



## 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, 2021, 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 1, 2022

**SAN DIEGO COMMUNITY POWER**  
**STATEMENT OF NET POSITION**  
**As of December 31, 2021**

**ASSETS**

Current assets	
Cash and cash equivalents	\$ 27,497,399
Accounts receivable, net	21,889,535
Accrued revenue	11,955,059
Prepaid expenses	136,280
Other receivables	11,733
Deposits	<u>5,322,057</u>
Total current assets	66,812,063
Noncurrent assets	
Restricted cash	9,000,000
Deposits	<u>3,050,000</u>
Total noncurrent assets	<u>12,050,000</u>
Total assets	<u><u>78,862,063</u></u>

**LIABILITIES**

Current liabilities	
Accrued cost of energy	46,804,358
Accounts payable	227,860
Other accrued liabilities	133,395
Due to State of California	267,069
Security deposits	570,000
Interest payable	67,483
Bank note payable	<u>22,840,082</u>
Total current liabilities	<u>70,910,247</u>
Noncurrent liabilities	
Other noncurrent liabilities	517,741
Loans payable	<u>5,000,000</u>
Total noncurrent liabilities	<u>5,517,741</u>
Total liabilities	<u><u>76,427,988</u></u>

**NET POSITION**

Unrestricted	<u>2,434,075</u>
Total net position	<u><u>\$ 2,434,075</u></u>

**SAN DIEGO COMMUNITY POWER  
STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN NET POSITION  
Six Months Ended December 31, 2021**

**OPERATING REVENUES**

Electricity sales, net	\$ 190,409,391
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**OPERATING EXPENSES**

Cost of energy	170,505,393
Contract services	1,214,470
Staff compensation	1,464,737
General and administration	445,593
Total operating expenses	173,630,193
Operating income (loss)	16,779,198

**NONOPERATING EXPENSES**

Interest and financing expense	296,486
Nonoperating expenses	296,486

**CHANGE IN NET POSITION**

	16,482,712
Net position at beginning of period	(14,048,637)
Net position at end of period	\$ 2,434,075

**SAN DIEGO COMMUNITY POWER  
STATEMENT OF CASH FLOWS  
Six Months Ended December 31, 2021**

**CASH FLOWS FROM OPERATING ACTIVITIES**

Receipts from customers	\$ 170,450,311
Other operating receipts	5,107,487
Payments to suppliers for electricity	(140,100,053)
Payments for goods and services	(1,931,667)
Payments to employees for services	(1,419,774)
Payments for deposits and collateral	(5,743,708)
Tax and surcharge payments to other governments	(293,296)
Net cash provided (used) by operating activities	26,069,300

**CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES**

Interest and related expense payments	(292,467)
Net cash provided (used) by non-capital financing activities	(292,467)

Net change in cash and cash equivalents	25,776,833
Cash and cash equivalents at beginning of period	10,720,566
Cash and cash equivalents at end of period	\$ 36,497,399

**Reconciliation to the Statement of Net Position**

Cash and cash equivalents (unrestricted)	27,497,399
Restricted cash	9,000,000
Cash and cash equivalents	\$ 36,497,399

**SAN DIEGO COMMUNITY POWER**  
**STATEMENT OF CASH FLOWS (continued)**  
**Six Months Ended December 31, 2021**

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

Operating income	\$ 16,779,198
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities	
Revenue adjusted for allowance for uncollectible accounts	1,923,327
(Increase) decrease in:	
Accounts receivable	(22,696,741)
Accrued revenue	265,250
Other receivables	4,031,539
Prepaid expenses	(136,280)
Deposits	(4,472,057)
Increase (decrease) in:	
Accrued cost of electricity	30,659,637
Accounts payable	(134,422)
Other accrued liabilities	44,061
Due to State of California	255,788
Supplier security deposits	(450,000)
Net cash provided (used) by operating activities	<u>\$ 26,069,300</u>