

Statements of Net Position

June 30, 2018 and 2017

(Unaudited, Dollars In Thousands)

	June 30,	
	2018	2017
ASSETS		
CURRENT ASSETS		
Cash and temporary investments.....	\$ 63,813	\$ 41,725
Accounts receivable.....	53,307	42,121
Unbilled revenues.....	17,143	18,842
Inventories.....	27,950	38,917
Prepaid expenses.....	1,909	2,122
Total current assets.....	<u>164,122</u>	<u>143,727</u>
NON-CURRENT ASSETS		
Restricted assets		
Restricted special funds.....	168,716	226,266
Interest receivable.....	571	526
Deferred charges		
Nuclear decommissioning trusts.....	123,320	114,230
Other.....	19,652	15,372
Total non-current assets.....	<u>312,259</u>	<u>356,394</u>
Capital assets		
In service.....	1,424,706	1,418,438
Accumulated depreciation.....	(902,201)	(885,203)
Construction work in progress.....	18,949	18,371
Nuclear fuel - net of amortization.....	21,732	22,595
Total capital assets.....	<u>563,186</u>	<u>574,201</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred loss on pension asset.....	2,988	3,716
Deferred loss on derivatives.....	-	743
Total deferred outflows of resources.....	<u>2,988</u>	<u>4,459</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES.....	<u>\$ 1,042,555</u>	<u>\$ 1,078,781</u>
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable.....	\$ 8,100	\$ 8,415
Member and participant advances.....	113,127	110,736
Short-term debt.....	21,472	410
Accrued expenses.....	22,100	22,909
Current liabilities payable-restricted assets		
Accrued interest payable.....	425	1,188
Current maturities of long-term debt.....	5,199	47,190
Total current liabilities.....	<u>170,423</u>	<u>190,848</u>
NON-CURRENT LIABILITIES		
Long-term debt, net of premiums.....	24,211	28,993
Asset retirement obligation.....	165,871	158,001
Other liabilities.....	96,411	92,823
Total non-current liabilities.....	<u>286,493</u>	<u>279,817</u>
DEFERRED INFLOWS OF RESOURCES		
Amounts recoverable under terms of the power sales agreements.....		
	578,256	602,800
Pension regulatory liability.....	4,478	4,893
Deferred gain on pension asset.....	2,791	60
Deferred gain on extinguishment of debt, net of amortization.....	114	363
Total deferred inflows of resources.....	<u>585,639</u>	<u>608,116</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES.....	<u>\$ 1,042,555</u>	<u>\$ 1,078,781</u>

Statements of Revenues, Expenses & Changes in Net Position

June 30, 2018 and 2017

(Unaudited, Dollars In Thousands)

	Six Months Ended June 30,	
	2018	2017
OPERATING REVENUES		
Revenues.....	\$ 123,270	\$ 132,996
OPERATING EXPENSES		
Fuel used in electric generation.....	15,002	6,694
Purchased power.....	81,113	68,879
Other operating.....	23,080	26,124
Maintenance.....	2,949	7,049
Depreciation.....	8,757	8,812
Inventory market adjustment.....	(1,768)	(6,527)
Taxes other than income.....	2,117	2,287
Total operating expenses.....	<u>131,250</u>	<u>113,318</u>
Operating income (loss).....	<u>(7,980)</u>	<u>19,678</u>
NON-OPERATING REVENUES (EXPENSES)		
Interest income (loss) and investment market adjustments.....	1,345	7,140
Interest expense on long-term debt.....	(867)	(1,436)
Amortization of premium on long-term debt.....	55	652
Amortization of gain on debt.....	128	191
Decrease (Increase) in amounts recoverable under terms of the power sales agreements.....	7,319	(26,225)
Total non-operating revenues (expenses).....	<u>7,980</u>	<u>(19,678)</u>
CHANGE IN NET POSITION.....	<u>\$ -</u>	<u>\$ -</u>

These unaudited financial statements should be read in conjunction with the Massachusetts Municipal Wholesale Electric Company (MMWEC) 2017 Annual Financial Statements. Certain reclassifications of data have been made to conform with the 2017 Annual Financial Statements.