

DEPARTMENT OF PUBLIC UTILITIES

This statement is filed in accordance with Chapter 184, Section A4A

CONDENSED FINANCIAL RETURN

FOR THE YEAR ENDED DECEMBER 31, 1985

FULL NAME OF COMPANY.....CAMBRIDGE ELECTRIC LIGHT COMPANY.....
675 MASSACHUSETTS AVENUE
LOCATION OF PRINCIPAL BUSINESS OFFICE....CAMBRIDGE, MA 02139.....

STATEMENT OF INCOME FOR THE YEAR

Item	Current Year	Increase or (Decrease) from Preceding Year
OPERATING INCOME		
Operating Revenues.....	\$ 78 174 352	\$ (4 162 940)
Operating Expenses.....		
Operation Expense.....	62 802 784	(3 770 572)
Maintenance Expense.....	2 324 419	282 086
Depreciation Expense.....	2 096 747	35 901
Amortization of Utility Plant.....	127	(214)
Amortization of Property Losses.....		
Amortization of Investment Tax Credit.....	(91 043)	876
Taxes Other Than Income Taxes.....	2 536 604	(717 698)
Income Taxes.....	2 498 228	319 630
Provisions for Deferred Federal Income Taxes.....	1 849 385	(125 565)
Federal Income Taxes Deferred in Prior Years - Credit.....	1 459 185	196 129
Total Operating Expenses.....	<u>72 558 066</u>	<u>(4 171 685)</u>
Net Operating Revenues.....	5 616 286	8 745
Income from Utility Plant Leased to Others.....		
- Other Utility Oper. Inc. Gain from Disp. of Utility Plant...	-	(4 765)
Total Utility Operating Income.....	<u>5 616 286</u>	<u>3 980</u>
OTHER INCOME		
Equity in Earnings of Subsidiary Companies, net.....	516 616	(801 350)
Income from Mdse. Jobbing & Contract Work.....	-	1 755
Income from Nonutility Operations.....	(172 673)	(292 490)
Nonoperating Rental Income.....	398 124	64 298
Interest and Dividend Income.....	-	492 029
Miscellaneous Nonoperating Income.....	(229 556)	(281 133)
Total Other Income.....	<u>512 511</u>	<u>(816 891)</u>
Total Income.....	<u>6 128 797</u>	<u>(812 911)</u>
MISCELLANEOUS INCOME DEDUCTIONS		
Miscellaneous Amortization.....	-	
Other Income Deductions.....	69 609	(59 142)
Total Income Deductions.....	<u>69 609</u>	<u>(59 142)</u>
Income Before Interest Charges.....	<u>6 059 188</u>	<u>(753 769)</u>
INTEREST CHARGES		
Interest on Long-term Debt.....	1 397 019	(123 818)
Amortization of Debt Discount and Expense.....	3 711	29
Amortization of Premium on Debt - Credit.....	2 468	32
Interest on Debt to Associated Companies.....	147 776	(72 773)
Other Interest Expense.....	355 460	(86 218)
Interest Charged to Construction - Credit.....	186 306	87 734
Total Interest Charges.....	<u>1 715 192</u>	<u>(370 546)</u>
Net Income.....	<u>4 343 996</u>	<u>(383 223)</u>

BALANCE SHEET

Title of Account	Balance End of Year \$	Title of Account	Balance End of Year \$
UTILITY PLANT		PROPRIETARY CAPITAL	
Utility Plant.....	78 178 680	CAPITAL STOCK	
OTHER PROPERTY AND INVESTMENTS		Common Stock Issued.....	4 215 000
Nonutility Property	4 985 361	Preferred Stock Issued.....	
Investment in Associated Companies....		Capital Stock Subscribed.....	
Other Investments.....	10 416 140	Premium on Capital Stock.....	10 153 000
Special Funds.....	10 316	Total.....	14 368 000
Total Other Property and Investments	15 411 817	SURPLUS	
CURRENT AND ACCRUED ASSETS		Other Paid-In Capital.....	
Cash.....	206 282	Earned Surplus.....	1 941 718
Special Deposits.....	625	Surplus Invested in Plant.....	4 500 000
Working Funds.....	1 550	Total.....	6 441 718
Temporary Cash Investments.....		Total Proprietary Capital.....	20 809 718
Notes and Accounts Receivable.....	8 468 270	LONG-TERM DEBT	
Receivab es from Associated Companies.	1 379 235	Bonds.....	
Materials and Supplies.....	2 336 256	Advances from Associated Companies	
Prepayments.....	124 662	Other Long-term Debt.....	18 968 000
Interest and Dividends Receivable.....	412 251	Total Long-term Debt.....	18 968 000
Rents Receivable.....	28 065	Obligations Under Capital Lease -	
Accrued Utility Revenues.....	2 412 105	Noncurrent.....	129 985
Misc. Current and Accrued Assets.....	1 306 023	CURRENT AND ACCRUED LIABILITIES	
Total Current and Accrued Assets....	16 675 324	Notes Payable.....	2 400 000
DEFERRED DEBITS		Accounts Payable.....	5 543 349
Unamortized Debt Discount and Expense.	46 010	Payables to Associated Companies.....	7 674 661
Extraordinary Property Losses.....		Customer Deposits.....	510 592
Preliminary Survey and Investigation		Taxes Accrued.....	1 490 399
Charges.....	328 059	Interest Accrued.....	311 636
Clearing Accounts.....		Dividends Declared.....	
Accumulated Deferred Income Taxes.....	374 540	Obligations Under Capital Leases -	
Miscellaneous Deferred Debits	191 078	Current.....	75 868
Total Ceferred Debits.....	939 687	Tax Collections Payable.....	138
CAPITAL STOCK DISCOUNT AND EXPENSE		Misc. Current and Accrued Liabilities..	1 677 044
Discount on Capital Stock.....		Total Current and Accrued Liabilities	19 683 687
Capital Stock Expense.....		DEFERRED CREDITS	
Total Capital Stock Discount and Expense.....		Unamortized Premium on Debt.....	26 026
REACQUIRED SECURITIES		Accumulated Deferred ITC.....	2 283 414
Reacquired Capital Stock.....		Other Deferred Credits.....	94 602
Reacquired Bonds.....		Total Deferred Credits.....	2 404 042
Total Reacquired Securities.....		RESERVES	
Total Assets and Other Debits.....	111 205 508	Reserves for Depreciation.....	34 296 352
		Reserves for Amortization.....	7 303
		Reserve for Uncollectible Accounts.....	236 350
		Operating Reserves.....	15 549
		Reserve for Depreciation and Amortiza- tion of Nonutility Property.....	3 892 182
		Reserves for Deferred Federal Income...	
		Taxes.....	10 762 340
		Total Reserves.....	49 210 076
		CONTRIBUTION IN AID OF CONSTRUCTION	
		Contributions in Aid of Construction...	
		Total Liabilities and Other Credits....	111 205 508

NOTES:

STATEMENT OF EARNED SURPLUS

Unappropriated Earned Surplus (at beginning of period).....	\$	1 812 722	90 718
Balance Transferred from Income.....		4 343 996	(383 223)
Miscellaneous Credits to Surplus.....			
Miscellaneous Debits to Surplus.....			
Appropriations of Surplus.....			
Net Additions to Earned Surplus.....		4 343 996	(383 223)
Dividends Declared - Preferred Stock.....			
Dividends Declared - Common Stock.....		4 215 000	(421 500)
Unappropriated Earned Surplus (at end of period).....		1 941 718	128 995

ELECTRIC OPERATING REVENUES

Account	Operating Revenues	
	Amount for Year	Increase or (Decrease) from Preceding Year
SALES OF ELECTRICITY		
Residential Sales.....	\$ 10 132 057	\$ (558 148)
Commercial and Industrial Sales.....		
Small (or Commercial).....	46 697 555	264 810
Large (or Industrial).....	7 877 040	(1 962 436)
Public Street and Highway Lighting.....	1 174 202	(77 575)
Other Sales to Public Authorities.....	5 101 577	(639 914)
Sales to Railroad and Railways.....		
Interdepartmental Sales.....		
Miscellaneous Electric Sales Unbilled.....	(549 948)	(1 489 843)
Total Sales to Ultimate Consumers.....	70 432 483	(4 463 106)
Sales for Resale.....	5 598 182	(408 057)
Total Sales of Electricity.....	76 030 665	(4 871 163)
OTHER OPERATING REVENUES		
Forfeited Discounts.....	160 262	13 797
Miscellaneous Service Revenues.....	3 372	10 920
Sale of Water and Water Power.....		
Rent from Electric Property.....	110 523	71 191
Interdepartmental Rents.....		
Other Electric Revenues.....	1 869 530	612 315
Total Other Operating Revenues.....	2 143 687	708 223
Total Electric Operating Revenues.....	78 174 352	(4 162 940)

SUMMARY OF ELECTRIC OPERATION AND MAINTENANCE EXPENSES

Functional Classification	Operation	Maintenance	Total
Power Production Expenses	\$	\$	\$
Electric Generation.....			
Steam Power.....	13 225 178	1 073 130	14 298 308
Nuclear Power.....			
Hydraulic Power.....			
Other Power.....	385 888	330 670	716 558
Other Power Supply Expenses.....	36 231 495		36 231 495
Total Power Production Expenses.....	49 842 561	1 403 800	51 246 361
Transmission Expenses.....	3 069 057	20 711	3 089 768
Distribution Expenses.....	1 383 135	786 612	2 169 747
Customer Accounts Expenses.....	2 018 214		2 018 214
Sales Expenses.....	272 573		272 573
Administrative and General Expenses.....	6 217 244	113 296	6 330 540
Total Electric Operation and Maintenance Expenses...	62 802 784	2 324 419	65 127 203

GAS OPERATING REVENUES

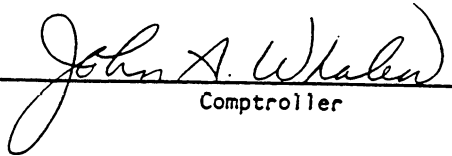
Account	Operating Revenues	
	Amount for Year	Increase or (Decrease) from Preceding Year
SALES OF GAS		
Residential Sales.....	\$	\$
Commercial and Industrial Sales.....	NONE	
Small (or Commercial).....		
Large (or Industrial).....		
Other Sales to Public Authorities.....		
Interdepartmental Sales.....		
Miscellaneous Gas Sales.....		
Total Sales to Ultimate Consumers.....		
Sales for Resale.....		
Total Sales of Gas.....		
OTHER OPERATING REVENUES		
Forfeited Discounts.....		
Miscellaneous Service Revenues.....		
Revenues from Transportation of Gas of Others.....		
Sales of products Extracted from Natural Gas.....		
Revenues from Natural Gas Processed by Others.....		
Rent from Gas Property.....		
Interdepartmental Rents.....		
Other Gas Revenues.....		
Total Other Operating Revenues.....		
Total Gas Operating Revenues.....		

SUMMARY OF GAS OPERATION AND MAINTENANCE EXPENSES

Functional Classification	Operation	Maintenance	Total
Steam Production.....	\$	\$	\$
Manufactured Gas Production.....	NONE		
Other Gas Supply Expenses.....			
Total Production Expenses.....			
Local Storage Expenses.....			
Transmission and Distribution Expenses.....			
Customer Accounts Expenses.....			
Sales Expenses.....			
Administrative and General Expenses.....			
Total Gas Operation and Maintenance Expenses.....			

March 31, 1986, I hereby certify that the foregoing statements are full, just and true to the best of my knowledge and belief. This statement is signed under the penalties of perjury.


Financial Vice President


Comptroller

COM Electric

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OFFICE OF CITY CLERK

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CAMBRIDGE MA.

Cambridge Electric Light Company
Post Office Box 190
Cambridge, Massachusetts 02139
Telephone (617) 864-3100

March 31, 1986

Clerk
City of Cambridge
City Hall
Cambridge, MA 02139

Dear Sir:

The attached statement is filed in accordance with General Laws, as amended, Chapter 164, Section 84A.

Very truly yours,



Louis E. Domenech
Supervisor of Accounting

CEL
LED:jah
Enclosures

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S-233

Comm. from Louis E. Domenech, Supervisor of Accounting, ComElectric, transmitting a copy of the Cambridge Electric Light Co.'s condensed financial return for the year ended December 31, 1985.

In City Council,

April 7, 1986

Placed on file