



# **Massachusetts Municipal Wholesale Electric Company**

## **Quarterly Report Unaudited Financial Statement**

***Second Quarter  
For the months ended June 30, 2011***

**Massachusetts Municipal Wholesale Electric Company  
327 Moody Street, P.O. Box 426, Ludlow, MA 01056  
(413) 308-1392 [www.mmwec.org](http://www.mmwec.org)**

**Balance Sheets**

June 30, 2011 and 2010

(Unaudited, Dollars In Thousands)

	June 30,	
	<u>2011</u>	<u>2010</u>
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and temporary investments.....	\$ 11,714	\$ 12,251
Accounts receivable.....	27,983	28,937
Unbilled revenues.....	14,651	15,468
Inventories.....	23,144	27,282
Prepaid expenses.....	1,482	1,177
Total current assets.....	<u>78,974</u>	<u>85,115</u>
<b>NON-CURRENT ASSETS</b>		
Restricted assets		
Restricted special funds.....	265,046	278,831
Interest receivable.....	688	853
Deferred charges		
Unamortized debt discount and expenses...	1,853	2,286
Nuclear decommissioning trusts.....	68,656	59,123
Other.....	28,747	21,027
Total non-current assets.....	<u>364,990</u>	<u>362,120</u>
Capital assets		
In service.....	1,353,195	1,338,312
Accumulated depreciation.....	(795,546)	(781,084)
Construction work in progress.....	16,131	19,874
Nuclear fuel - net of amortization.....	29,048	26,933
Total capital assets.....	<u>602,828</u>	<u>604,035</u>
<b>TOTAL ASSETS.....</b>	<b><u>\$ 1,046,792</u></b>	<b><u>\$ 1,051,270</u></b>
<b>LIABILITIES</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable.....	\$ 7,865	\$ 12,317
Member and participant advances.....	128,659	102,777
Short-term debt.....	725	5,227
Accrued expenses.....	21,757	25,107
Current liabilities payable-restricted assets		
Current maturities of long-term debt.....	59,400	57,990
Total current liabilities.....	<u>218,406</u>	<u>203,418</u>
<b>NON-CURRENT LIABILITIES</b>		
Long-term debt, net of premiums.....	361,750	449,508
Asset retirement obligation.....	107,999	102,797
Amounts recoverable under terms of the		
power sales agreements.....	297,637	235,102
Other liabilities.....	61,000	60,445
Total non-current liabilities.....	<u>828,386</u>	<u>847,852</u>
<b>TOTAL LIABILITIES.....</b>	<b><u>\$ 1,046,792</u></b>	<b><u>\$ 1,051,270</u></b>

**Statements of Revenues and Expenses**

June 30, 2011 and 2010

(Unaudited, Dollars In Thousands)

	Three Months Ended		Twelve Months Ended	
	June 30,		June 30,	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
<b>OPERATING REVENUES</b>				
Revenues.....	\$ 75,124	\$ 74,702	\$ 310,268	\$ 298,401
<b>OPERATING EXPENSES</b>				
Fuel used in electric generation.....	3,746	7,969	29,122	21,485
Purchased power.....	31,858	30,664	139,496	129,162
Other operating.....	12,184	10,675	46,132	41,992
Maintenance.....	6,154	3,391	12,800	13,799
Depreciation.....	3,750	3,653	14,944	14,750
Taxes other than income.....	1,213	1,148	4,881	4,438
Total operating expenses.....	<u>58,905</u>	<u>57,500</u>	<u>247,375</u>	<u>225,626</u>
Operating income.....	<u>16,219</u>	<u>17,202</u>	<u>62,893</u>	<u>72,775</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>				
Interest income and investment market adjustments.....	2,570	971	10,844	12,326
Interest expense on long-term debt.....	(3,756)	(4,601)	(15,331)	(18,179)
Amortization of premium on long-term debt.....	486	604	1,923	2,393
Amortization of debt discount and expenses.....	(818)	(164)	(1,283)	(721)
Interest charged to projects during construction.....	11	27	49	75
Gain on retirement of debt	2,752		2,752	
Decrease in amounts recoverable under terms of the				
power sales agreements.....	(17,464)	(14,039)	(61,847)	(68,669)
Total non-operating revenues (expenses).....	<u>(16,219)</u>	<u>(17,202)</u>	<u>(62,893)</u>	<u>(72,775)</u>
<b>NET REVENUES AND EXPENSES.....</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>
<p>These unaudited financial statements should be read in conjunction with the Massachusetts Municipal Wholesale Electric Company (MMWEC) 2010 Annual Financial Statements. Certain reclassifications of 2010 data have been made to conform with the 2010 Annual Financial Statements.</p>				