



# **Massachusetts Municipal Wholesale Electric Company**

## **Quarterly Report Unaudited Financial Statement**

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

June 30, 2012 and 2011

(Unaudited, Dollars In Thousands)

	June 30,	
	<u>2012</u>	<u>2011</u>
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and temporary investments.....	\$ 25,361	\$ 11,714
Accounts receivable.....	26,482	27,983
Unbilled revenues.....	13,657	14,651
Inventories.....	22,259	23,144
Prepaid expenses.....	1,883	1,482
Total current assets.....	<u>89,642</u>	<u>78,974</u>
<b>NON-CURRENT ASSETS</b>		
Restricted assets		
Restricted special funds.....	230,359	265,046
Interest receivable.....	667	688
Deferred charges		
Unamortized debt discount and expenses...	(7,629)	1,853
Nuclear decommissioning trusts.....	73,611	68,656
Other.....	25,531	28,747
Total non-current assets.....	<u>322,539</u>	<u>364,990</u>
Capital assets		
In service.....	1,367,165	1,353,195
Accumulated depreciation.....	(809,965)	(795,546)
Construction work in progress.....	17,813	16,131
Nuclear fuel - net of amortization.....	29,604	29,048
Total capital assets.....	<u>604,617</u>	<u>602,828</u>
<b>TOTAL ASSETS.....</b>	<b><u>\$ 1,016,798</u></b>	<b><u>\$ 1,046,792</u></b>
<b>LIABILITIES</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable.....	\$ 11,220	\$ 7,865
Member and participant advances.....	128,104	128,659
Short-term debt.....	868	725
Accrued expenses.....	19,885	21,757
Current liabilities payable-restricted assets		
Current maturities of long-term debt.....	25,004	59,400
Total current liabilities.....	<u>185,081</u>	<u>218,406</u>
<b>NON-CURRENT LIABILITIES</b>		
Long-term debt, net of premiums.....	306,930	361,750
Asset retirement obligation.....	122,060	107,999
Amounts recoverable under terms of the		
power sales agreements.....	344,071	297,637
Other liabilities.....	58,656	61,000
Total non-current liabilities.....	<u>831,717</u>	<u>828,386</u>
<b>TOTAL LIABILITIES.....</b>	<b><u>\$ 1,016,798</u></b>	<b><u>\$ 1,046,792</u></b>

**Statements of Revenues and Expenses**

March 31, 2012 and 2011

(Unaudited, Dollars In Thousands)

	Three Months Ended		Twelve Months Ended	
	June 30,		June 30,	
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
<b>OPERATING REVENUES</b>				
Revenues.....	\$ 65,140	\$ 75,124	\$ 281,869	\$ 310,268
<b>OPERATING EXPENSES</b>				
Fuel used in electric generation.....	4,331	3,746	18,245	29,122
Purchased power.....	26,984	31,858	124,806	139,496
Other operating.....	11,122	12,184	45,028	46,132
Maintenance.....	2,134	6,154	10,926	12,800
Depreciation.....	3,882	3,750	15,603	14,944
Taxes other than income.....	1,592	1,213	6,003	4,881
Total operating expenses.....	<u>50,045</u>	<u>58,905</u>	<u>220,611</u>	<u>247,375</u>
Operating income.....	<u>15,095</u>	<u>16,219</u>	<u>61,258</u>	<u>62,893</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>				
Interest income and investment market adjustments.....	295	2,570	7,936	10,844
Interest expense on long-term debt.....	(3,235)	(3,756)	(14,272)	(15,331)
Amortization of premium on long-term debt.....	1,931	486	5,806	1,923
Amortization of debt discount and expenses.....	(14)	(818)	(11,210)	(1,283)
Interest charged to projects during construction.....	89	11	163	49
Gain on retirement of debt.....	-	2,752	-	2,752
Loss on retirement of debt.....	-	-	(3,887)	-
Decrease in amounts recoverable under terms of the				
power sales agreements.....	(14,161)	(17,464)	(45,794)	(61,847)
Total non-operating revenues (expenses).....	<u>(15,095)</u>	<u>(16,219)</u>	<u>(61,258)</u>	<u>(62,893)</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) 2011 Annual Financial Statements. Certain reclassifications of 2011 data have been made to conform with the 2011 Annual Financial Statements.				