



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 June 30, 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. 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
August 8, 2022

SAN DIEGO COMMUNITY POWER
STATEMENT OF NET POSITION
As of June 30, 2022

ASSETS

Current assets	
Cash and cash equivalents	\$ 57,076,718
Accounts receivable, net	50,386,990
Accrued revenue	46,939,615
Prepaid expenses	4,461,308
Deposits	6,241,057
Total current assets	<u>165,105,688</u>
Noncurrent assets	
Restricted cash	12,500,000
Deposits	3,450,000
Total noncurrent assets	<u>15,950,000</u>
Total assets	<u>181,055,688</u>

LIABILITIES

Current liabilities	
Accrued cost of energy	57,231,504
Accounts payable	624,955
Other accrued liabilities	740,006
State surcharges payable	332,586
Security deposits	42,624,000
Interest payable	113,862
Loans payable	5,000,000
Total current liabilities	<u>106,666,913</u>
Noncurrent liabilities	
Other noncurrent liabilities	517,741
Bank note payable	31,340,082
Total noncurrent liabilities	<u>31,857,823</u>
Total liabilities	<u>138,524,736</u>

NET POSITION

Unrestricted	42,530,952
Total net position	<u><u>\$ 42,530,952</u></u>

SAN DIEGO COMMUNITY POWER
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
Twelve Months Ended June 30, 2022

OPERATING REVENUES

Electricity sales, net	\$ 383,800,198
Liquidated damages	2,437,500
Total operating revenues	<u>386,237,698</u>

OPERATING EXPENSES

Cost of energy	319,686,027
Contract services	3,520,098
Staff compensation	3,662,441
General and administration	2,098,031
Total operating expenses	<u>328,966,597</u>
Operating income	<u>57,271,101</u>

NON-OPERATING REVENUES (EXPENSES)

Investment income	14,603
Interest and financing expense	(706,115)
Nonoperating revenues (expenses)	<u>(691,512)</u>

CHANGE IN NET POSITION

	56,579,589
Net position at beginning of period	(14,048,637)
Net position at end of period	<u>\$ 42,530,952</u>

SAN DIEGO COMMUNITY POWER
STATEMENT OF CASH FLOWS
Twelve Months Ended June 30, 2022

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from customers	\$ 300,940,324
Receipts from liquidated damages	2,437,500
Receipts of supplier security deposits	42,204,000
Other operating receipts	6,801,249
Payments to suppliers for electricity	(284,842,750)
Payments for goods and services	(5,114,220)
Payments to employees for services	(3,407,133)
Payments for deposits and collateral	(7,212,708)
Payments for state surcharges	(808,996)
Net cash provided (used) by operating activities	<u>50,997,266</u>

CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES

Proceeds from loans	8,500,000
Interest and related expense payments	(655,717)
Net cash provided (used) by non-capital financing activities	<u>7,844,283</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Interest income received	<u>14,603</u>
Net change in cash and cash equivalents	58,856,152
Cash and cash equivalents at beginning of period	<u>10,720,566</u>
Cash and cash equivalents at end of period	<u><u>\$ 69,576,718</u></u>

Reconciliation to the Statement of Net Position

Cash and cash equivalents (unrestricted)	57,076,718
Restricted cash	<u>12,500,000</u>
Cash and cash equivalents	<u><u>\$ 69,576,718</u></u>

SAN DIEGO COMMUNITY POWER
STATEMENT OF CASH FLOWS (continued)
Twelve Months Ended June 30, 2022

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

Operating income	\$ 57,271,101
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities	
Provision for uncollectible accounts	3,876,770
(Increase) decrease in:	
Accounts receivable	(53,147,639)
Accrued revenue	(34,719,306)
Other receivables	4,043,272
Prepaid expenses	(4,461,308)
Deposits	(5,791,057)
Increase (decrease) in:	
Accrued cost of electricity	41,086,784
Accounts payable	262,672
Other accrued liabilities	650,672
State surcharges payable	321,305
Supplier security deposits	41,604,000
Net cash provided (used) by operating activities	<u><u>\$ 50,997,266</u></u>