

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, 2023, 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. San Diego Community Power's annual audited financial statements include the note disclosures omitted from these interim 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 30, 2023

SAN DIEGO COMMUNITY POWER STATEMENT OF NET POSITION

As of September 30, 2023

ASSETS

Cash and cash equivalents - restricted 500,000 Cash and cash equivalents - restricted 500,000 Accounts receivable, net of allowance 171,781,140 Accrued revenue 109,531,288 Prepaid expenses 4,993,731 Other receivables 40,446 Deposits 26,033,094 Total current assets 566,279,527 Noncurrent assets 779,690 Capital assets, net of amortization 779,690 Cash and cash equivalents - restricted 11,897,402 Deposits 2,330,000 Total noncurrent assets 15,157,350 Total noncurrent assets 15,157,350 Total assets 581,436,877 LIABILITIES Current liabilities Accrued cost of electricity 162,422,097 Accounts payable 874,543 Other accrued liabilities 4,25,165 State surcharges payable 657,056 Deposits - energy suppliers 1,185,000 Interest payable 20,730,000 State surcharges payable 20,730,000	Current assets	
Accounts receivable, net of allowance 171,781,140 Accrued revenue 109,531,288 Prepaid expenses 4,993,731 Other receivables 40,446 Deposits 26,033,094 Total current assets 566,279,527 Noncurrent assets 779,690 Capital assets, net of amortization 779,690 Cash and cash equivalents - restricted 11,897,402 Deposits 2,330,000 Total noncurrent assets 15,157,350 Total assets 581,436,877 LIABILITIES Current liabilities Accrued cost of electricity 162,422,097 Accounts payable 874,543 Other accrued liabilities 4425,165 State surcharges payable 657,056 Deposits - energy suppliers 1,185,000 Interest payable 459,034 Lease liability 370,460 Total current liabilities 20,730,000 Sank note payable 20,730,000 Supplier security deposits 624,000 Lease liability	Cash and cash equivalents - unrestricted	\$ 253,399,828
Accrued revenue 109,531,288 Prepaid expenses 4,993,731 Other receivables 26,033,094 Total current assets 566,279,527 Noncurrent assets 779,690 Capital assets, net of depreciation 150,258 Cash and cash equivalents - restricted 11,897,402 Deposits 2,330,000 Total noncurrent assets 15,157,350 Total assets 581,436,877 LIABILITIES Current liabilities Accrued cost of electricity 162,422,097 Accounts payable 874,543 Other accrued liabilities 4,425,165 State surcharges payable 657,056 Deposits - energy suppliers 1,185,000 Interest payable 459,034 Lease liability 370,460 Total current liabilities 20,730,000 Supplier security deposits 624,000 Lease liability 427,012 Total liabilities 21,781,012 Total noncurrent liabilities 121,781,012 Total liabilities	Cash and cash equivalents - restricted	500,000
Prepaid expenses 4,993,731 Other receivables 40,446 Deposits 26,033,094 Total current assets 566,279,527 Noncurrent assets 779,690 Capital assets, net of amortization 779,690 Cash and cash equivalents - restricted 11,897,402 Deposits 2,330,000 Total noncurrent assets 15,157,350 Total assets 581,436,877 LIABILITIES Current liabilities Accrued cost of electricity 162,422,097 Accounts payable 874,543 Other accrued liabilities 4,425,165 State surcharges payable 57,056 Deposits - energy suppliers 1,185,000 Interest payable 459,034 Lease liability 370,460 Total current liabilities 20,730,000 Supplier security deposits 624,000 Lease liability 427,012 Total noncurrent liabilities 21,781,012 Total liabilities 121,781,012 Total iabilities 121,2	Accounts receivable, net of allowance	171,781,140
Other receivables 40,446 Deposits 26,033,094 Total current assets 566,279,527 Noncurrent assets 779,690 Capital assets, net of depreciation 150,258 Cash and cash equivalents - restricted 11,897,402 Deposits 2,330,000 Total noncurrent assets 15,157,350 Total assets 581,436,877 LIABILITIES Current liabilities Accrued cost of electricity 162,422,097 Accounts payable 874,543 Other accrued liabilities 4,425,165 State surcharges payable 657,056 Deposits - energy suppliers 1,185,000 Interest payable 459,034 Lease liability 370,460 Total current liabilities 20,730,000 Supplier security deposits 624,000 Lease liability 427,012 Total noncurrent liabilities 21,781,012 Total liabilities 192,174,367 NET POSITION Net investment in capital assets 132,476	Accrued revenue	109,531,288
Deposits 26,033,094 Total current assets 566,279,527 Noncurrent assets 779,690 Capital assets, net of depreciation 150,258 Cash and cash equivalents - restricted 11,897,402 Deposits 2,330,000 Total noncurrent assets 15,157,350 Total assets 581,436,877 LIABILITIES Current liabilities Accrued cost of electricity 162,422,097 Accounts payable 874,543 Other accrued liabilities 4,425,165 State surcharges payable 657,056 Deposits - energy suppliers 1,185,000 Interest payable 459,034 Lease liability 370,400 Total current liabilities 20,730,000 Supplier security deposits 624,000 Supplier security deposits 21,781,012 Total noncurrent liabilities 21,781,012 Total iabilities 192,174,367 NET POSITION Net investment in capital assets 132,476 Restricted for collateral <td>Prepaid expenses</td> <td>4,993,731</td>	Prepaid expenses	4,993,731
Total current assets 566,279,527 Noncurrent assets 779,690 Capital assets, net of depreciation 150,258 Cash and cash equivalents - restricted 11,897,402 Deposits 2,330,000 Total noncurrent assets 15,157,350 LIABILITIES Current liabilities Accrued cost of electricity 162,422,097 Accounts payable 874,543 Other accrued liabilities 4,425,165 State surcharges payable 657,056 Deposits - energy suppliers 1,185,000 Interest payable 459,034 Lease liability 370,460 Total current liabilities 170,393,355 Noncurrent liabilities 20,730,000 Supplier security deposits 624,000 Lease liability 427,012 Total noncurrent liabilities 21,781,012 Total iiabilities 192,174,367 NET POSITION Net investment in capital assets 132,476 Restricted for collateral 12,397,402 Unrestricted </td <td>Other receivables</td> <td>40,446</td>	Other receivables	40,446
Capital assets, net of amortization 779,690 Capital assets, net of depreciation 150,258 Cash and cash equivalents - restricted 11,897,402 Deposits 2,330,000 Total noncurrent assets 151,157,350 Total assets Total assets 581,436,877 Current liabilities	Deposits	26,033,094
Lease asset, net of amortization 779,690 Capital assets, net of depreciation 150,258 Cash and cash equivalents - restricted 11,897,402 Deposits 2,330,000 Total noncurrent assets 15,157,350 Total assets 581,436,877 LIABILITIES Current liabilities Accrued cost of electricity 162,422,097 Accounts payable 874,543 Other accrued liabilities 4,425,165 State surcharges payable 657,056 Deposits - energy suppliers 1,185,000 Interest payable 459,034 Lease liability 370,460 Total current liabilities 20,730,000 Supplier security deposits 624,000 Lease liability 427,012 Total noncurrent liabilities 21,781,012 Total liabilities 192,174,367 NET POSITION Net investment in capital assets 132,476 Restricted for collateral 12,397,402 Unrestricted 376,732,632	Total current assets	566,279,527
Capital assets, net of depreciation 150,258 Cash and cash equivalents - restricted 11,897,402 Deposits 2,330,000 Total noncurrent assets 15,157,350 Total assets 581,436,877 LIABILITIES Current liabilities Accrued cost of electricity 162,422,097 Accounts payable 874,543 Other accrued liabilities 4,425,165 State surcharges payable 657,056 Deposits - energy suppliers 1,185,000 Interest payable 459,034 Lease liability 370,460 Total current liabilities 20,730,000 Supplier security deposits 624,000 Lease liability 427,012 Total noncurrent liabilities 21,781,012 Total inabilities 192,174,367 NET POSITION Net investment in capital assets 132,476 Restricted for collateral 12,397,402 Unrestricted 376,732,632	Noncurrent assets	
Cash and cash equivalents - restricted 11,897,402 Deposits 2,330,000 Total noncurrent assets 15,157,350 Total assets 581,436,877 LIABILITES Current liabilities Accounts payable 874,543 Other accrued liabilities 4,25,165 State surcharges payable 657,056 Deposits - energy suppliers 1,185,000 Interest payable 459,034 Lease liability 370,460 Total current liabilities 170,393,355 Noncurrent liabilities 20,730,000 Supplier security deposits 624,000 Lease liability 427,012 Total noncurrent liabilities 21,781,012 Total iabilities 192,174,367 NET POSITION Net investment in capital assets 132,476 Restricted for collateral 12,397,402 Unrestricted 376,732,632	Lease asset, net of amortization	779,690
Deposits 2,330,000 Total noncurrent assets 15,157,350 ELIABILITIES Current liabilities Accrued cost of electricity 162,422,097 Accounts payable 874,543 Other accrued liabilities 4,425,165 State surcharges payable 657,056 Deposits - energy suppliers 1,185,000 Interest payable 459,034 Lease liability 370,460 Total current liabilities 170,393,355 Noncurrent liabilities 20,730,000 Supplier security deposits 624,000 Lease liability 427,012 Total noncurrent liabilities 21,781,012 Total liabilities 192,174,367 NET POSITION Net investment in capital assets 132,476 Restricted for collateral 12,397,402 Unrestricted 376,732,632	Capital assets, net of depreciation	150,258
Total assets 15,157,350 581,436,877	Cash and cash equivalents - restricted	11,897,402
Total assets 581,436,877	Deposits	2,330,000
LIABILITIES Current liabilities Accrued cost of electricity 162,422,097 Accounts payable 874,543 Other accrued liabilities 4,425,165 State surcharges payable 657,056 Deposits - energy suppliers 1,185,000 Interest payable 459,034 Lease liability 370,460 Total current liabilities 170,393,355 Noncurrent liabilities 20,730,000 Supplier security deposits 624,000 Lease liability 427,012 Total noncurrent liabilities 21,781,012 Total liabilities 192,174,367 NET POSITION Net investment in capital assets 132,476 Restricted for collateral 12,397,402 Unrestricted 376,732,632	Total noncurrent assets	15,157,350
Current liabilities 162,422,097 Accounts payable 874,543 Other accrued liabilities 4,425,165 State surcharges payable 657,056 Deposits - energy suppliers 1,185,000 Interest payable 459,034 Lease liability 370,460 Total current liabilities 170,393,355 Noncurrent liabilities 20,730,000 Supplier security deposits 624,000 Lease liability 427,012 Total noncurrent liabilities 21,781,012 Total liabilities 192,174,367 NET POSITION Net investment in capital assets 132,476 Restricted for collateral 12,397,402 Unrestricted 376,732,632	Total assets	581,436,877
Current liabilities 162,422,097 Accounts payable 874,543 Other accrued liabilities 4,425,165 State surcharges payable 657,056 Deposits - energy suppliers 1,185,000 Interest payable 459,034 Lease liability 370,460 Total current liabilities 170,393,355 Noncurrent liabilities 20,730,000 Supplier security deposits 624,000 Lease liability 427,012 Total noncurrent liabilities 21,781,012 Total liabilities 192,174,367 NET POSITION Net investment in capital assets 132,476 Restricted for collateral 12,397,402 Unrestricted 376,732,632		
Accrued cost of electricity 162,422,097 Accounts payable 874,543 Other accrued liabilities 4,425,165 State surcharges payable 657,056 Deposits - energy suppliers 1,185,000 Interest payable 459,034 Lease liability 370,460 Total current liabilities 170,393,355 Noncurrent liabilities 20,730,000 Supplier security deposits 624,000 Lease liability 427,012 Total noncurrent liabilities 21,781,012 Total liabilities 192,174,367 NET POSITION Net investment in capital assets 132,476 Restricted for collateral 12,397,402 Unrestricted 376,732,632	LIABILITIES	
Accounts payable 874,543 Other accrued liabilities 4,425,165 State surcharges payable 657,056 Deposits - energy suppliers 1,185,000 Interest payable 459,034 Lease liability 370,460 Total current liabilities 170,393,355 Noncurrent liabilities 20,730,000 Supplier security deposits 624,000 Lease liability 427,012 Total noncurrent liabilities 21,781,012 Total liabilities 192,174,367 NET POSITION Net investment in capital assets 132,476 Restricted for collateral 12,397,402 Unrestricted 376,732,632	Current liabilities	
Other accrued liabilities 4,425,165 State surcharges payable 657,056 Deposits - energy suppliers 1,185,000 Interest payable 459,034 Lease liability 370,460 Total current liabilities 170,393,355 Noncurrent liabilities 20,730,000 Supplier security deposits 624,000 Lease liability 427,012 Total noncurrent liabilities 21,781,012 Total liabilities 192,174,367 NET POSITION Net investment in capital assets 132,476 Restricted for collateral 12,397,402 Unrestricted 376,732,632	Accrued cost of electricity	162,422,097
State surcharges payable 657,056 Deposits - energy suppliers 1,185,000 Interest payable 459,034 Lease liability 370,460 Total current liabilities 170,393,355 Noncurrent liabilities 20,730,000 Supplier security deposits 624,000 Lease liability 427,012 Total noncurrent liabilities 21,781,012 Total liabilities 192,174,367 NET POSITION Net investment in capital assets 132,476 Restricted for collateral 12,397,402 Unrestricted 376,732,632	Accounts payable	874,543
Deposits - energy suppliers 1,185,000 Interest payable 459,034 Lease liability 370,460 Total current liabilities 170,393,355 Noncurrent liabilities 20,730,000 Supplier security deposits 624,000 Lease liability 427,012 Total noncurrent liabilities 21,781,012 Total liabilities 192,174,367 NET POSITION Net investment in capital assets 132,476 Restricted for collateral 12,397,402 Unrestricted 376,732,632	Other accrued liabilities	4,425,165
Interest payable 459,034 Lease liability 370,460 Total current liabilities 170,393,355 Noncurrent liabilities 20,730,000 Supplier security deposits 624,000 Lease liability 427,012 Total noncurrent liabilities 21,781,012 Total liabilities 192,174,367 NET POSITION Net investment in capital assets 132,476 Restricted for collateral 12,397,402 Unrestricted 376,732,632	State surcharges payable	657,056
Lease liability 370,460 Total current liabilities 170,393,355 Noncurrent liabilities 20,730,000 Supplier security deposits 624,000 Lease liability 427,012 Total noncurrent liabilities 21,781,012 Total liabilities 192,174,367 NET POSITION Net investment in capital assets 132,476 Restricted for collateral 12,397,402 Unrestricted 376,732,632	Deposits - energy suppliers	1,185,000
Total current liabilities Noncurrent liabilities 20,730,000 Bank note payable 20,730,000 Supplier security deposits 624,000 Lease liability 427,012 Total noncurrent liabilities 21,781,012 Total liabilities 192,174,367 NET POSITION Net investment in capital assets 132,476 Restricted for collateral 12,397,402 Unrestricted 376,732,632	Interest payable	459,034
Noncurrent liabilities Bank note payable 20,730,000 Supplier security deposits 624,000 Lease liability 427,012 Total noncurrent liabilities 21,781,012 Total liabilities 192,174,367 NET POSITION Net investment in capital assets 132,476 Restricted for collateral 12,397,402 Unrestricted 376,732,632	Lease liability	370,460
Bank note payable 20,730,000 Supplier security deposits 624,000 Lease liability 427,012 Total noncurrent liabilities 21,781,012 Total liabilities 192,174,367 NET POSITION Net investment in capital assets 132,476 Restricted for collateral 12,397,402 Unrestricted 376,732,632	Total current liabilities	170,393,355
Bank note payable 20,730,000 Supplier security deposits 624,000 Lease liability 427,012 Total noncurrent liabilities 21,781,012 Total liabilities 192,174,367 NET POSITION Net investment in capital assets 132,476 Restricted for collateral 12,397,402 Unrestricted 376,732,632		
Supplier security deposits 624,000 Lease liability 427,012 Total noncurrent liabilities 21,781,012 Total liabilities 192,174,367 NET POSITION Net investment in capital assets 132,476 Restricted for collateral 12,397,402 Unrestricted 376,732,632		
Lease liability 427,012 Total noncurrent liabilities 21,781,012 Total liabilities 192,174,367 NET POSITION Net investment in capital assets 132,476 Restricted for collateral 12,397,402 Unrestricted 376,732,632		
Total noncurrent liabilities Total liabilities NET POSITION Net investment in capital assets Restricted for collateral Unrestricted 21,781,012 192,174,367 192,174,367 112,397,402 12,397,402 172,397,402 173,397,402 173,397,402		
Total liabilities 192,174,367 NET POSITION Net investment in capital assets 132,476 Restricted for collateral 12,397,402 Unrestricted 376,732,632	Lease liability	427,012
NET POSITION Net investment in capital assets Restricted for collateral Unrestricted NET POSITION 132,476 12,397,402 376,732,632		21,781,012
Net investment in capital assets132,476Restricted for collateral12,397,402Unrestricted376,732,632	Total liabilities	192,174,367
Net investment in capital assets132,476Restricted for collateral12,397,402Unrestricted376,732,632	NET POSITION	
Restricted for collateral 12,397,402 Unrestricted 376,732,632		132.476
Unrestricted <u>376,732,632</u>	*	
	Total net position	\$ 389,262,510

SAN DIEGO COMMUNITY POWER STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

Three Months Ended September 30, 2023

OPERATING REVENUES	
Electricity sales, net	\$ 515,843,773
Grant revenue	631,000
Total operating revenues	516,474,773
OPERATING EXPENSES	
Cost of electricity	305,358,986
Contract services	4,652,735
Staff compensation	2,245,034
Other operating expenses	867,082
Depreciation and amortization	102,386
Total operating expenses	313,226,223
Operating income	203,248,550
NON-OPERATING REVENUES (EXPENSES)	
Investment income	721,400
Interest and financing expense	(719,771)
Nonoperating revenues (expenses), net	1,629
CHANGE IN NET POSITION	203,250,179
Net position at beginning of year	186,012,331
Net position at end of year	\$ 389,262,510

SAN DIEGO COMMUNITY POWER STATEMENT OF CASH FLOWS

Three Months Ended September 30, 2023

CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers	\$ 424,494,916
Receipts of supplier security deposits	14,472,875
Other operating receipts	3,227,290
Payments to suppliers for electricity	(219,148,264)
Payments for goods and services	(4,481,585)
Payments of staff compensation and benefits	(2,240,308)
Payments for deposits and collateral	(2,605,000)
Payments of state surcharges	(500,589)
Net cash provided by operating activities	213,219,335
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES	
Principal payments - bank note	(15,000,000)
Interest and related expense payments	(803,143)
Net cash provided (used) by non-capital	
financing activities	(15,803,143)
CASH FLOWS FROM CAPITAL AND RELATED	
FINANCING ACTIVITIES	
Payments of lease liability	(99,692)
Payments to acquire capital assets	(71,550)
Net cash (used) by capital and related financing activities	(171,242)
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest income received	721,400
Net change in cash and cash equivalents	197,966,350
Cash and cash equivalents at beginning of year	67,830,880
Cash and cash equivalents at end of year	\$ 265,797,230
Reconciliation to the Statement of Net Position	
Cash and cash equivalents (unrestricted)	\$ 253,399,828
Restricted cash - current	500,000
Restricted cash - noncurrent	11,897,402
Cash and cash equivalents	\$ 265,797,230
-	

SAN DIEGO COMMUNITY POWER STATEMENT OF CASH FLOWS (continued)

Three Months Ended September 30, 2023

RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES

Operating income	\$ 203,248,550
Adjustments to reconcile operating income to net	
cash provided by operating activities	
Depreciation and amortization expense	102,386
(Increase) decrease in:	
Accounts receivable, net	(61,267,409)
Accrued revenue	(30,738,504)
Prepaid expenses	25,533,767
Other receivables	193,269
Deposits	(10,706,744)
Increase (decrease) in:	
Accrued cost of electricity	85,076,754
Accounts payable	435,280
Other accrued liabilities	630,518
State surcharges payable	156,467
Supplier security deposits	555,000
Net cash provided by operating activities	\$ 213,219,335