

**Statements of Net Position**

September 30, 2018 and 2017  
(Unaudited, Dollars In Thousands)

	September 30,	
	<u>2018</u>	<u>2017</u>
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and temporary investments.....	\$ 85,594	\$ 51,619
Accounts receivable.....	58,688	44,050
Unbilled revenues.....	18,590	19,120
Inventories.....	26,741	38,944
Prepaid expenses.....	2,050	2,110
Total current assets.....	<u>191,663</u>	<u>155,843</u>
<b>NON-CURRENT ASSETS</b>		
Restricted assets		
Restricted special funds.....	147,046	152,000
Interest receivable.....	656	598
Deferred charges		
Nuclear decommissioning trusts.....	128,282	117,634
Other.....	24,079	16,039
Total non-current assets.....	<u>300,063</u>	<u>286,271</u>
Capital assets		
In service.....	1,425,652	1,420,259
Accumulated depreciation.....	(906,566)	(889,532)
Construction work in progress.....	20,921	18,692
Nuclear fuel - net of amortization.....	22,482	23,781
Total capital assets.....	<u>562,489</u>	<u>573,200</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
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>
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES.....</b>	<b><u>\$ 1,057,203</u></b>	<b><u>\$ 1,019,773</u></b>
<b>LIABILITIES</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable.....	\$ 12,779	\$ 6,660
Member and participant advances.....	110,644	108,439
Short-term debt.....	28,474	5,426
Accrued expenses.....	25,626	23,840
Current liabilities payable-restricted assets		
Accrued interest payable.....	484	157
Current maturities of long-term debt.....	8,720	3,681
Total current liabilities.....	<u>186,727</u>	<u>148,203</u>
<b>NON-CURRENT LIABILITIES</b>		
Long-term debt, net of premiums.....	17,100	27,360
Asset retirement obligation.....	167,886	159,921
Other liabilities.....	96,501	98,334
Total non-current liabilities.....	<u>281,487</u>	<u>285,615</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Amounts recoverable under terms of the		
power sales agreements.....	581,635	580,700
Pension regulatory liability.....	4,478	4,893
Deferred gain on pension asset.....	2,791	60
Deferred gain on extinguishment of debt, net of amortization.....	85	302
Total deferred inflows of resources.....	<u>588,989</u>	<u>585,955</u>
<b>TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES.....</b>	<b><u>\$ 1,057,203</u></b>	<b><u>\$ 1,019,773</u></b>

**Statements of Revenues, Expenses & Changes in Net Position**

September 30, 2018 and 2017  
(Unaudited, Dollars In Thousands)

	Nine Months Ended	
	<u>September 30,</u>	<u>September 30,</u>
	<u>2018</u>	<u>2017</u>
<b>OPERATING REVENUES</b>		
Revenues.....	\$ 194,335	\$ 169,057
<b>OPERATING EXPENSES</b>		
Fuel used in electric generation.....	20,041	10,893
Purchased power.....	129,659	110,837
Other operating.....	34,024	34,659
Maintenance.....	5,631	8,979
Depreciation.....	13,149	13,240
Inventory market adjustment.....	(1,768)	(6,527)
Taxes other than income.....	3,176	3,248
Total operating expenses.....	<u>203,912</u>	<u>175,329</u>
Operating loss.....	<u>(9,577)</u>	<u>(6,272)</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>		
Interest income and investment market adjustments.....	6,608	10,630
Interest expense on long-term debt.....	(1,636)	(1,792)
Amortization of premium on long-term debt.....	76	679
Amortization of gain on debt.....	157	252
Interest charged to projects during construction.....	-	1
Decrease (Increase) in amounts recoverable under terms of the		
power sales agreements.....	4,372	(3,498)
Total non-operating revenues.....	<u>9,577</u>	<u>6,272</u>
<b>CHANGE IN NET POSITION.....</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) 2017 Annual Financial Statements. Certain reclassifications of data have been made to conform with the 2017 Annual Financial Statements.