooperative will be held in the cafeteria at the Girard High School, 401-415 North Summit, Girard, Ks, on Tuesday, October 23, 2007, at 7:30 p.m., to take action upon the following matters.

1. Report of Officers, Directors and Committees.
2. Election of Three Directors of the Cooperative.
3. All other business which may come before the meeting or any adjournment or adjournments thereof.

In connection with the election of directors scheduled for the meeting, the following members have been nominated by the nominating committee or by petition. Three directors will be elected.

THREE YEAR TERMS-ELECT THREE

Roger Doue.....(Urban) Arma
 Bob Gladson.....(Rural) Farlington
 Terry Kunstel.....(Rural) Arcadia
 Joseph Gobl.....(Rural) Arma
 Karen Johnson.....(Rural) Redfield
 Jean Morey.....(Rural) McCune
 Mary Smith.....(Urban)Hepler

CRAW-KAN TELEPHONE COOPERATIVE, INC.

(Signed).....Frank Dunnick
 Secretary

PRESENT DIRECTORS OF THE COOPERATIVE

President, Wilda Pentola.....(Rural) Farlington
 Vice-President, John Kovacic.....(Rural) Girard
 Sec.-Treas., Frank Dunnick.....(Urban) Girard
 Barry Bedene.....(Urban) Arma
 Jim O’Toole.....(Rural) Girard
 Terry Kunstel.....(Rural) Arcadia
 Bob Gladson.....(Rural) Farlington
 Roger Doue.....(Urban) Arma
 Sharon Stewart.....(Urban) Girard

Dear Member:

Enclosed is your official notice of the Annual Meeting of the Members of the Craw-Kan Telephone Cooperative, Inc. The meeting will be held in the cafeteria in the Girard High School (north entrance), 401-405 North Summit, Girard, Ks, October 23, 2007.

Registration of members will begin at 5:30 p.m. All subscribers are welcome at the annual meeting and are urged to attend. Only qualified members will be allowed to participate in the actual business session of the annual meeting.

A short but important business meeting will be the first item on the program. Reports will be made by the officers and the manager. Election of the three directors will follow this session.

Following the program, a drawing will be held for door prizes. Only members present are eligible to win.

We extend an invitation for you to attend the 55th Annual Meeting and exercise your vote in the business affairs of the cooperative on October 23, 2007.

Very Truly Yours,
 Craw-Kan Telephone Cooperative, Inc.

Wilda Pentola
 President

ANNUAL MEETING OF THE MEMBERS OF CRAW-KAN TELEPHONE COOPERATIVE, INC.

The Annual Meeting of the members of Craw-Kan Telephone Cooperative, Inc. was held in the Cafeteria at the Girard High School, 401 – 415 North Summit, Girard, Kansas at 7:30 P.M., October 24, 2006.

The meeting was called to order by Roger Doue, President of the Cooperative, who presided and Frank Dunnick, Secretary of the Cooperative, kept the minutes thereof.

The Secretary reported 429 members were present in person constituting a quorum of the Cooperative.

The Secretary presented and read a copy of the notice of the meeting together with proof of due mailing thereof to all members of the Cooperative and such notice and proof were ordered to be annexed to the minutes of this meeting.

The minutes of the last Annual Meeting of the members held October 25, 2005 were presented to the members in printed form and upon motion duly made and seconded they were adopted as printed.

Jerry James, General Manager, presented in printed form the Balance Sheet and Operating Statement for the Cooperative and Craw-Kan Communication Systems, Inc. for the year 2005 and gave explanation of various items on the reports. Upon motion duly made and seconded the reports were approved as printed.

The President of the Board next asked the members for any new business items. There was no new business.

The President then gave his report and announced that a retirement of capital credits would be made this year. A retirement of capital credits will be made in the amount of \$3,590,465.67. This retirement consists of the remainder of 1994 and 20% of 2005. He also noted that since 1982, \$49,823,678.13 in capital credits have been paid to our members.

The General Manager then presented his annual report, followed by a question and answer session.

The Chairman advised the next order of business would be voting by the members for three Directors to hold office until the next Annual Meeting of the members or until their successors shall have been elected and qualified. The Chairman stated that in accordance with the by-laws, the Board of Directors had on August 22, 2006 appointed a nominating committee. He pointed out that the three elected will hold office for a three year term.

The President read the nominating committee’s report nominating the following members:

Frank Dunnick
 Lyle Fischer
 Charles (Bob) Love
 John Kovacic
 Jay Stewart
 Sharon Stewart
 Gary Wimmer

The President then stated that according to the by-laws, nominations could be made from the floor. No nominations were made from the floor. After the required length of time, a motion was duly made and seconded that nominations be closed. The President then appointed the following inspectors of election.

Chuck Dugone	Arma
Timothy Coyan	Uniontown
Kenneth Kelley	Columbus
Joyce Stephens	Arcadia
Frank Amerschek	McCune
Joyce Miller	Girard
Billie Sue O’Dell	Arcadia
Harold VanLeeuwen	Arma

A vote of Directors was then had by ballot and the ballots were delivered to the Inspectors who proceeded to count the same.

The Certificate of the Inspectors of Election was then presented and read certifying that the following nominees received the number of votes opposite their names:

Frank Dunnick	296
Lyle Fischer	63
Charles (Bob) Love	101
John Kovacic	275
Jay Stewart	163
Sharon Stewart	196
Gary Wimmer	67

We further certify that the following persons were duly elected as directors to hold office until the Annual Meeting of members in 2009 or until their successors shall have been duly elected and qualified:

Frank Dunnick
 John Kovacic
 Sharon Stewart

There being no further business to come before the meeting, upon motion duly made and seconded the meeting was adjourned.

_____(SIGNED)_____
 Frank Dunnick, Secretary

_____(SIGNED)_____
 Roger Doue, President

BALANCE SHEET
December 2006

ASSETS AND OTHER DEBITS

Telephone Plant:		
In Service	\$92,192,594.74	
Under Construction	<u>1,638,334.94</u>	
Total Plant	93,830,929.68	
Less Reserves for:		
Depreciation & Amortization	<u>57,914,796.07</u>	
Plant Less Reserve	\$35,916,133.61	
Other Investments	1,273,343.19	1,273,343.19
Cash – General Funds	200,778.83	
Temporary Cash Invest.	16,969,506.20	
Account Receivable	679,362.43	
Material	<u>865,287.32</u>	
Total Current Assets		18,714,934.78
Prepaid Accounts & Deferred Charges	<u>324,463.77</u>	<u>324,463.77</u>
Total Assets & Other Debits		<u>\$56,228,875.35</u>

LIABILITIES & OTHER CREDITS

Long Term Debt	\$3,097,871.67	\$3,097,871.67
Accounts Payable	1,050,324.58	
Customer Deposits	157,085.00	
Advance Payments	194.86	
Accrued Taxes	459,189.75	
Other Current Liabilities	<u>243,121.75</u>	
Total Current & Accrued Liabilities		1,909,915.94
Deferred Credits	3,500.00	
Donated Capital	3,857,326.00	
Patronage Capital	41,032,636.66	
Margins	<u>6,327,625.08</u>	
Total Capital & Margins		<u>51,221,087.74</u>
Total Liabilities & Other Credits		<u>\$56,228,875.35</u>

OPERATING STATEMENT

	<u>2006</u>	<u>2005</u>
	<u>Year to Date</u>	<u>Year to Date</u>
Local Network Service Revenue	\$2,980,358.07	\$2,975,892.90
Network Access Service Revenue	11,806,033.65	11,543,380.80
Miscellaneous Operating Revenue	861,462.76	890,957.79
Non Regulated Operating Revenue	<u>6,419,433.73</u>	<u>6,009,991.24</u>
Total Operating Revenue	22,067,288.21	21,420,222.73
Plant Specific Operations Expense	3,413,629.83	3,331,332.06
Plant Non Specific Operations Exp.	5,897,639.89	5,457,722.62
Customer Operations Expense	947,244.55	940,910.46
Corporate Operations Expense	1,587,277.04	1,458,163.49
Non Regulated Operations Expense	5,043,554.64	4,648,532.49
Operating Tax Expense	<u>1,103,406.44</u>	<u>986,668.38</u>
Total Operating Expense	<u>17,992,752.39</u>	<u>16,823,329.50</u>
Net Operating Revenue	4,074,535.82	4,596,893.23
Net Non Operating Income	2,291,571.19	679,544.91
Interest Expense	<u>38,481.93</u>	<u>41,605.15</u>
Margins	<u>\$6,327,625.08</u>	<u>\$5,234,832.99</u>

ANNUAL MEETING

October 23, 2007

Girard High School
Cafeteria



**CRAW-KAN TELEPHONE
COOPERATIVE, INC.**
200 N. Ozark – P.O. Box 100
Girard, KS 66743-0100
620-724-8235 Fax 620-724-4099



CRAW-KAN TELEPHONE COOPERATIVE
200 N. Ozark – P.O. Box 100 – Girard, KS 66743-0100
620-724-8235 - Fax 620-724-4099

**THIS IS YOUR REGISTRATION
PLEASE DETACH AND BRING**

NOTICE OF ANNUAL MEETING
Tuesday, October 23, 2007

Bulk Rate
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