



# **Massachusetts Municipal Wholesale Electric Company**

## **Quarterly Report Unaudited Financial Statement**

***First Quarter  
For the months ended March 31, 2012***

**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**

March 31, 2012 and 2011

(Unaudited, Dollars In Thousands)

	March 31,	
	<u>2012</u>	<u>2011</u>
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and temporary investments.....	\$ 25,332	\$ 11,953
Accounts receivable.....	27,312	25,573
Unbilled revenues.....	10,846	14,266
Inventories.....	22,387	23,528
Prepaid expenses.....	2,483	2,312
Total current assets.....	<u>88,360</u>	<u>77,632</u>
<b>NON-CURRENT ASSETS</b>		
Restricted assets		
Restricted special funds.....	202,666	264,740
Interest receivable.....	806	906
Deferred charges		
Unamortized debt discount and expenses...	(7,798)	1,821
Nuclear decommissioning trusts.....	73,699	67,413
Other.....	24,163	30,302
Total non-current assets.....	<u>293,536</u>	<u>365,182</u>
Capital assets		
In service.....	1,367,060	1,349,299
Accumulated depreciation.....	(806,097)	(791,853)
Construction work in progress.....	15,474	16,825
Nuclear fuel - net of amortization.....	31,216	27,109
Total capital assets.....	<u>607,653</u>	<u>601,380</u>
<b>TOTAL ASSETS.....</b>	<b><u>\$ 989,549</u></b>	<b><u>\$ 1,044,194</u></b>
<b>LIABILITIES</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable.....	\$ 6,486	\$ 15,490
Member and participant advances.....	121,834	112,875
Short-term debt.....	878	1,446
Accrued expenses.....	15,893	18,498
Current liabilities payable-restricted assets		
Current maturities of long-term debt.....	25,202	59,528
Total current liabilities.....	<u>170,293</u>	<u>207,837</u>
<b>NON-CURRENT LIABILITIES</b>		
Long-term debt, net of premiums.....	308,663	388,543
Asset retirement obligation.....	120,572	106,666
Amounts recoverable under terms of the		
power sales agreements.....	329,909	280,172
Other liabilities.....	60,112	60,976
Total non-current liabilities.....	<u>819,256</u>	<u>836,357</u>
<b>TOTAL LIABILITIES.....</b>	<b><u>\$ 989,549</u></b>	<b><u>\$ 1,044,194</u></b>

**Statements of Revenues and Expenses**

March 31, 2012 and 2011

(Unaudited, Dollars In Thousands)

	Three Months Ended March 31,		Twelve Months Ended March 31,	
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
<b>OPERATING REVENUES</b>				
Revenues.....	\$ 64,903	\$ 77,375	\$ 291,853	\$ 309,846
<b>OPERATING EXPENSES</b>				
Fuel used in electric generation.....	3,660	6,833	17,660	33,345
Purchased power.....	29,036	35,830	129,679	138,303
Other operating.....	11,314	11,510	46,090	44,623
Maintenance.....	1,965	2,713	14,946	10,037
Depreciation.....	3,878	3,730	15,470	14,847
Taxes other than income.....	1,269	1,185	5,624	4,815
Total operating expenses.....	<u>51,122</u>	<u>61,801</u>	<u>229,469</u>	<u>245,970</u>
Operating income.....	<u>13,781</u>	<u>15,574</u>	<u>62,384</u>	<u>63,876</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>				
Interest income and investment market adjustments.....	4,295	2,283	10,210	9,245
Interest expense on long-term debt.....	(2,695)	(3,821)	(14,792)	(16,176)
Amortization of premium on long-term debt.....	1,931	486	4,360	2,042
Amortization of debt discount and expenses.....	(10,830)	(137)	(12,013)	(629)
Interest charged to projects during construction.....	22	7	85	63
Loss on retirement of debt.....	(3,887)	-	(1,136)	-
Decrease in amounts recoverable under terms of the				
power sales agreements.....	(2,617)	(14,392)	(49,098)	(58,421)
Total non-operating revenues (expenses).....	<u>(13,781)</u>	<u>(15,574)</u>	<u>(62,384)</u>	<u>(63,876)</u>
<b>NET REVENUES AND EXPENSES.....</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>
These unaudited financial statements should be read in conjunction with the Massachusetts Municipal Wholesale Electric Company (MMWEC) 2010 Annual Financial Statements. Certain reclassifications of 2011 data have been made to conform with the 2011 Annual Financial Statements.				