



Massachusetts Municipal Wholesale Electric Company

Quarterly Report Unaudited Financial Statement

***First Quarter
For the months ended March 31, 2011***

**Massachusetts Municipal Wholesale Electric Company
327 Moody Street, P.O. Box 426, Ludlow, MA 01056
(413) 308-1392 www.mmwec.org**

Balance Sheets

March 31, 2011 and 2010

(Unaudited, Dollars In Thousands)

	March 31,	
	<u>2011</u>	<u>2010</u>
ASSETS		
CURRENT ASSETS		
Cash and temporary investments.....	\$ 11,953	\$ 9,775
Accounts receivable.....	25,573	26,201
Unbilled revenues.....	14,266	14,482
Inventories.....	23,528	28,152
Prepaid expenses.....	2,312	1,675
Total current assets.....	<u>77,632</u>	<u>80,285</u>
NON-CURRENT ASSETS		
Restricted assets		
Restricted special funds.....	264,740	252,397
Interest receivable.....	906	1,210
Deferred charges		
Unamortized debt discount and expenses...	1,821	2,450
Nuclear decommissioning trusts.....	67,413	60,420
Other.....	30,302	25,004
Total non-current assets.....	<u>365,182</u>	<u>341,481</u>
Capital assets		
In service.....	1,349,299	1,336,287
Accumulated depreciation.....	(791,853)	(777,428)
Construction work in progress.....	16,825	18,223
Nuclear fuel - net of amortization.....	27,109	28,673
Total capital assets.....	<u>601,380</u>	<u>605,755</u>
TOTAL ASSETS.....	<u>\$ 1,044,194</u>	<u>\$ 1,027,521</u>
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable.....	\$ 15,490	\$ 11,263
Member and participant advances.....	112,875	94,378
Short-term debt.....	1,446	4,716
Accrued expenses.....	18,498	25,714
Current liabilities payable-restricted assets		
Current maturities of long-term debt.....	59,528	58,129
Total current liabilities.....	<u>207,837</u>	<u>194,200</u>
NON-CURRENT LIABILITIES		
Long-term debt, net of premiums.....	388,543	449,974
Asset retirement obligation.....	106,666	101,529
Amounts recoverable under terms of the		
power sales agreements.....	280,172	221,631
Other liabilities.....	60,976	60,187
Total non-current liabilities.....	<u>836,357</u>	<u>833,321</u>
TOTAL LIABILITIES.....	<u>\$ 1,044,194</u>	<u>\$ 1,027,521</u>

Statements of Revenues and Expenses

March 31, 2011 and 2010

(Unaudited, Dollars In Thousands)

	Three Months Ended		Twelve Months Ended	
	March 31,		March 31,	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
OPERATING REVENUES				
Revenues.....	\$ 77,375	\$ 73,134	\$ 309,846	\$ 285,333
OPERATING EXPENSES				
Fuel used in electric generation.....	6,833	4,250	33,345	16,784
Purchased power.....	35,830	36,388	138,303	121,417
Other operating.....	11,510	10,026	44,623	40,761
Maintenance.....	2,713	1,738	10,037	12,116
Depreciation.....	3,730	3,657	14,847	14,807
Taxes other than income.....	1,185	1,028	4,815	3,962
Total operating expenses.....	<u>61,801</u>	<u>57,087</u>	<u>245,970</u>	<u>209,847</u>
Operating income.....	<u>15,574</u>	<u>16,047</u>	<u>63,876</u>	<u>75,486</u>
NON-OPERATING REVENUES (EXPENSES)				
Interest income and investment market adjustments.....	2,283	4,184	9,245	15,074
Interest expense on long-term debt.....	(3,821)	(4,532)	(16,176)	(19,005)
Amortization of premium on long-term debt.....	486	604	2,042	2,580
Amortization of debt discount and expenses.....	(137)	(164)	(629)	(754)
Interest charged to projects during construction.....	7	15	63	70
Decrease in amounts recoverable under terms of the				
power sales agreements.....	(14,392)	(16,154)	(58,421)	(73,451)
Total non-operating revenues (expenses).....	<u>(15,574)</u>	<u>(16,047)</u>	<u>(63,876)</u>	<u>(75,486)</u>
NET REVENUES AND EXPENSES.....	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<p>These unaudited financial statements should be read in conjunction with the Massachusetts Municipal Wholesale Electric Company (MMWEC) 2010 Annual Financial Statements. Certain reclassifications of 2010 data have been made to conform with the 2010 Annual Financial Statements.</p>				