



Massachusetts Municipal Wholesale Electric Company

Quarterly Report
Unaudited Financial Statement

Third Quarter
For the months ended September 30, 2014

Massachusetts Municipal Wholesale Electric Company
327 Moody Street, P.O. Box 426, Ludlow, MA 01056
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Statements of Net Position

September 30, 2014 and 2013
(Unaudited, Dollars In Thousands)

	September 30,	
	2014	2013
ASSETS		
CURRENT ASSETS		
Cash and temporary investments.....	\$ 8,585	\$ 18,221
Accounts receivable.....	31,525	32,632
Unbilled revenues.....	16,184	13,690
Inventories.....	34,365	13,864
Prepaid expenses.....	2,129	1,540
Total current assets.....	<u>92,788</u>	<u>79,947</u>
NON-CURRENT ASSETS		
Restricted assets		
Restricted special funds.....	205,415	204,325
Interest receivable.....	621	627
Deferred charges		
Unamortized debt discount and expenses.....	(4)	1,396
Nuclear decommissioning trusts.....	94,631	84,287
Other.....	27,646	19,986
Total non-current assets.....	<u>328,309</u>	<u>310,621</u>
Capital assets		
In service.....	1,395,915	1,375,975
Accumulated depreciation.....	(842,945)	(824,075)
Construction work in progress.....	15,070	16,848
Nuclear fuel - net of amortization.....	26,276	26,201
Total capital assets.....	<u>594,316</u>	<u>594,949</u>
TOTAL ASSETS.....	<u>\$ 1,015,413</u>	<u>\$ 985,517</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred gain on extinguishment of debt, net of amortization.....	412	-
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES.....	<u>\$ 1,015,825</u>	<u>\$ 985,517</u>
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable.....	\$ 8,183	\$ 10,704
Member and participant advances.....	126,028	147,956
Short-term debt.....	3,446	1,122
Accrued expenses.....	22,491	20,242
Current liabilities payable-restricted assets		
Current maturities of long-term debt.....	22	58,196
Total current liabilities.....	<u>160,170</u>	<u>238,220</u>
NON-CURRENT LIABILITIES		
Long-term debt, net of premiums.....	172,963	178,151
Asset retirement obligation.....	136,209	129,724
Amounts recoverable under terms of the		
power sales agreements.....	481,408	409,805
Other liabilities.....	63,132	29,617
Total non-current liabilities.....	<u>853,712</u>	<u>747,297</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred gain on extinguishment of debt, net of amortization.....	1,943	-
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES.....	<u>\$ 1,015,825</u>	<u>\$ 985,517</u>
NET POSITION		
Net investment in capital assets	\$ -	\$ -
Restricted for:		
General bond resolution	-	-
Unrestricted	-	-
Total net position	<u>\$ -</u>	<u>\$ -</u>

Statements of Revenues, Expenses and Changes in Net Position

September 30, 2014 and 2013
(Unaudited, Dollars In Thousands)

	Three Months Ended	
	September 30,	
	2014	2013
OPERATING REVENUES		
Revenues.....	\$ 77,993	\$ 75,840
OPERATING EXPENSES		
Fuel used in electric generation.....	5,485	6,352
Purchased power.....	39,210	38,675
Other operating.....	13,886	10,080
Maintenance.....	2,305	2,059
Depreciation.....	4,086	3,960
Taxes other than income.....	1,258	1,462
Total operating expenses.....	<u>66,230</u>	<u>62,588</u>
Operating income.....	<u>11,763</u>	<u>13,252</u>
NON-OPERATING REVENUES (EXPENSES)		
Interest income and investment market adjustments.....	355	3,090
Interest expense on long-term debt.....	(1,676)	(2,296)
Amortization of premium on long-term debt.....	937	1,410
Amortization of debt discount and expenses.....	-	(141)
Amortization of gain on debt.....	129	-
Interest charged to projects during construction.....	(1)	(6)
Loss on retirement of debt.....	-	-
Increase in amounts recoverable under terms of the		
power sales agreements.....	(11,507)	(15,309)
Total non-operating revenues (expenses).....	<u>(11,763)</u>	<u>(13,252)</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.