

**ANNUAL REPORT**

Of

Company Name:   
PO Box 68  
0  
Mailing Address: Morenci AZ  
85540  
Docket No.: E-01049A  
For the Year Ended:

**RECEIVED BY EMAIL**  
4/17/2023 8:54 AM  
**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

**ELECTRIC**

To

Arizona Corporation Commission

**Due on April 15th**

Email: Util-Compliance@azcc.gov, mail or deliver the completed Annual Report to:  
Arizona Corporation Commission  
Compliance Section - Utilities Division  
1200 West Washington Street  
Phoenix, Arizona 85007

Application Type:   
Application Date:

ARIZONA CORPORATION COMMISSION  
 ELECTRIC UTILITIY ANNUAL REPORT  
 COMPANY INFORMATION

For the Calendar Year Ended: 12/31/22

Company/Business Name:	Morenci Water & Electric Co. - Electric			
Mailing Address:	PO Box 68			
City:	Morenci	State:	Arizona	Zip Code: 85540
Telephone Number:	928-865-6264	Fax Number:		
Email:	dmedina@fmi.com			

Regulatory and On-Site Manager Contact				
Name:	John M. Key			
Title:	President			
Telephone No. :	602-332-2334			
Address:	333 N Central Ave 20.030			
City:	Phoenix	State:	Arizona	Zip Code: 85004
Email:	jkey@fmi.com			

Statutory Agent				
Name:	Registered Agent Solutions, Inc.			
Title:				
Telephone No. :				
Address:	300 W. Clarendon Ave., Suite 240			
City:	Phoenix	State:	Arizona	Zip Code: 85013
Email:				

Attorney				
Name:	Douglas N. Currault II			
Title:	Vice President			
Telephone No. :	602-366-8093			
Address:	333 N. Central Ave. Ste. 25.009			
City:	Phoenix	State:	Arizona	Zip Code: 85004
Email:				

Attorney				
Name:	Michael Patten			
Title:	Attorney			
Telephone No. :	602-290-4131			
Address:	One Arizona Center 400 East Van Buren Street Suite 1900			
City:	Phoenix	State:	Arizona	Zip Code: 85004
Email:	mpatten@swlaw.com			

Ownership: C Corporation ( C ) (Other than Association/Co-op)

Counties Served: Greenlee

<b>Important changes during the year</b>
--

No	For those companies not subject to the affiliated interest rules, has there been a change in ownership or direct control during the year?
	If yes, please provide specific details in the box below.

No	Has the company been notified by any other regulatory authorities during the year, that they are out of compliance?
	If yes, please provide specific details in the box below.

**SERVICES AUTHORIZED TO PROVIDE**

Yes	Electric
Yes	Investor Owned Electric
No	Rural Electric Cooperative
Yes	Utility Distributed Company
No	Electric Service Provider
N/A	Transmission Service Provider
N/A	Meter Service Provider
N/A	Meter Reading Service Provider
N/A	Billing and Collection
N/A	Ancillary Services
N/A	Generation Provider
N/A	Aggregator/Broker

N/A Other (Specify)

**STATISTICAL INFORMATION**

**Retail Information**

	Number of Arizona Customers	Number of kWh Sold in Arizona
Residential	2,200	19,475,322
Commercial	401	16,590,652
Industrial	2	2,782,714,603
Public Street and Highway Lighting	0	0
Irrigation	0	0
<b>Total Retail</b>	<b>2,603</b>	<b>2,818,780,577</b>

**Wholesale Information**

	Number of Customers	Number of kWh Sold
Resale	0	0
Short-term Sales (duration of less than one-year)	0	0
<b>Total Wholesale</b>	<b>0</b>	<b>0</b>

Total Sold	2,818,780,577	KW
Maximum Peak Load	385,146	KW
Distribution System Losses	0	KW
Distribution Losses	0.00%	
Transmission Losses	0.00%	
System Average Interruption Duration Index (SAIDI)	8.70	
Distribution System Losses	0	
Customer Average Interruption Duration Index (CAIDI)	8.62	
System Average Interruption Frequency Index (SAIFI)	1.01	

**VERIFICATION AND SWORN STATEMENT (INTRASTATE REVENUE ONLY)**

**Verification:**

State of Arizona I, the undersigned of the  
(state name)

County of (county name): Maricopa

Name (owner or official) title: John M. Key - President

Company name: Morenci Water & Electric Co. - Electric

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION.

FOR THE YEAR ENDING: 12/31/22

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**Sworn Statement:** IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING THE CALENDAR YEAR WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$261,590,955

(The amount in the box above includes

\$15,039,631 in sales taxes

billed or collected)

John M Key

signature of owner/official

602-366-7176

telephone no.

SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC  
IN AND FOR THE COUNTY

Maricopa

(county name)

THIS 17 DAY OF

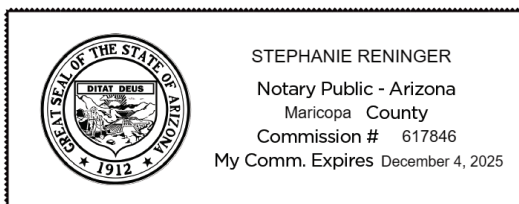
April 2023

(month) and (year)

MY COMMISSION EXPIRES

12/4/2023

(date)



Stephanie Reninger

(signature of notary public)

**VERIFICATION AND SWORN STATEMENT (RESIDENTIAL REVENUE)**

**Verification:**

State of Arizona I, the undersigned of the  
(state name)

County of (county name): Maricopa  
Name (owner or official) title: John M. Key - President  
Company name: Morenci Water & Electric Co. - Electric

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION.

FOR THE YEAR ENDING: 12/31/22

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**Sworn Statement:** IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING THE CALENDAR YEAR WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$2,561,621

(The amount in the box above includes

\$147,275 in sales taxes  
billed or collected)

John M Key

signature of owner/official

602-366-7176

telephone no.

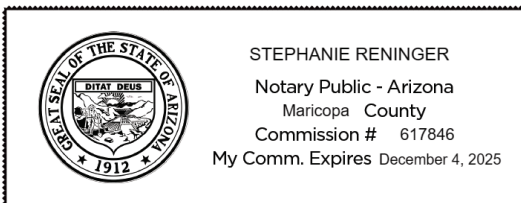
SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC  
IN AND FOR THE COUNTY

Maricopa

(county name)

THIS 17 DAY OF April 2023  
(month) and (year)

MY COMMISSION EXPIRES 12/4/2025  
(date)



Stephanie Reninger

(signature of notary public)

UTILITY PLANT IN SERVICE (ELECTRIC)							
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Accumulated Depreciation	OCLD (OC less AD)
<b>Intangible Plant</b>							
301	Organization	\$0	\$0	\$0	\$0	\$0	\$0
302	Franchises and consents	0	0	0	0	0	0
303	Miscellaneous intangible plan	0	0	0	0	0	0
<b>Steam Production</b>							
310	Land and land rights	0	0	0	0	0	0
311	Structures and improvements	0	0	0	0	0	0
312	Boiler plant equipment	0	0	0	0	0	0
313	Engines and engine-driven generator	0	0	0	0	0	0
314	Turbogenerator units	0	0	0	0	0	0
315	Accessory electric equipment	0	0	0	0	0	0
316	Miscellaneous power plant equipment	0	0	0	0	0	0
317	Asset retirement costs	0	0	0	0	0	0
<b>Nuclear Production</b>							
320	Land and land rights	0	0	0	0	0	0
321	Structures and improvements	0	0	0	0	0	0
322	Reactor plant equipment	0	0	0	0	0	0
323	Turbogenerator units	0	0	0	0	0	0
324	Accessory electric equipment	0	0	0	0	0	0
325	Miscellaneous power plant equipment	0	0	0	0	0	0
326	Asset retirement costs	0	0	0	0	0	0
<b>Hydraulic Production</b>							
330	Land and land rights	0	0	0	0	0	0
331	Structures and improvements	0	0	0	0	0	0
332	Reservoirs, dams and waterways	0	0	0	0	0	0
333	Water wheels, turbines and generators	0	0	0	0	0	0
334	Accessory electric equipment	0	0	0	0	0	0
335	Miscellaneous power plant equipment	0	0	0	0	0	0
336	Roads, railroads and bridges	0	0	0	0	0	0
337	Asset retirement costs	0	0	0	0	0	0
<b>Other Production</b>							
340	Land and land rights	0	0	0	0	0	0
341	Structures and improvements	0	0	0	0	0	0
342	Fuel holders, producers, and accessories	0	0	0	0	0	0
343	Prime movers	0	0	0	0	0	0
344	Generators	26,894	0	0	26,894	4,706	22,187
345	Accessory electric equipment	0	0	0	0	0	0
346	Miscellaneous power plant equipment	0	0	0	0	0	0
347	Asset retirement costs	0	0	0	0	0	0
348	Energy Storage Equipment-Production	0	0	0	0	0	0
<b>Transmission Plant</b>							
350	Land and land rights	0	0	0	0	0	0
352	Structures and improvements	2,103,054	237,551	0	2,340,605	907,009	1,433,596
353	Station equipment	5,018,021	0	0	5,018,021	2,392,366	2,625,654
354	Towers and fixtures	133,955	0	0	133,955	68,218	65,737
355	Poles and fixtures	1,823,693	0	0	1,823,693	1,152,909	670,784
356	Overhead conductors and devices	2,614,128	0	0	2,614,128	1,228,078	1,386,050
357	Underground conduit	45,337	0	0	45,337	26,069	19,268
358	Underground conductors and devices	55,754	0	0	55,754	40,162	15,592
359	Road and trails	776,927	0	0	776,927	323,782	453,145
359.1	Asset retirement costs for transmission plan	0	0	0	0	0	0
<b>Distribution Plant</b>							
360	Land and land rights	0	0	0	0	0	0
361	Structures and improvements	63,726	0	0	63,726	63,726	0
362	Station equipment	1,039,838	0	0	1,039,838	361,976	677,861
363	Storage battery equipment	0	0	0	0	0	0
364	Poles, towers and fixtures	1,284,127	0	0	1,284,127	665,532	618,595
365	Overhead conductors and devices	731,192	0	0	731,192	302,082	429,110
366	Underground conduit	5,001,587	863,402	0	5,864,989	1,157,876	4,707,113
367	Underground conductors and devices	660,854	34,194	0	695,048	124,809	570,239
368	Line transformers	8,200,158	0	0	8,200,158	3,504,129	4,696,029
369	Services	326,224	0	0	326,224	175,858	150,366
370	Meters	285,021	1,395	0	286,416	134,308	152,108
371	Installations on customers' premise	194,000	0	0	194,000	163,717	30,283
372	Leased property on customers' premises	0	0	0	0	0	0
373	Street lighting and signal system	0	0	0	0	0	0
374	Asset retirement costs for distribution plan	0	0	0	0	0	0
<b>Regional Transmission and Market Operation Plant</b>							
380	Land and land rights	0	0	0	0	0	0
381	Structures and improvements	0	0	0	0	0	0
382	Computer hardware	0	0	0	0	0	0
383	Computer software	0	0	0	0	0	0
384	Communications equipment	0	0	0	0	0	0
385	Miscellaneous regional transmission and market operation plan	0	0	0	0	0	0
386	Asset retirement costs for regional transmission and market operation plan	0	0	0	0	0	0
<b>General Plant</b>							
389	Land and land rights	0	147,483	0	147,483	0	147,483
390	Structures and improvements	90,803	0	0	90,803	55,106	35,697
391	Office furniture and equipment	28,551	0	0	28,551	22,805	5,746
392	Transportation equipment	1,515,619	0	0	1,515,619	1,341,677	173,943
393	Stores equipment	0	0	0	0	0	0
394	Tools, shop and garage equipment	301,344	0	0	301,344	116,748	184,596
395	Laboratory equipment	27,212	0	0	27,212	11,869	15,343
396	Power operated equipment	143,774	0	0	143,774	33,547	110,227
397	Communications equipment	72,269	0	0	72,269	54,907	17,362
398	Miscellaneous equipment	6,103	0	0	6,103	5,595	509
399	Other tangible property	0	0	0	0	0	0
399.1	Asset retirement costs for general plan	0	0	0	0	0	0
	<b>Totals</b>	<b>\$32,570,164</b>	<b>\$1,284,025</b>	<b>\$0</b>	<b>\$33,854,189</b>	<b>\$14,439,567</b>	<b>\$19,414,622</b>

DEPRECIATION EXPENSE FOR THE CURRENT YEAR (ELECTRIC)									
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Fully Depreciated/Non-depreciable Plant	Depreciation Percentages	Depreciation Expense	
<b>Intangible Plant</b>									
301	Organization	\$0	\$0	\$0	\$0	\$0	0.00%	\$0	
302	Franchises and consents	0	0	0	0	0	0.00%	0	
303	Miscellaneous intangible plan	0	0	0	0	0	0.00%	0	
<b>Steam Production</b>									
310	Land and land rights	0	0	0	0	0	0.00%	0	
311	Structures and improvements	0	0	0	0	0	0.00%	0	
312	Boiler plant equipment	0	0	0	0	0	0.00%	0	
313	Engines and engine-driven generator	0	0	0	0	0	0.00%	0	
314	Turbogenerator units	0	0	0	0	0	0.00%	0	
315	Accessory electric equipment	0	0	0	0	0	0.00%	0	
316	Miscellaneous power plant equipment	0	0	0	0	0	0.00%	0	
317	Asset retirement costs	0	0	0	0	0	0.00%	0	
<b>Nuclear Production</b>									
320	Land and land rights	0	0	0	0	0	0.00%	0	
321	Structures and improvements	0	0	0	0	0	0.00%	0	
322	Reactor plant equipment	0	0	0	0	0	0.00%	0	
323	Turbogenerator units	0	0	0	0	0	0.00%	0	
324	Accessory electric equipment	0	0	0	0	0	0.00%	0	
325	Miscellaneous power plant equipment	0	0	0	0	0	0.00%	0	
326	Asset retirement costs	0	0	0	0	0	0.00%	0	
<b>Hydraulic Production</b>									
330	Land and land rights	0	0	0	0	0	0.00%	0	
331	Structures and improvements	0	0	0	0	0	0.00%	0	
332	Reservoirs, dams and waterways	0	0	0	0	0	0.00%	0	
333	Water wheels, turbines and generators	0	0	0	0	0	0.00%	0	
334	Accessory electric equipment	0	0	0	0	0	0.00%	0	
335	Miscellaneous power plant equipment	0	0	0	0	0	0.00%	0	
336	Roads, railroads and bridges	0	0	0	0	0	8.69%	0	
337	Asset retirement costs	0	0	0	0	0	0.00%	0	
<b>Other Production</b>									
340	Land and land rights	0	0	0	0	0	0.00%	0	
341	Structures and improvements	0	0	0	0	0	0.00%	0	
342	Fuel holders, producers, and accessories	0	0	0	0	0	0.00%	0	
343	Prime movers	0	0	0	0	0	0.00%	0	
344	Generators	26,894	0	0	26,894	3,810	3.88%	896	
345	Accessory electric equipment	0	0	0	0	0	0.00%	0	
346	Miscellaneous power plant equipment	0	0	0	0	0	0.00%	0	
347	Asset retirement costs	0	0	0	0	0	0.00%	0	
348	Energy Storage Equipment-Production	0	0	0	0	0	0.00%	0	
<b>Transmission Plant</b>									
350	Land and land rights	0	0	0	0	0	0.00%	0	
352	Structures and improvements	2,103,054	237,551	0	2,340,605	856,133	3.73%	50,876	
353	Station equipment	5,018,021	0	0	5,018,021	2,259,331	4.82%	133,035	
354	Towers and fixtures	133,955	0	0	133,955	64,497	5.36%	3,721	
355	Poles and fixtures	1,823,693	0	0	1,823,693	1,090,023	8.57%	62,886	
356	Overhead conductors and devices	2,614,128	0	0	2,614,128	1,160,977	4.62%	67,101	
357	Underground conduit	45,337	0	0	45,337	23,802	10.53%	2,267	
358	Underground conductors and devices	55,754	0	0	55,754	38,892	7.54%	1,271	
359	Road and trails	776,927	0	0	776,927	304,108	4.16%	19,674	
359.1	Asset retirement costs for transmission plant	0	0	0	0	0	0.00%	0	
<b>Distribution Plant</b>									
360	Land and land rights	0	0	0	0	0	0.00%	0	
361	Structures and improvements	63,726	0	0	63,726	63,726	0.00%	0	
362	Station equipment	1,039,838	0	0	1,039,838	336,755	3.59%	25,222	
363	Storage battery equipment	0	0	0	0	0	0.00%	0	
364	Poles, towers and fixtures	1,284,127	0	0	1,284,127	629,406	5.52%	36,126	
365	Overhead conductors and devices	731,192	0	0	731,192	279,720	4.95%	22,362	
366	Underground conduit	5,001,587	863,402	0	5,864,989	975,823	4.08%	182,053	
367	Underground conductors and devices	660,854	34,194	0	695,048	102,664	3.85%	22,145	
368	Line transformers	8,200,158	0	0	8,200,158	3,231,649	5.48%	272,480	
369	Services	326,224	0	0	326,224	166,769	5.70%	9,089	
370	Meters	285,021	1,395	0	286,416	124,887	5.86%	9,421	
371	Installations on customers' premises	194,000	0	0	194,000	159,058	13.33%	4,659	
372	Leased property on customers' premises	0	0	0	0	0	0.00%	0	
373	Street lighting and signal systems	0	0	0	0	0	0.00%	0	
374	Asset retirement costs for distribution plant	0	0	0	0	0	0.00%	0	
<b>Regional Transmission and Market Operation Plant</b>									
380	Land and land rights	0	0	0	0	0	0.00%	0	
381	Structures and improvements	0	0	0	0	0	0.00%	0	
382	Computer hardware	0	0	0	0	0	0.00%	0	
383	Computer software	0	0	0	0	0	0.00%	0	
384	Communications equipment	0	0	0	0	0	0.00%	0	
385	Miscellaneous regional transmission and market operation plan	0	0	0	0	0	0.00%	0	
386	Asset retirement costs for regional transmission and market operation plan	0	0	0	0	0	0.00%	0	
<b>General Plant</b>									
389	Land and land rights	0	147,483	0	147,483	0	0.00%	0	
390	Structures and improvements	90,803	0	0	90,803	52,083	7.81%	3,023	
391	Office furniture and equipment	28,551	0	0	28,551	22,350	7.34%	455	
392	Transportation equipment	1,515,619	0	0	1,515,619	1,212,779	42.56%	128,898	
393	Stores equipment	0	0	0	0	0	0.00%	0	
394	Tools, shop and garage equipment	301,344	0	0	301,344	106,335	5.34%	10,412	
395	Laboratory equipment	27,212	0	0	27,212	10,930	5.77%	939	
396	Power operated equipment	143,774	0	0	143,774	23,962	8.00%	9,585	
397	Communications equipment	72,269	0	0	72,269	52,145	13.73%	2,762	
398	Miscellaneous equipment	6,103	0	0	6,103	4,984	54.55%	610	
399	Other tangible property	0	0	0	0	0	0.00%	0	
399.1	Asset retirement costs for general plant	0	0	0	0	0	0.00%	0	
	<b>Depreciation expense</b>	<b>\$32,570,164</b>	<b>\$1,284,025</b>	<b>\$0</b>	<b>\$33,854,189</b>	<b>\$13,357,597</b>		<b>\$1,081,970</b>	



Morenci Water & Electric Co. - Electric  
ELECTRIC UTILITY ANNUAL REPORT  
BALANCE SHEET ASSETS  
12/31/22

<b>BALANCE SHEET ASSETS</b>			
<b>Assets and Other Debits</b>		<b>Balance at Beginning of Year (2022)</b>	<b>Balance at End of Year (2022)</b>
<b>Utility Plant</b>			
Plant in service		\$32,570,162	\$33,854,189
Accumulated depreciation and amortization		(13,357,597)	(14,439,567)
Construction work in progress		965,013	42,368
Palo Verde sale leaseback (net of accumulated amortization)		0	0
Nuclear fuel (net of accumulate amortization)		0	0
<b>Total Utility Plant</b>		<b>\$20,177,578</b>	<b>\$19,456,990</b>
<b>Other Property and Investments</b>			
Non-utility property (net)		0	0
Investments in associated companies/organizations		0	0
Investments in subsidiary companies/organizations		0	0
Nuclear decommissioning trust		0	0
Other investments		0	0
<b>Total Other Property and Investments</b>		<b>\$0</b>	<b>\$0</b>
<b>Current and Accrued Assets</b>			
Cash and cash equivalents		\$27,335	\$267,725
Customer and other receivables		58,882	90,883
Accounts receivable		10,224,092	30,616,498
Allowance for doubtful accounts		37,933	24,557
Materials and supplies (at average cost)		526,734	483,224
Notes receivable (related party due within one year)		0	0
Fossil fuel (at average cost)		0	0
Regulatory assets		0	0
Deferred debits		0	0
Other current assets		0	0
<b>Total Fixed Assets</b>		<b>\$10,874,976</b>	<b>\$31,482,887</b>
<b>Total Assets and Other Debits</b>		<b>\$31,052,554</b>	<b>\$50,939,877</b>

Morenci Water & Electric Co. - Electric  
ELECTRIC UTILITY ANNUAL REPORT  
BALANCE SHEET LIABILITIES AND OWNERS EQUITY  
12/31/22

<b>BALANCE SHEET LIABILITIES AND OWNERS EQUITY</b>			
<b>Liabilities and Other Credits</b>		Balance at Beginning of Year (2022)	Balance at End of Year (2022)
<b>Current Liabilities</b>			
Accounts payable		\$116,246	\$116,133
Customer/Member deposits		9,940	8,001
Current maturities of Long-Term Debt		0	0
Accrued expenses		0	0
Accrued taxes		348,207	717,137
Accrued interest		0	0
Notes payable to associated companies		4,239,935	39,722,281
Short-term borrowing		0	0
Common dividends payable		0	0
Other regulatory liabilities		0	0
Liabilities for asset retirement		0	0
Other current liabilities		17,951	16,433
<b>Total Current Liabilities</b>		<b>\$4,732,280</b>	<b>\$40,579,985</b>
<b>Long Term Debt</b>			
Long-Term Debt		\$0	\$0
<b>Deferred Credits</b>			
Deferred income tax		\$0	\$0
Regulatory liabilities		0	0
Accumulated deferred investment tax credits		0	0
Liabilities for assest retirements		0	0
Liabilities for pension benefits		0	0
Customer advances		0	0
Coal mine reclamation		0	0
Deferred revenues		0	0
Construction advances		6,050,807	6,359,213
Deferred investment tax credit		(931,034)	(1,129,154)
Unrecognized tax benefits		0	0
Other deferred credits		0	0
<b>Total Deferred Credits</b>		<b>\$5,119,773</b>	<b>\$5,230,059</b>
<b>Total Liabilites</b>		<b>\$9,852,053</b>	<b>\$45,810,044</b>
<b>Capital Accounts</b>			
Common stock		\$706,908	\$706,908
Additional paid-in capital		6,555,778	6,555,778
Retained earnings		0	0
Memberships		0	0
Patronage capital		0	0
Accumulated other comprehensive		13,937,816	(2,132,852)
<b>Total Capital</b>		<b>\$21,200,501</b>	<b>\$5,129,833</b>
<b>Total Liabilities and Capital</b>		<b>\$31,052,554</b>	<b>\$50,939,877</b>

**Note: Total liabilities and Capital must match total assets for the beginning and end of the year!**

Morenci Water & Electric Co. - Electric  
ELECTRIC UTILITY ANNUAL REPORT  
ELECTRIC COMPARATIVE INCOME STATEMENT  
12/31/22

ELECTRIC COMPARATIVE INCOME STATEMENT			
Account No.	Calendar Year	Last Year 01/01/2021 - 12/31/2021	Current Year 01/01/2022 - 12/31/2022
	<b>Operating Revenue</b>		
440	Residential sales	\$2,084,763	\$2,414,346
442	Commercial and industrial sales	163,228,945	244,136,979
444	Public street and highway lighting	0	0
445	Other sales to public authorities	0	0
446	Sales to railroads and railways	0	0
447	Sales for resale	0	0
448	Interdepartmental sales	0	0
449	Othe sales	0	0
449.1	Provision for rate refunds	0	0
	<b>Total Revenues</b>	<b>\$165,313,708</b>	<b>\$246,551,325</b>
	<b>Operating Expenses</b>		
	<b>Steam Power Generation</b>		
500	Operation supervision and engineering	\$0	\$0
501	Fuel	0	0
502	Steam expenses	0	0
503	Steam from other sources	0	0
504	Steam transferred-Credit	0	0
505	Electric expenses	0	0
506	Miscellaneous steam power expense	0	0
507	Rents	0	0
508	Operation supplies and expenses	0	0
509	Allowances	0	0
510	Maintenance supervision and engineering	0	0
511	Maintenance of structures	0	0
512	Maintenance of boiler plant	0	0
513	Maintenance of electric plant	0	0
514	Maintenance of miscellaneous steam plant	0	0
515	Maintenance of steam production plant	0	0
	<b>Nuclear Power Generation</b>		
517	Operation supervision and engineering	0	0
518	Nuclear fuel expense	0	0
519	Coolants and water	0	0
520	Steam expenses	0	0
521	Steam from other sources	0	0
522	Steam transferred-Credit	0	0
523	Electric expenses	0	0
524	Miscellaneous nuclear power expense	0	0
525	Rents	0	0
528	Maintenance supervision and engineering	0	0
529	Maintenance of structures	0	0
530	Maintenance of reactor plant equipment	0	0
531	Maintenance of electric plant	0	0
545	Purchased power	159,202,821	241,381,855
	<b>Nuclear Power Generation</b>		
632	Contractual Services - Accounting	0	0
633	Contractual Services - Legal	53,132	20,772
634	Contractual Services - Management Fees	0	97,581
635	Contractual Services - Water Testing	3,984	5,099
636	Contractual Services - Other	682,143	140,277
640	Rents	0	0
641	Rental of Building/Real Property	4,272	4,362
642	Rental of Equipment	0	814
650	Transportation Expenses	12,390	41,981
657	Insurance - General Liability	10,255	11,361
657.1	Insurance - Health and Life	122,240	149,798
665	Regulatory Commission Expense - Rate	0	0
670	Bad Debt Expense	1,015	(1,431)
675	Miscellaneous Expense	(214,324)	(1,157,725)
403	Depreciation Expense	1,098,449	1,081,970
408	Taxes Other Than Income	0	0
408.11	Property Taxes	182,318	160,253
409	Income Taxes	0	0
427.1	Customer Security Deposit Interest	0	0
	<b>Total Operating Expenses</b>	<b>\$161,158,694</b>	<b>\$241,936,966</b>
	<b>Operating Income / (Loss)</b>	<b>\$4,155,014</b>	<b>\$4,614,359</b>
	<b>Other Income / (Expense)</b>		
419	Interest and Dividend Income	\$0	\$0
421	Non-Utility Income	0	0
426	Miscellaneous Non-Utility (Expense)	0	0
427	Interest (Expense)	0	0
	<b>Total Other Income / (Expense)</b>	<b>\$0</b>	<b>\$0</b>
	<b>Net Income / (Loss)</b>	<b>\$4,155,014</b>	<b>\$4,614,359</b>

Total number of employees	5	8
---------------------------	---	---

**Instructions:** Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

Morenci Water & Electric Co. - Electric  
 ELECTRIC UTILITIY ANNUAL REPORT  
 UTILITY SHUTOFFS / DISCONNECTS  
 12/31/22

<b>UTILITY SHUTOFFS / DISCONNECTS</b>			
Month	Termination without Notice R14-2-211.B	Termination with Notice R14-2- 211.C	Other
January	0	0	0
February	0	0	0
March	0	0	0
April	0	0	0
May	0	0	0
June	0	0	0
July	0	0	0
August	0	0	0
September	0	0	0
October	0	0	0
November	0	0	0
December	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Other (description):**

**Instructions:** Fill out the Grey Cells with the relevent information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.