



# Massachusetts Municipal Wholesale Electric Company

Quarterly Report  
Unaudited Financial Statement

*First Quarter  
For the months ended March 31, 2016*

**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**March 31, 2016 and 2015  
(Unaudited, Dollars In Thousands)

	March 31,	
	<u>2016</u>	<u>2015</u>
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and temporary investments.....	\$ 30,564	\$ 20,665
Accounts receivable.....	40,744	70,558
Unbilled revenues.....	12,821	19,188
Inventories.....	36,735	29,468
Prepaid expenses.....	2,654	2,907
Total current assets.....	<u>123,518</u>	<u>142,786</u>
<b>NON-CURRENT ASSETS</b>		
Restricted assets		
Restricted special funds.....	235,135	235,526
Interest receivable.....	646	633
Deferred charges		
Nuclear decommissioning trusts.....	101,511	99,678
Other.....	14,589	23,659
Total non-current assets.....	<u>351,881</u>	<u>359,496</u>
Capital assets		
In service.....	1,413,473	1,396,921
Accumulated depreciation.....	(866,839)	(851,101)
Construction work in progress.....	14,281	17,925
Nuclear fuel - net of amortization.....	24,036	24,875
Total capital assets.....	<u>584,951</u>	<u>588,620</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Deferred loss on pension asset.....	2,062	-
Total deferred outflows of resources.....	<u>2,062</u>	<u>-</u>
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES.....</b>	<b><u>\$ 1,062,412</u></b>	<b><u>\$ 1,090,902</u></b>
<b>LIABILITIES</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable.....	\$ 9,688	\$ 10,349
Member and participant advances.....	113,398	132,176
Short-term debt.....	16,937	27,176
Accrued expenses.....	21,038	24,728
Current liabilities payable-restricted assets		
Accrued interest payable.....	1,056	-
Current maturities of long-term debt.....	56,919	55,033
Total current liabilities.....	<u>219,036</u>	<u>249,462</u>
<b>NON-CURRENT LIABILITIES</b>		
Long-term debt, net of premiums.....	57,210	116,070
Asset retirement obligation.....	148,596	139,573
Other liabilities.....	84,450	65,977
Total non-current liabilities.....	<u>290,256</u>	<u>321,620</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Amounts recoverable under terms of the		
power sales agreements.....	545,665	517,877
Pension regulatory liability.....	5,254	-
Deferred gain on pension asset.....	1,370	-
Deferred gain on extinguishment of debt, net of amortization.....	831	1,943
Total deferred inflows of resources.....	<u>553,120</u>	<u>519,820</u>
<b>TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES.....</b>	<b><u>\$ 1,062,412</u></b>	<b><u>\$ 1,090,902</u></b>

**Statements of Revenues and Expenses**March 31, 2016 and 2015  
(Unaudited, Dollars In Thousands)

	Three Months Ended	
	March 31,	
	<u>2016</u>	<u>2015</u>
<b>OPERATING REVENUES</b>		
Revenues.....	\$ 70,635	\$ 93,745
<b>OPERATING EXPENSES</b>		
Fuel used in electric generation.....	840	13,300
Purchased power.....	38,656	49,674
Other operating.....	12,739	13,623
Maintenance.....	2,125	1,548
Depreciation.....	4,359	4,220
Inventory market adjustment.....	(13,084)	-
Taxes other than income.....	1,313	875
Total operating expenses.....	<u>46,948</u>	<u>83,240</u>
Operating income.....	<u>23,687</u>	<u>10,505</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>		
Interest income and investment market adjustments.....	2,773	2,638
Interest expense on long-term debt.....	(1,177)	(1,723)
Amortization of premium on long-term debt.....	392	945
Amortization of gain on debt.....	92	119
Increase in amounts recoverable under terms of the		
power sales agreements.....	(25,767)	(12,484)
Total non-operating revenues (expenses).....	<u>(23,687)</u>	<u>(10,505)</u>
<b>NET REVENUES AND EXPENSES.....</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) 2015 Annual Financial Statements. Certain reclassifications of data have been made to conform with the 2015 Annual Financial Statements.