



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 September 30, 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
October 28, 2021

SAN DIEGO COMMUNITY POWER
STATEMENT OF NET POSITION
As of September 30, 2021

ASSETS

Current assets		
Cash and cash equivalents		\$ 23,687,918
Accounts receivable, net		36,908,817
Accrued revenue		22,380,775
Energy settlements and other receivables		11,733
Deposits		<u>2,897,958</u>
Total current assets		85,887,201
Noncurrent assets		
Restricted cash		7,500,000
Deposits		<u>2,250,000</u>
Total noncurrent assets		<u>9,750,000</u>
Total assets		<u>95,637,201</u>

LIABILITIES

Current liabilities		
Accrued cost of energy		55,960,401
Accounts payable		409,897
Other accrued liabilities		114,234
Due to other governments		282,015
Security deposits		570,000
Interest payable		65,928
Bank note payable		<u>22,840,082</u>
Total current liabilities		<u>80,242,557</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>85,760,298</u>

NET POSITION

Unrestricted		<u>9,876,903</u>
Total net position		<u>\$ 9,876,903</u>

**SAN DIEGO COMMUNITY POWER
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
Three Months Ended September 30, 2021**

OPERATING REVENUES	
Electricity sales, net	\$ 117,950,477
OPERATING EXPENSES	
Cost of energy	92,326,988
Contract services	591,279
Staff compensation	720,910
General and administration	237,435
Total operating expenses	<u>93,876,612</u>
Operating income (loss)	<u>24,073,865</u>
NONOPERATING EXPENSES	
Interest and financing expense	<u>148,325</u>
Nonoperating expenses	<u>148,325</u>
CHANGE IN NET POSITION	
Net position at beginning of period	23,925,540
Net position at end of period	<u>(14,048,637)</u>
	<u>\$ 9,876,903</u>

**SAN DIEGO COMMUNITY POWER
STATEMENT OF CASH FLOWS
Three Months Ended September 30, 2021**

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from customers	\$ 72,279,330
Other operating receipts	5,107,487
Payments to suppliers for electricity	(53,587,255)
Payments for goods and services	(782,002)
Payments to employees for services	(695,108)
Payments for deposits and collateral	(1,697,958)
Tax and surcharge payments to other governments	(11,281)
Net cash provided (used) by operating activities	<u>20,613,213</u>

CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES

Interest and related expense payments	<u>(145,861)</u>
Net cash provided (used) by non-capital financing activities	<u>(145,861)</u>

Net change in cash and cash equivalents	20,467,352
Cash and cash equivalents at beginning of period	<u>10,720,566</u>
Cash and cash equivalents at end of period	<u><u>\$ 31,187,918</u></u>

Reconciliation to the Statement of Net Position

Cash and cash equivalents (unrestricted)	23,687,918
Restricted cash	<u>7,500,000</u>
Cash and cash equivalents	<u><u>\$ 31,187,918</u></u>

SAN DIEGO COMMUNITY POWER
STATEMENT OF CASH FLOWS (continued)
Three Months Ended September 30, 2021

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

Operating income	\$ 24,073,865
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities	
Revenue adjusted for allowance for uncollectible accounts	1,191,419
(Increase) decrease in:	
Accounts receivable	(36,984,115)
Accrued revenue	(10,160,466)
Energy settlements and other receivables	4,031,539
Prepaid expenses	-
Deposits	(1,247,958)
Increase (decrease) in:	
Accrued cost of electricity	39,815,681
Accounts payable	47,614
Other accrued liabilities	24,900
User taxes due to other governments	270,734
Supplier security deposits	(450,000)
Net cash provided (used) by operating activities	<u>\$ 20,613,213</u>