



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

Current assets	
Cash and cash equivalents - unrestricted	\$ 253,399,828
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	<u>26,033,094</u>
Total current assets	566,279,527
Noncurrent assets	
Lease asset, net of amortization	779,690
Capital assets, net of depreciation	150,258
Cash and cash equivalents - restricted	11,897,402
Deposits	<u>2,330,000</u>
Total noncurrent assets	<u>15,157,350</u>
Total assets	<u><u>581,436,877</u></u>

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	<u>370,460</u>
Total current liabilities	<u>170,393,355</u>
Noncurrent liabilities	
Bank note payable	20,730,000
Supplier security deposits	624,000
Lease liability	<u>427,012</u>
Total noncurrent liabilities	<u>21,781,012</u>
Total liabilities	<u><u>192,174,367</u></u>

NET POSITION

Net investment in capital assets	132,476
Restricted for collateral	12,397,402
Unrestricted	<u>376,732,632</u>
Total net position	<u><u>\$ 389,262,510</u></u>

**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	<u>516,474,773</u>

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	<u>313,226,223</u>
Operating income	<u>203,248,550</u>

NON-OPERATING REVENUES (EXPENSES)

Investment income	721,400
Interest and financing expense	(719,771)
Nonoperating revenues (expenses), net	<u>1,629</u>

CHANGE IN NET POSITION

	203,250,179
Net position at beginning of year	<u>186,012,331</u>
Net position at end of year	<u>\$ 389,262,510</u>

**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	<u>213,219,335</u>

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	<u>(15,803,143)</u>

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	<u>(171,242)</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Interest income received	<u>721,400</u>
Net change in cash and cash equivalents	197,966,350
Cash and cash equivalents at beginning of year	<u>67,830,880</u>
Cash and cash equivalents at end of year	<u><u>\$ 265,797,230</u></u>

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	<u><u>\$ 265,797,230</u></u>

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	<u>\$ 213,219,335</u>