

positive
energy[®]

The OGE Energy Corp. Commitment

Our business requires that we be at work, meeting the needs of our customers, every minute of every day and night, all year-round. It is a big responsibility; but it doesn't end there. Many different groups are counting on us to perform, including future generations.

OGE has a proud history of excellent performance; people working hard to sustain the company over the long haul. Our efforts are continually focused on those things that we can most effectively contribute to, influence and improve. We intend to be here, and we conduct ourselves accordingly.

We present this report not because we're required to, but to demonstrate our commitment to our community as an important and positive influence in the operation of our business. As always, we welcome feedback that could help us improve our performance.

Profile

OGE Energy Corp.

OGE Energy Corp. (NYSE: OGE), with headquarters in Oklahoma City, is the parent company of Oklahoma Gas and Electric Company (OG&E), a regulated electric utility, and Enogex LLC, a midstream natural gas pipeline business. OGE Energy and its subsidiaries have 3,400 employees.

Oklahoma Gas and Electric Company

Oklahoma Gas and Electric Company serves more than 780,000 retail customers in Oklahoma and western Arkansas, and a number of wholesale customers throughout the region. OG&E, with about 6,800 megawatts of capacity, generates electricity from low-sulfur Wyoming coal, natural gas and wind. OG&E's electric transmission and distribution systems cover an area of 30,000 square miles.

Enogex

Enogex operates a pipeline system engaged in natural gas gathering, processing, transportation and storage. The system includes about 8,200 miles of pipe, eight natural gas processing plants and 24 billion cubic feet of natural gas storage capacity.

A message from Peter Delaney

Community is a broad concept, but at OGE Energy Corp., we see it in specific terms that balance the interests of our customers, neighbors, investors and employees as we live and work together in a world we all share.



In our business, the safe and successful operation of an electric utility and natural gas pipeline are only part of our job. We're always planning and building; continually investing in our communities to expand and improve the service we provide.

It is, in fact, for our community that we invest now in projects including new wind farms and electric transmission systems. It is with an eye to the future that we replace equipment that has become outdated and install technology that is brand new. We do this in keeping with a tradition of conservative and prudent management of our business.

Community is at the heart of our effort to deliver on our core values of health and safety, transparency, teamwork, respect, integrity and public service. Our record of service and citizenship is a great source of pride for our people, and an important key to our success.

We continually face new challenges. As a recognized leader in the energy industry and in the communities where we live and work, we actively participate in the ongoing public policy discussions that affect our customers, employees and investors. As we address the challenge of reducing the carbon intensity of our operations, our engagement of affected parties is an important part of the process.

In this report, we summarize how we balance competing interests to sustain our business for the long term. How, for example, can we meet our customers' growing demand for energy and still have a goal not to add traditional electric generation before 2020? We are eager to discuss this, because we will need to work together to make it happen.

OGE, as always, will pursue a thoughtful approach to executing our plans to achieve specific goals. While the challenge is great, our outlook remains positive. Please, read on and see why.

A handwritten signature in black ink that reads "Peter B. Delaney". The signature is fluid and cursive, with a large initial "P".

Peter B. Delaney
Chairman, President and
Chief Executive Officer

steward



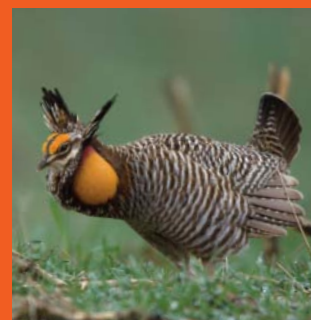
Partnership

OG&E strives always to be a good steward of the environment we all share, in balance with our commitment to provide excellent service at a reasonable cost.

To that end, OG&E has recognized the need to reduce its own environmental footprint. One of our major goals, not to add new fossil-fueled electric generation at least until 2020, will help guide us in this direction. In addition, OG&E is studying its energy consumption, fleet emissions, waste management practices, supply chain operations, electricity generation and natural gas operations. We are identifying opportunities and continuously implementing plans for improvement.

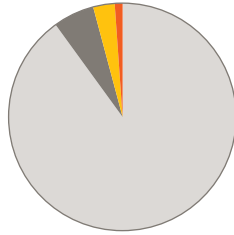
We accept our responsibility to operate our facilities and serve our customers in a manner that meets all the requirements of environmental laws and regulations. Our customers, communities, employees and families expect and deserve no less.

Energy and the environment are major items on the public policy agenda. And amid heightened concern about the economy, we are reminding people that we are always seeking to balance reliable service, environmental stewardship and cost control. Our comprehensive approach involves demand management and smart grid programs, plus more energy from renewable sources.



OG&E is working with the Oklahoma Department of Wildlife Conservation to protect the Lesser Prairie Chicken, including a \$3.75 million grant for habitat preservation, and also with the U.S. Fish & Wildlife Service and Sutton Avian Research Center to encourage a prolific pair of American Bald Eagles nesting on company property near a power plant. They can be seen via *eagle cam* at www.suttoncenter.org.

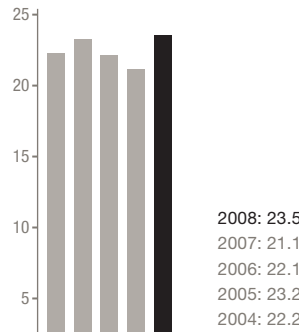
Emissions sources



- Electric generation: 90%
- Natural gas processing: 6%
- Purchased power: 3%
- Motor fleet & others: 1%

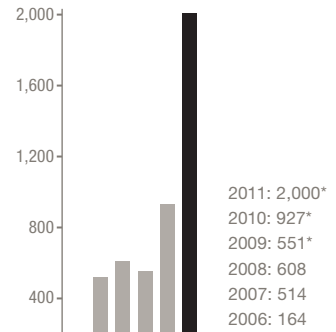
OGE Energy Corp. and Subsidiaries Greenhouse gas emissions by source

Carbon dioxide



OG&E CO2 emissions from electric generation in response to customer demand (millions of tons)

Wind generation



OG&E Total Wind Output (megawatt hours in thousands)

* Projected: 2010 and 2011 figures pending regulatory approval and construction.



Our Enogex pipeline not only delivers clean-burning natural gas to fuel power plants at OG&E and other electric generators, it is actively involved in the EPA's Natural Gas STAR program to reduce methane emissions.

Recognizing that climate change is a national and global concern, OGE is evaluating its own carbon footprint and looking for ways to reduce it.

We're also participating in discussions about new national emissions legislation. Some of the proposed carbon-reduction and renewable energy requirements could be very expensive for our customers, with uncertain benefits. We bring to the discussion the same practical, responsible, customer-focused ideas that have characterized our company for the past century.

We are also taking voluntary steps, in partnership with the U.S. Environmental Protection Agency, to preserve and protect the environment we all share. We have joined the Blue Skyways Collaborative with the EPA and other organizations to reduce air emissions through innovative use of alternative fuels and renewable energy technologies. We continue our longtime membership in the EPA Natural Gas STAR program to reduce methane emissions along our pipelines. And since it started in 1999, the SF6 Emission Reduction Partnership has had our support. It's an EPA-sponsored collaboration of industry groups working to stop emissions of sulfur hexafluoride, a highly potent greenhouse gas that is used to great benefit in ensuring the safety of electric transformers and substations.

We're teaming up with other utilities to plant more than a million trees. We're providing and restoring wildlife habitat and supporting education programs as we honor our ongoing commitment to be good stewards of the environment.



OGE

“Our company encourages us to live safely as we focus on making OGE an incident-and-injury-free place to work.”

Josh Whitefield
OGE Lineman

conserv



Conservation

OGE is rolling out a comprehensive strategy to help our customers better manage their demand for energy with low-tech solutions and high-tech tools.

When it comes to saving energy, it all counts. Whether the savings come from caulking around the windows of an aging home or installing the latest gadgets in a new one, we are encouraging our customers to do it. We are helping customers to use less of what we sell.

Actually, as we see it, we're not just selling energy; but comfort and convenience, reliability and value. We supply the energy; our customers apply it in their homes and businesses. Every kilowatt they don't use is a kilowatt we don't have to supply. And if we succeed in encouraging customer support for energy conservation and renewable generation, we may delay the need for the next conventional power plant. That could save everybody a lot of money, and be good for our environment as well.

What's good for our customers is good for us; so we're working hard to help them conserve energy. The industry term for this is demand-management. We call it *Positive Energy Together*®.



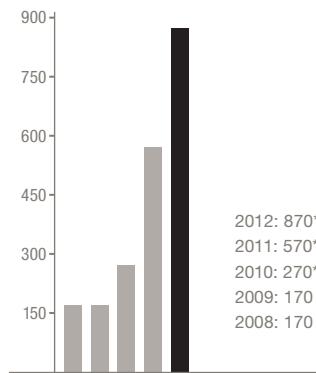
New meter technology will enable more and more OG&E customers to monitor their electricity use and cost in real time from inside the home, allowing for more effective management of their energy consumption.



“For little guys like this, using energy wisely will be a way of life. With Positive Energy Together, we’re gonna grow ‘em up right.”

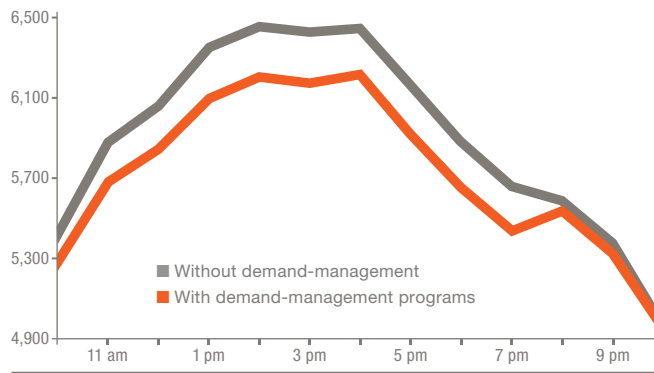
Susan Harkness
Advertising Coordinator,
OG&E

Wind power



Wind power capacity (megawatts)

Reducing peak demand



Electric demand with and without OG&E demand-management programs, projected for Aug. 14, 2018 (in megawatt hours)

* Planned and projected

Our *Positive Energy Together*[®] campaign is utilizing the power of modern media to engage all of our stakeholders – customers, employees, shareowners and public policymakers – with the understanding that we all have a part to play in using energy more wisely.

Our demand-management programs start with strategic efforts to teach consumers how they can use less. We are providing customized energy reports and helping people weatherize their homes in partnership with organizations such as Habitat for Humanity. We are supplying teachers and students with energy-efficient household items and lessons on how they can help families save. We are actively encouraging the use of compact fluorescent lights by all, and working with business customers to ensure their lighting and mechanical systems are as efficient and effective as they can be.

Smart grid technologies are in the news these days, promising new opportunities for energy conservation and other benefits. We are actively pursuing our own smart grid program with specific plans to reach increasing numbers of customers.

Conservation also applies to natural resources and we are expanding our capability to generate electric power from renewable sources. For us, the best option is wind and we are responding to strong customer demand. We have 270 megawatts of wind capacity now, 280 under construction and 200 more proposed and under regulatory review. Our plans call for up to 750 megawatts – more than 10 percent of our total generating capacity – by the end of 2012.



Expanding on a strong commitment to renewable energy, OG&E is adding dozens more wind turbines to its generating fleet in northwestern Oklahoma and building new transmission lines to carry the wind power to population centers.



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OGE employees are actively involved in their local communities, making a positive contribution to programs focused on safety, education and support for their neighbors in need.

Community support at OGE Energy begins with strong partnerships bound by the common desire to improve the quality of life for those we serve. We have a team of employees dedicated to working with local social service organizations, schools, chambers of commerce and other groups to assist our communities in a variety of ways.

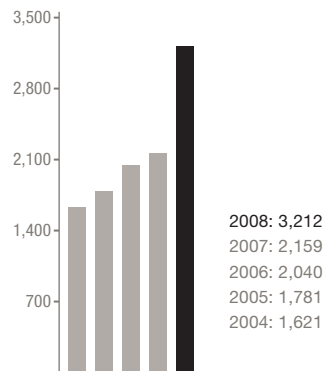
We back our partnerships with a strong commitment to volunteerism. Each of our 3,400 employees has the opportunity to take paid leave from work to serve in their community. More than that, our employees devote untold amounts of their own time to community service. You'll see us running, walking, biking, bowling and, of course, working, to help the people who need it most in our communities.

As an organization, we sponsor and support a wide range of programs, activities and projects in our local communities. Perhaps the largest, most visible example is the United Way. In 2009, our company's employees pledged more than \$828,000 to United Way campaigns in communities where they live and work.



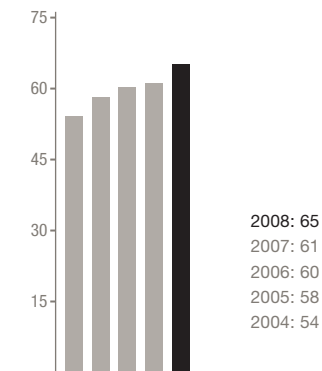
OGE Energy employees volunteer every year for Rebuilding Together, a local community service program that helps low-income and elderly residents with repairs and improvements to ensure their homes are safe and secure.

Charitable giving



OGE Energy Corp., Subsidiaries and Employees Total Charitable Giving (in thousands)

Property taxes



OGE Energy Corp. and Subsidiaries Total Ad Valorem Taxes Paid (in millions)



OG&E's annual Teacher Grants program, offering up to \$1,000 for K-12 classroom projects focused on reading, math and science, has funded more than 200 projects since 2003. Featuring hands-on activities and innovative ways to engage students in learning, recent winners have included *When you're hot, you're hot*, examining solar energy, *Reading on the Wild Side* and *Algae Biofuels*.

OG&E serves 269 cities and towns in Oklahoma and Arkansas; Enogex has operations and facilities in dozens more communities in Oklahoma and Texas. We have a vested interest in the success of each community we touch, and we embrace our role as a leader across an area spanning some 50,000 square miles.

The programs and projects we support are many, yet most are in one of two categories: education or safety. Our employees are trained to be attentive for signs of danger or trouble so we can watch out for our neighbors. We provide training in our communities to help people recognize and avoid hazards of all kinds, particularly those posed by extreme weather. We promote summertime "cool zones" where people can get in out of the heat.

In schools, we teach electrical safety and help make kids aware of how they can stay safe from storms and around the house. We fund grants for teachers who propose innovative new classroom projects. We make sure that students learn about energy conservation and efficiency so they can encourage their families to make improvements at home. We adopt local schools where our employees volunteer to help grade papers, tutor students and assist in libraries.

And in the course of our work to enhance quality of life and economic wellbeing, we provide our communities with professional economic development expertise. We share a strong interest in helping our communities retain existing employers and recruit new ones.

A professional headshot of a woman with short, layered brown hair and bangs. She is smiling warmly at the camera. She is wearing a dark grey or olive green blazer over a light blue collared shirt. She has small hoop earrings. The background is plain white. The text is positioned to the left of her face.

“I am proud to tell people
that I work for OGE, because
our company demonstrates
such strong support for the
communities we serve.”







Susie White
Executive Assistant



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