



ACCOUNTANTS' COMPILATION REPORT

Management
San Diego Community Power

Management is responsible for the accompanying financial statements of San Diego Community Power (a California Joint Powers Authority) which comprise the statement of net position as of December 31, 2020, and the related statement of revenues, expenses, and changes in net position, and the statement of cash flows for the period then ended in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the accompanying statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, conclusion, nor provide any assurance on these financial statements.

Management has elected to omit substantially all of the note disclosures required by accounting principles generally accepted in the United States of America in these interim financial statements. If the omitted disclosures were included in these financial statements, they might influence the user's conclusions about the Authority's financial position, results of operations, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

We are not independent with respect to the Authority because we performed certain accounting services that impaired our independence.

Maher Accountancy

San Rafael, CA
February 15, 2021

SAN DIEGO COMMUNITY POWER
STATEMENT OF NET POSITION
As of December 31, 2020

ASSETS

Current assets		
Cash and cash equivalents	\$	1,389,452
Deposits		300,000
Total current assets		1,689,452
Noncurrent assets		
Restricted cash		5,500,000
Total assets		7,189,452

LIABILITIES

Current liabilities		
Accounts payable		249,117
Payroll liabilities		26,723
Other accrued liabilities		100,000
Security deposits		1,581,000
Interest payable		68,997
Total current liabilities		2,025,837
Noncurrent liabilities		
Other noncurrent liabilities		582,176
Bank note payable		1,990,082
Loans payable		5,000,000
Total noncurrent liabilities		7,572,258
Total liabilities		9,598,095

NET POSITION

Unrestricted (deficit)		(2,408,643)
Total net position		\$ (2,408,643)

**SAN DIEGO COMMUNITY POWER
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
July 1, 2020 through December 31, 2020**

OPERATING REVENUES	\$ -
 OPERATING EXPENSES	
Contract services	1,003,015
Staff compensation	102,971
General and administration	166,317
Total operating expenses	<u>1,272,303</u>
Operating income (loss)	<u>(1,272,303)</u>
 NONOPERATING EXPENSES	
Interest expense	<u>66,230</u>
 CHANGE IN NET POSITION	
Net position at beginning of period	(1,338,533)
Net position at end of period	<u>(1,070,110)</u>
	<u>\$ (2,408,643)</u>

**SAN DIEGO COMMUNITY POWER
STATEMENT OF CASH FLOWS
July 1, 2020 through December 31, 2020**

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts of supplier collateral	\$ 1,581,000
Payments for goods and services	(1,243,390)
Payments to employees for services	(76,248)
Payments for deposits and collateral	<u>(200,000)</u>
Net cash provided (used) by operating activities	<u>61,362</u>

CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES

Proceeds from loans	1,000,000
Interest and related expense payments	<u>(10,892)</u>
Net cash provided (used) by non-capital financing activities	<u>989,108</u>

Net change in cash and cash equivalents	1,050,470
Cash and cash equivalents at beginning of period	<u>5,838,982</u>
Cash and cash equivalents at end of period	<u><u>\$ 6,889,452</u></u>

Reconciliation to the Statement of Net Position

Cash and cash equivalents (unrestricted)	1,389,452
Restricted cash	<u>5,500,000</u>
Cash and cash equivalents	<u><u>\$ 6,889,452</u></u>

SAN DIEGO COMMUNITY POWER
STATEMENT OF CASH FLOWS (continued)
July 1, 2020 through December 31, 2020

**RECONCILIATION OF OPERATING INCOME (LOSS) TO NET
CASH PROVIDED (USED) BY OPERATING ACTIVITIES**

Operating income (loss)	\$ (1,272,303)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities	
(Increase) decrease in:	
Prepaid expenses	25,000
Deposits	(200,000)
Increase (decrease) in:	
Accounts payable	(80,925)
Payroll liabilities	26,723
Other accrued liabilities	(18,133)
Supplier security deposits	1,581,000
Net cash provided (used) by operating activities	<u>\$ 61,362</u>