



# Massachusetts Municipal Wholesale Electric Company

Quarterly Report  
Unaudited Financial Statement

*Third Quarter*  
*For the months ended September, 30 2013*

**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**

September 30, 2013 and 2012

(Unaudited, Dollars In Thousands)

	September 30,	
	<u>2013</u>	<u>2012</u>
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and temporary investments.....	\$ 18,221	\$ 26,448
Accounts receivable.....	32,632	28,033
Unbilled revenues.....	13,690	13,530
Inventories.....	13,864	20,665
Prepaid expenses.....	1,540	2,278
Total current assets.....	<u>79,947</u>	<u>90,954</u>
<b>NON-CURRENT ASSETS</b>		
Restricted assets		
Restricted special funds.....	204,325	205,285
Interest receivable.....	627	746
Deferred charges		
Unamortized debt discount and expenses...	1,396	(7,667)
Nuclear decommissioning trusts.....	84,287	76,578
Other.....	19,986	31,782
Total non-current assets.....	<u>310,621</u>	<u>306,724</u>
Capital assets		
In service.....	1,375,975	1,365,094
Accumulated depreciation.....	(824,075)	(811,364)
Construction work in progress.....	16,848	21,041
Nuclear fuel - net of amortization.....	26,201	28,706
Total capital assets.....	<u>594,949</u>	<u>603,477</u>
<b>TOTAL ASSETS.....</b>	<b><u>\$ 985,517</u></b>	<b><u>\$ 1,001,155</u></b>
<b>LIABILITIES</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable.....	\$ 10,704	\$ 16,805
Member and participant advances.....	147,956	108,966
Short-term debt.....	1,122	991
Accrued expenses.....	20,242	19,252
Current liabilities payable-restricted assets		
Current maturities of long-term debt.....	58,196	58,630
Total current liabilities.....	<u>238,220</u>	<u>204,644</u>
<b>NON-CURRENT LIABILITIES</b>		
Long-term debt, net of premiums.....	178,151	246,271
Asset retirement obligation.....	129,724	123,548
Amounts recoverable under terms of the power sales agreements.....		
.....	409,805	362,038
Other liabilities.....	29,617	64,654
Total non-current liabilities.....	<u>747,297</u>	<u>796,511</u>
<b>TOTAL LIABILITIES.....</b>	<b><u>\$ 985,517</u></b>	<b><u>\$ 1,001,155</u></b>

**Statements of Revenues and Expenses**

September 30, 2013 and 2012

(Unaudited, Dollars In Thousands)

	Three Months Ended		Twelve Months Ended	
	September 30,		September 30,	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
<b>OPERATING REVENUES</b>				
Revenues.....	\$ 75,840	\$ 81,354	\$ 301,813	\$ 287,051
<b>OPERATING EXPENSES</b>				
Fuel used in electric generation.....	6,352	5,891	23,057	17,606
Purchased power.....	38,675	37,102	143,463	126,140
Other operating.....	10,080	11,876	42,911	46,242
Maintenance.....	2,059	5,300	13,994	13,871
Depreciation.....	3,960	3,885	15,786	15,704
Taxes other than income.....	1,462	1,580	5,900	6,376
Total operating expenses.....	<u>62,588</u>	<u>65,634</u>	<u>245,111</u>	<u>225,939</u>
Operating income.....	<u>13,252</u>	<u>15,720</u>	<u>56,702</u>	<u>61,112</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>				
Interest income and investment market adjustments.....	3,090	3,325	5,278	12,005
Interest expense on long-term debt.....	(2,296)	(2,990)	(12,935)	(13,103)
Amortization of premium on long-term debt.....	1,410	1,934	7,236	6,786
Amortization of debt discount and expenses.....	(141)	(14)	9,620	(11,122)
Interest charged to projects during construction.....	(6)	5	5	143
Loss on retirement of debt.....	-	-	3,768	(3,887)
Increase in amounts recoverable under terms of the power sales agreements.....				
.....	(15,309)	(17,980)	(69,674)	(51,934)
Total non-operating revenues (expenses).....	<u>(13,252)</u>	<u>(15,720)</u>	<u>(56,702)</u>	<u>(61,112)</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) 2012 Annual Financial Statements. Certain reclassifications of 2012 data have been made to conform with the 2012 Annual Financial Statements.