



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 March 31, 2022, 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
April 28, 2022

SAN DIEGO COMMUNITY POWER
STATEMENT OF NET POSITION
As of March 31, 2022

ASSETS

Current assets	
Cash and cash equivalents	\$ 6,512,357
Accounts receivable, net	20,229,932
Accrued revenue	14,278,465
Prepaid expenses	818,878
Deposits	<u>6,012,057</u>
Total current assets	47,851,689
Noncurrent assets	
Restricted cash	10,000,000
Deposits	<u>3,450,000</u>
Total noncurrent assets	<u>13,450,000</u>
Total assets	<u><u>61,301,689</u></u>

LIABILITIES

Current liabilities	
Accrued cost of energy	39,351,938
Accounts payable	815,108
Other accrued liabilities	413,942
Security deposits	754,000
Interest payable	<u>70,256</u>
Total current liabilities	<u>41,405,244</u>
Noncurrent liabilities	
Other noncurrent liabilities	517,741
Bank note payable	22,840,082
Loans payable	<u>5,000,000</u>
Total noncurrent liabilities	<u>28,357,823</u>
Total liabilities	<u><u>69,763,067</u></u>

NET POSITION

Unrestricted	<u>(8,461,378)</u>
Total net position (deficit)	<u><u>\$ (8,461,378)</u></u>

**SAN DIEGO COMMUNITY POWER
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
Nine Months Ended March 31, 2022**

OPERATING REVENUES	
Electricity sales, net	\$ 251,375,501
OPERATING EXPENSES	
Cost of energy	239,801,680
Contract services	1,788,762
Staff compensation	2,351,528
General and administration	1,400,744
Total operating expenses	<u>245,342,714</u>
Operating income	<u>6,032,787</u>
NONOPERATING EXPENSES	
Interest and financing expense	<u>445,528</u>
Nonoperating expenses	<u>445,528</u>
CHANGE IN NET POSITION	
Net position at beginning of period	5,587,259 <u>(14,048,637)</u>
Net position at end of period	<u>\$ (8,461,378)</u>

**SAN DIEGO COMMUNITY POWER
STATEMENT OF CASH FLOWS
Nine Months Ended March 31, 2022**

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from customers	\$ 231,001,249
Receipts of supplier security deposits	184,000
Other operating receipts	5,596,638
Payments to suppliers for electricity	(218,041,178)
Payments for goods and services	(3,086,717)
Payments to employees for services	(2,289,392)
Payments for deposits and collateral	(6,573,708)
Payments for state surcharges	(560,365)
Net cash provided (used) by operating activities	6,230,527

CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES

Interest and related expense payments	(438,736)
Net cash provided (used) by non-capital financing activities	(438,736)

Net change in cash and cash equivalents	5,791,791
Cash and cash equivalents at beginning of period	10,720,566
Cash and cash equivalents at end of period	\$ 16,512,357

Reconciliation to the Statement of Net Position

Cash and cash equivalents (unrestricted)	6,512,357
Restricted cash	10,000,000
Cash and cash equivalents	\$ 16,512,357

SAN DIEGO COMMUNITY POWER
STATEMENT OF CASH FLOWS (continued)
Nine Months Ended March 31, 2022

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

Operating income	\$ 6,032,787
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities	
Provision for uncollectible accounts	2,539,146
(Increase) decrease in:	
Accounts receivable	(21,652,957)
Accrued revenue	(2,058,156)
Other receivables	4,043,272
Prepaid expenses	(818,878)
Deposits	(5,562,057)
Increase (decrease) in:	
Accrued cost of electricity	23,207,217
Accounts payable	452,826
Other accrued liabilities	75,977
Due to State of California	237,350
Supplier security deposits	(266,000)
Net cash provided (used) by operating activities	<u>\$ 6,230,527</u>