

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

**ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY**

E-01750A

Mohave Electric Cooperative, Inc.  
PO Box 1045  
Bullhead City, AZ 86430-1045

RECEIVED  
APR 14 2015  
ACC UTILITIES DIRECTOR

Please click here if pre-printed Company name on this form is not your current Company name or dba name is not included.

Please list current Company name including dba here:  
\_\_\_\_\_

**ANNUAL REPORT**  
**Electric**

**FOR YEAR ENDING**

12	31	2014
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FOR COMMISSION USE

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4-15-15

## COMPANY INFORMATION

<b>Company Name (Business Name)</b> <u>MOHAVE ELECTRIC COOPERATIVE, Inc.</u>			
<b>Mailing Address</b> <u>PO Box 1045</u>			
<u>BULLHEAD CITY</u>	(Street)	<u>AZ</u>	<u>86480</u>
(City)		(State)	(Zip)
<u>(928) 763-4115</u>	<u>(928) 763-3315</u>	<u>N/A</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
<b>Email Address</b> <u>mohaveelectric.com</u>			
<b>Local Office Mailing Address</b> <u>1999 ARENA DRIVE</u>			
<u>BULLHEAD CITY</u>	(Street)	<u>AZ</u>	<u>86442</u>
(City)		(State)	(Zip)
<u>(928) 763-4115</u>	<u>(928) 763-4115</u>		
Local Customer Service Phone No. (Include Area Code)	(1-800 or other long distance Customer Service Phone No.)		
<b>Email Address</b> <u>mohaveelectric.com</u>		<b>Website address</b> <u>mohaveelectric.com</u>	

## MANAGEMENT INFORMATION

<input type="checkbox"/> <b>Regulatory Contact:</b>			
<input checked="" type="checkbox"/> <b>Management Contact:</b> <u>PAULA GRIFFES</u> <u>ADMINISTRATIVE ASSISTANT</u>			
(Name)		(Title)	
<u>1999 ARENA DRIVE</u>	<u>BULLHEAD CITY</u>	<u>AZ</u>	<u>86442</u>
(Street)	(City)	(State)	(Zip)
<u>(928) 763-4115</u>	<u>(928) 763-3315</u>	<u>N/A</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
<b>Email Address</b> <u>pgriffes@mohaveelectric.com</u>			
<b>On Site Manager:</b> <u>J. TYLER CARLSON, CEO</u>			
(Name)			
<u>1999 ARENA DRIVE</u>	<u>BULLHEAD CITY</u>	<u>AZ</u>	<u>86442</u>
(Street)	(City)	(State)	(Zip)
<u>(928) 763-4115</u>	<u>(928) 763-3315</u>	<u>N/A</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
<b>Email Address</b> <u>tcarlson@mohaveelectric.com</u>			

**Statutory Agent:** CURTIS, GOODWIN, SULLIVAN, UDALL & schwab **ATTN:** MICHAEL CURTIS

(Name)

501 E THOMAS ROAD

PHOENIX

AZ

85012

(Street)

(City)

(State)

(Zip)

(602) 393-1700

(602) 393-1703

N/A

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Attorney:** CURTIS, GOODWIN, SULLIVAN, UDALL & SCHWAB

(Name)

501 E THOMAS ROAD

PHOENIX

AZ

85012

(Street)

(City)

(State)

(Zip)

(602) 393-1700

(602) 393-1703

N/A

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email Address** \_\_\_\_\_

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

- |   |   |
|---|---|
| <input type="checkbox"/> Sole Proprietor (S)    | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P)        | <input type="checkbox"/> Subchapter S Corporation (Z)                     |
| <input type="checkbox"/> Bankruptcy (B)         | <input checked="" type="checkbox"/> Association/Co-op (A)                 |
| <input type="checkbox"/> Receivership (R)       | <input type="checkbox"/> Limited Liability Company                        |
| <input type="checkbox"/> Other (Describe) _____ |   |

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- |                                     |   |  |
|-------------------------------------|---|--|
| <input type="checkbox"/> APACHE     | <input type="checkbox"/> COCHISE            | <input checked="" type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA       | <input type="checkbox"/> GRAHAM             | <input type="checkbox"/> GREENLEE            |
| <input type="checkbox"/> LA PAZ     | <input type="checkbox"/> MARICOPA           | <input checked="" type="checkbox"/> MOHAVE   |
| <input type="checkbox"/> NAVAJO     | <input type="checkbox"/> PIMA               | <input type="checkbox"/> PINAL               |
| <input type="checkbox"/> SANTA CRUZ | <input checked="" type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA                |
| <input type="checkbox"/> STATEWIDE  |   |  |

**SERVICES AUTHORIZED TO PROVIDE**

Check the following box/es for the services that you are authorized to provide:

- Electric**
  - Investor Owned Electric
  - Rural Electric Cooperative
  - Utility Distribution Company
  - Electric Service Provider
    - Transmission Service Provider
    - Meter Service Provider
    - Meter Reading Service Provider
    - Billing and Collection
    - Ancillary Services
    - Generation Provider
    - Aggregator/Broker

Other (Specify) \_\_\_\_\_

**STATISTICAL INFORMATION**

**Retail Information**

	Number of Arizona Customers	Number of kWh Sold in Arizona
Residential	35,679	366,102,943
Commercial	4,048	207,911,902
Industrial	4	70,916,970
Public Street and Highway Lighting	16	439,536
Irrigation	14	3,799,988
<b>Total Retail</b>	<b>39,761</b>	<b>649,171,339</b>

**Wholesale Information**

	Number of Customers	Number of kWh Sold
Resale	1	279,802,000
Short-term Sales (durations of less than one year)		
<b>Total Wholesale</b>	<b>1</b>	<b>279,802,000</b>

Total MWh Sold                    928,973                    MWh

Maximum Peak Load                193,687                    MW

COMPANY NAME:

**UTILITY SHUTOFFS / DISCONNECTS**

MONTH	Termination without Notice R14-2-211.B	Termination with Notice R14-2-211	OTHER
JANUARY		1,935	
FEBRUARY		1,778	
MARCH		2,000	
APRIL		2,150	
MAY		2,192	
JUNE		2,220	
JULY		2,235	
AUGUST		2,274	
SEPTEMBER		2,196	
OCTOBER		2,293	
NOVEMBER		1,730	
DECEMBER		1,910	
<b>TOTALS →</b>		<b>24,913</b>	

OTHER (description):

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**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

RECEIVED  
**'APR 14 2015**  
ACC UTILITIES DIRECTOR

**VERIFICATION**

STATE OF \_\_\_\_\_  
I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME) <b>MOHAVE</b>
NAME (OWNER OR OFFICIAL) TITLE <b>ARDEN LAUXMAN</b>
COMPANY NAME <b>MOHAVE ELECTRIC COOPERATIVE, INC.</b>

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2014

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 REQUIREMENT 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 CALENDAR YEAR 2014 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)  <b>\$80,804,056</b>
--

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$4,983,483  
IN SALES TAXES BILLED, OR COLLECTED)

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

*Arden Lauxman*  
SIGNATURE OF OWNER OR OFFICIAL  
(928) 763-4115  
TELEPHONE NUMBER

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

THIS



COUNTY NAME	<i>Mohave</i>
MONTH	<i>APRIL</i> .2015

*Diana L. Pearson*  
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 5/18/2018

**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
INTRASTATE REVENUES ONLY**

RECEIVED  
**APR 14 2015**  
ACC UTILITIES DIRECTOR

STATE OF ARIZONA

I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME) MOHAVE	
NAME (OWNER OR OFFICIAL) ARDEN LAUXMAN	TITLE CFO
COMPANY NAME MOHAVE ELECTRIC COOPERATIVE, INC.	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION  
FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2014

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.

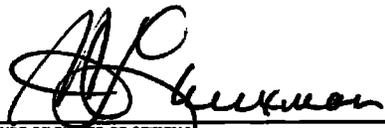
**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, 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 CALENDAR YEAR 2014 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES  \$80,804,056
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(THE AMOUNT IN BOX AT LEFT  
INCLUDES \$4,983,483  
IN SALES TAXES BILLED, OR COLLECTED

\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.

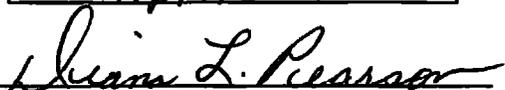
  
SIGNATURE OF OWNER OR OFFICIAL  
  
(928) 763-4115  
TELEPHONE NUMBER

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

THIS 9th DAY OF  
(SEAL)

NOTARY PUBLIC NAME Diana L. Pearson	
COUNTY NAME Mohave	
MONTH April	.2015

MY COMMISSION EXPIRES: 5/18/2015

  
SIGNATURE OF NOTARY PUBLIC



## **FINANCIAL INFORMATION**

Attach to this annual report a copy of the Company year-end (Calendar Year 2014) financial statements. If you do not compile these reports, the Utilities Division will supply you with blank financial statements for completion and filing. **ALL INFORMATION MUST BE ARIZONA-SPECIFIC AND REFLECT OPERATING RESULTS IN ARIZONA.**

According to the Paperwork Reduction Act of 1995, an agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 0572-0032. The time required to complete this information collection is estimated to average 15 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information.

UNITED STATES DEPARTMENT OF AGRICULTURE RURAL UTILITIES SERVICE  <b>FINANCIAL AND OPERATING REPORT                  ELECTRIC DISTRIBUTION</b>	BORROWER DESIGNATION	AZ0022
	PERIOD ENDED	December, 2014
	BORROWER NAME	Mohave Electric Cooperative, Incorporated

INSTRUCTIONS - See help in the online application.

This information is analyzed and used to determine the submitter's financial situation and feasibility for loans and guarantees. You are required by contract and applicable regulations to provide the information. The information provided is subject to the Freedom of Information Act (5 U.S.C. 552)

**CERTIFICATION**

We recognize that statements contained herein concern a matter within the jurisdiction of an agency of the United States and the making of a false, fictitious or fraudulent statement may render the maker subject to prosecution under Title 18, United States Code Section 1001.

We hereby certify that the entries in this report are in accordance with the accounts and other records of the system and reflect the status of the system to the best of our knowledge and belief.

**ALL INSURANCE REQUIRED BY PART 1788 OF 7 CFR CHAPTER XVII, RUS, WAS IN FORCE DURING THE REPORTING PERIOD AND RENEWALS HAVE BEEN OBTAINED FOR ALL POLICIES DURING THE PERIOD COVERED BY THIS REPORT PURSUANT TO PART 1718 OF 7 CFR CHAPTER XVII**

(check one of the following)

All of the obligations under the RUS loan documents have been fulfilled in all material respects.

There has been a default in the fulfillment of the obligations under the RUS loan documents. Said default(s) is/are specifically described in Part D of this report.

\_\_\_\_\_  
DATE

**PART A. STATEMENT OF OPERATIONS**

ITEM	YEAR-TO-DATE			THIS MONTH (d)
	LAST YEAR (a)	THIS YEAR (b)	BUDGET (c)	
1. Operating Revenue and Patronage Capital	79,353,159	75,820,573	78,152,802	5,703,440
2. Power Production Expense				
3. Cost of Purchased Power	61,952,114	58,388,617	60,230,578	4,549,287
4. Transmission Expense	191,282	161,941	207,242	10,725
5. Regional Market Expense				
6. Distribution Expense - Operation	3,480,398	3,748,151	3,668,244	295,994
7. Distribution Expense - Maintenance	1,098,721	1,164,379	999,296	49,845
8. Customer Accounts Expense	2,252,165	2,048,073	2,346,667	195,199
9. Customer Service and Informational Expense	165,117	159,769	161,559	17,745
10. Sales Expense	93,374	110,689	145,121	7,694
11. Administrative and General Expense	3,504,977	4,257,241	3,971,984	297,031
12. Total Operation & Maintenance Expense (2 thru 11)	72,738,148	70,038,860	71,730,691	5,423,520
13. Depreciation and Amortization Expense	2,523,666	2,547,388	2,522,007	216,671
14. Tax Expense - Property & Gross Receipts				
15. Tax Expense - Other				
16. Interest on Long-Term Debt	1,830,352	1,942,503	2,104,642	175,433
17. Interest Charged to Construction - Credit				
18. Interest Expense - Other	6,134	3,970	3,265	327
19. Other Deductions	1,890	12,555	7,250	379
20. Total Cost of Electric Service (12 thru 19)	77,100,190	74,545,276	76,367,855	5,816,330
21. Patronage Capital & Operating Margins (1 minus 20)	2,252,969	1,275,297	1,784,947	(112,890)
22. Non Operating Margins - Interest	573,134	461,951	321,639	149,802
23. Allowance for Funds Used During Construction				
24. Income (Loss) from Equity Investments	6,690	3,992	6,000	
25. Non Operating Margins - Other	64,477	438,885	0	(3,754)
26. Generation and Transmission Capital Credits	2,894,515	4,247,897	4,297,433	341,608
27. Other Capital Credits and Patronage Dividends	104,840	228,542	73,000	145,442
28. Extraordinary Items				
29. Patronage Capital or Margins (21 thru 28)	5,896,625	6,656,564	6,483,019	520,208

UNITED STATES DEPARTMENT OF AGRICULTURE  
RURAL UTILITIES SERVICE  
FINANCIAL AND OPERATING REPORT  
ELECTRIC DISTRIBUTION

BORROWER DESIGNATION

AZ0022

PERIOD ENDED

December, 2014

INSTRUCTIONS - See help in the online application.

PART B. DATA ON TRANSMISSION AND DISTRIBUTION PLANT

ITEM	YEAR-TO-DATE		ITEM	YEAR-TO-DATE	
	LAST YEAR (a)	THIS YEAR (b)		LAST YEAR (a)	THIS YEAR (b)
1. New Services Connected	170	196	5. Miles Transmission	111.94	111.94
2. Services Retired	63	89	6. Miles Distribution - Overhead	1,055.29	1,055.74
3. Total Services in Place	43,723	43,830	7. Miles Distribution - Underground	352.80	353.55
4. Idle Services (Exclude Seasonals)	4,391	4,069	8. Total Miles Energized (5 + 6 + 7)	1,520.03	1,521.23

PART C. BALANCE SHEET

ASSETS AND OTHER DEBITS		LIABILITIES AND OTHER CREDITS	
1. Total Utility Plant in Service	88,987,566	30. Memberships	165,85E
2. Construction Work in Progress	20,981,466	31. Patronage Capital	76,783,163
3. Total Utility Plant (1 + 2)	109,969,032	32. Operating Margins - Prior Years	C
4. Accum. Provision for Depreciation and Amort.	39,197,227	33. Operating Margins - Current Year	5,790,462
5. Net Utility Plant (3 - 4)	70,771,805	34. Non-Operating Margins	866,102
6. Non-Utility Property (Net)	0	35. Other Margins and Equities	3,443,77E
7. Investments in Subsidiary Companies	0	36. Total Margins & Equities (30 thru 35)	87,049,361
8. Invest. in Assoc. Org. - Patronage Capital	41,309,300	37. Long-Term Debt - RUS (Net)	2,876,91C
9. Invest. in Assoc. Org. - Other - General Funds	2,444,923	38. Long-Term Debt - FFB - RUS Guaranteed	30,644,042
10. Invest. in Assoc. Org. - Other - Nongeneral Funds	766,141	39. Long-Term Debt - Other - RUS Guaranteed	C
11. Investments in Economic Development Projects	0	40. Long-Term Debt Other (Net)	10,381,18E
12. Other Investments	9,365,362	41. Long-Term Debt - RUS - Econ. Devel. (Net)	C
13. Special Funds	0	42. Payments - Unapplied	2,120,844
14. Total Other Property & Investments (6 thru 13)	53,885,726	43. Total Long-Term Debt (37 thru 41 - 42)	41,781,294
15. Cash - General Funds	7,744,440	44. Obligations Under Capital Leases - Noncurrent	C
16. Cash - Construction Funds - Trustee	0	45. Accumulated Operating Provisions and Asset Retirement Obligations	C
17. Special Deposits	0	46. Total Other Noncurrent Liabilities (44 + 45)	C
18. Temporary Investments	2,862,082	47. Notes Payable	C
19. Notes Receivable (Net)	707,092	48. Accounts Payable	4,715,44E
20. Accounts Receivable - Sales of Energy (Net)	2,928,108	49. Consumers Deposits	3,264,353
21. Accounts Receivable - Other (Net)	1,000,562	50. Current Maturities Long-Term Debt	1,903,96E
22. Renewable Energy Credits	0	51. Current Maturities Long-Term Debt - Economic Development	C
23. Materials and Supplies - Electric & Other	2,399,973	52. Current Maturities Capital Leases	C
24. Prepayments	8,498,870	53. Other Current and Accrued Liabilities	9,102,287
25. Other Current and Accrued Assets	51,919	54. Total Current & Accrued Liabilities (47 thru 53)	18,986,05E
26. Total Current and Accrued Assets (15 thru 25)	26,193,046	55. Regulatory Liabilities	C
27. Regulatory Assets	242,953	56. Other Deferred Credits	7,155,49E
28. Other Deferred Debits	3,878,676	57. Total Liabilities and Other Credits (36 + 43 + 46 + 54 thru 56)	154,972,20E
29. Total Assets and Other Debits (5+14+26 thru 28)	154,972,206		