



Massachusetts Municipal Wholesale Electric Company

Quarterly Report
Unaudited Financial Statement

*First Quarter
For the months ended March 31, 2014*

**Massachusetts Municipal Wholesale Electric Company
327 Moody Street, P.O. Box 426, Ludlow, MA 01056
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Balance Sheets

March 31, 2014 and 2013
(Unaudited, Dollars In Thousands)

	March 31,	
	<u>2014</u>	<u>2013</u>
ASSETS		
CURRENT ASSETS		
Cash and temporary investments.....	\$ 19,802	\$ 38,417
Accounts receivable.....	37,989	39,059
Unbilled revenues.....	18,728	11,443
Inventories.....	18,561	17,309
Prepaid expenses.....	3,675	2,375
Total current assets.....	<u>98,755</u>	<u>108,603</u>
NON-CURRENT ASSETS		
Restricted assets		
Restricted special funds.....	238,140	210,350
Interest receivable.....	646	621
Deferred charges		
Unamortized debt discount and expenses..	-	1,861
Nuclear decommissioning trusts.....	90,530	80,845
Other.....	27,351	26,892
Total non-current assets.....	<u>356,667</u>	<u>320,569</u>
Capital assets		
In service.....	1,386,927	1,377,909
Accumulated depreciation.....	(835,222)	(819,007)
Construction work in progress.....	19,409	14,534
Nuclear fuel - net of amortization.....	24,709	27,185
Total capital assets.....	<u>595,823</u>	<u>600,621</u>
TOTAL ASSETS.....	<u>\$ 1,051,245</u>	<u>\$ 1,029,793</u>
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable.....	\$ 9,750	\$ 17,181
Member and participant advances.....	130,832	135,920
Short-term debt.....	5,499	1,042
Accrued expenses.....	23,648	20,132
Current liabilities payable-restricted assets		
Current maturities of long-term debt.....	58,670	59,283
Total current liabilities.....	<u>228,399</u>	<u>233,558</u>
NON-CURRENT LIABILITIES		
Long-term debt, net of premiums.....	174,842	234,082
Asset retirement obligation.....	132,927	126,599
Amounts recoverable under terms of the power sales agreements.....	451,094	392,844
Other liabilities.....	63,983	42,710
Total non-current liabilities.....	<u>822,846</u>	<u>796,235</u>
TOTAL LIABILITIES.....	<u>\$ 1,051,245</u>	<u>\$ 1,029,793</u>

Statements of Revenues and Expenses

March 31, 2014 and 2013
(Unaudited, Dollars In Thousands)

	Three Months Ended	
	March 31,	
	<u>2014</u>	<u>2013</u>
OPERATING REVENUES		
Revenues.....	\$ 99,465	\$ 80,947
OPERATING EXPENSES		
Fuel used in electric generation.....	22,595	8,034
Purchased power.....	42,588	41,235
Other operating.....	14,040	13,635
Maintenance.....	2,222	2,168
Depreciation.....	4,058	4,002
Taxes other than income.....	1,223	2,008
Total operating expenses.....	<u>86,726</u>	<u>71,082</u>
Operating income.....	<u>12,739</u>	<u>9,865</u>
NON-OPERATING REVENUES (EXPENSES)		
Interest income and investment market adjustments.....	2,660	3,575
Interest expense on long-term debt.....	(2,322)	(5,392)
Amortization of premium on long-term debt.....	1,420	1,946
Amortization of debt discount and expenses.....	-	(6,376)
Amortization of gain on debt.....	138	-
Interest charged to projects during construction.....	-	(14)
Loss on retirement of debt.....	-	-
Increase in amounts recoverable under terms of the power sales agreements.....	(14,635)	(3,604)
Total non-operating revenues (expenses).....	<u>(12,739)</u>	<u>(9,865)</u>
NET REVENUES AND EXPENSES.....	<u>\$ -</u>	<u>\$ -</u>

These unaudited financial statements should be read in conjunction with the Massachusetts Municipal Wholesale Electric Company (MMWEC) 2013 Annual Financial Statements. Certain reclassifications of 2013 data have been made to conform with the 2013 Annual Financial Statements.