

## **SCHEDULE OF OUTSTANDING DEBT YEAR ENDED JUNE 30, 2023**

### **BANK NOTE PAYABLE**

In May 2020, SDCP arranged to borrow up to \$35,000,000 through a revolving credit agreement from River City Bank (RCB) to provide cash for working capital before sufficient revenue is to be collected from customers. In March 2022, the agreement was amended and the amount available to SDCP increased to \$50,000,000. At June 30, 2022, SDCP borrowed a total of \$31,340,000. During 2023, SDCP terminated this agreement and paid off its debt with RCB and entered into a new revolving credit agreement with JPMorgan (JPM) to borrow up to \$150,000,000. As security, SDCP assigned a security interest in all customer accounts receivable, revenues, debt service reserve accounts, and cash collateral accounts. Principal can be drawn as needed and interest is accrued on the outstanding balance. SDCP borrowed a total of \$35,730,000 from JPM during 2023. The stated maturity date is February 28, 2028, with interest payable each month. The interest rate at June 30, 2023, was computed at the One-Month CME Term SOFR plus 1.525-1.600% per annum depending on the utilized balance. In the event of default, the note becomes immediately due and payable.

### **LOAN PAYABLE**

In May 2020, SDCP borrowed \$5,000,000 in total from two private lenders for the purpose of funding a collateral account to be held by River City Bank. Each loan was due on May 21, 2023. The notes bear interest equal to the one-month LIBOR, or its replacement rate, plus 2% per annum. Interest payments were due quarterly, commencing when SDCP began selling electricity to customers. In August 2022, SDCP repaid both private loans in full.

Note and loan principal activity and balances were as follows for the following direct borrowings:



	<b>Beginning</b>	<b>Additions</b>	<b>Payments</b>	<b>Ending</b>
Year ended June 30, 2023				
Bank note payable - JPM	\$ -	\$ 35,730,000	\$ -	\$ 35,730,000
Bank note payable - RCB	31,340,082	20,180,000	(51,520,082)	-
Loans payable	5,000,000	-	(5,000,000)	-
Total	<u>\$ 36,340,082</u>	<u>\$ 55,910,000</u>	<u>\$ (56,520,082)</u>	35,730,000
Amounts due within one year				-
Amounts due after one year				<u>\$ 35,730,000</u>

	<b>Beginning</b>	<b>Additions</b>	<b>Payments</b>	<b>Ending</b>
Year ended June 30, 2022				
Bank note payable - RCB	\$ 22,840,082	\$ 8,500,000	\$ -	\$ 31,340,082
Loans payable	5,000,000	-	-	5,000,000
Total	<u>\$ 27,840,082</u>	<u>\$ 8,500,000</u>	<u>\$ -</u>	36,340,082
Amounts due within one year				5,000,000
Amounts due after one year				<u>\$ 31,340,082</u>

The following is a summary of SDCP's estimate future annual payment obligations, assuming the outstanding balance at June 30, 2023 continues for the remainder of the credit agreement. A rate of 6.59%, equal to the interest rate charge as of the year ended June 30, 2023, was used to calculate future interest. Also included in the calculation of future interest are charges associated with the unutilized portion of the loan. The rate used to calculate the unutilized portion was 0.62%, equal to the rate charged as of the year ended June 30, 2023. Future changes in market interest rates and outstanding principal balance will affect the actual future interest paid by SDCP.

	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
Year ended June 30,			
2024	\$ -	\$ 3,063,181	\$ 3,063,181
2025	-	3,063,181	3,063,181
2026	-	3,063,181	3,063,181
2027	-	3,063,181	3,063,181
2028	35,730,000	2,042,121	37,772,121
Total	<u>\$ 35,730,000</u>	<u>\$ 14,294,845</u>	<u>\$ 50,024,845</u>