MAHER
ACCOUNTANCY

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, 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
August 16, 2023

1101 Fifth Avenue, Suite 200 San Rafael, CA 94901 415 459 1249 mahercpa.com

SAN DIEGO COMMUNITY POWER
STATEMENT OF NET POSITION
As of June 30, 2023

ASSETS	
Current assets	
Cash and cash equivalents - unrestricted	$ 65,683,880
Accounts receivable, net of allowance	110,513,731
Accrued revenue	78,792,784
Prepaid expenses	30,527,498
Other receivables	233,715
Deposits	14,771,350
Total current assets	300,522,958
Noncurrent assets	
Capital assets, net of depreciation	159,083
Lease asset, net of amortization	873,251
Cash and cash equivalents - restricted	2,147,000
Deposits	2,885,000
Total noncurrent assets	6,064,334
Total assets	306,587,292
LIABILITIES	
Current liabilities	
Accrued cost of electricity	77,345,343
Accounts payable	510,812
Other accrued liabilities	3,794,647
State surcharges payable	500,589
Security deposits	630,000
Interest payable	612,522
Lease liability	366,323
Total current liabilities	83,760,236
Noncurrent liabilities	
Bank note payable	35,730,000
Supplier security deposits	624,000
Lease liability	521,193
Total noncurrent liabilities	36,875,193
Total liabilities	120,635,429
NET POSITION	
Net investment in capital assets	144,818
Restricted for collateral	2,147,000
Unrestricted	183,660,045
Total net position	$ 185,951,863

SAN DIEGO COMMUNITY POWER
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
Year Ended June 30, 2023

OPERATING REVENUES	
Electricity sales, net	$ 891,178,064
Total operating revenues	891,178,064
OPERATING EXPENSES	
Cost of energy	720,327,704
Contract services	15,957,376
Staff compensation	6,726,270
Other operating expenses	2,866,222
Depreciation and amortization	253,553
Total operating expenses	746,131,125
Operating income (loss)	145,046,939
NON-OPERATING REVENUES (EXPENSES)	
Investment income	433,366
Interest and financing expense	(2,059,394)
Nonoperating revenues (expenses)	(1,626,028)
CHANGE IN NET POSITION	143,420,911
Net position at beginning of period	42,530,952
Net position at end of period	$ 185,951,863

SAN DIEGO COMMUNITY POWER
STATEMENT OF CASH FLOWS
Year Ended June 30, 2023

CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers	$ 801,265,394
Receipts of security deposits	47,431,731
Other operating receipts	10,964,074
Payments to suppliers for electricity	(753,820,919)
Payments for goods and services	(16,551,190)
Payments to employees for services	(6,302,492)
Payments for deposits and collateral	(80,254,418)
Payments of state surcharges	(1,899,237)
Net cash provided (used) by operating activities	832,943
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES	
Proceeds from bank note payable	55,910,000
Principal payments - loans	(5,514,511)
Principal payments - bank note payable	(51,520,082)
Interest and related expense payments	(1,560,734)
Net cash provided (used) by non-capital financing activities	(2,685,327)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Payments of lease liability	(235,232)
Payments to acquire capital assets	(91,588)
Net cash provided (used) by capital and related financing activities	(326,820)
CASH FLOWS FROM INVESTING ACTIVITIES	
Investment income received	433,366
Net change in cash and cash equivalents	(1,745,838)
Cash and cash equivalents at beginning of period	69,576,718
Cash and cash equivalents at end of period	$ 67,830,880
Reconciliation to the Statement of Net Position	
Cash and cash equivalents (unrestricted)	$ 65,683,880
Restricted cash	2,147,000
Cash and cash equivalents	$ 67,830,880
SUPPLEMENTAL CASH FLOW INFORMATION:	
Capital acquisitions included in accounts payable	$ 71,550

SAN DIEGO COMMUNITY POWER
STATEMENT OF CASH FLOWS (continued)
Year Ended June 30, 2023

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

Operating income	$ 145,046,939
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities	
Depreciation and amortization expense	253,553
Provision for uncollectible accounts	18,187,308
(Increase) decrease in:	
Accounts receivable	(78,314,049)
Accrued revenue	(31,853,169)
Other receivables	(233,715)
Prepaid expenses	(26,066,190)
Deposits	(7,965,293)
Increase (decrease) in:	
Accrued cost of electricity	20,113,838
Accounts payable	(185,693)
Other accrued liabilities	3,051,411
State surcharges payable	168,003
Supplier security deposits	(41,370,000)
Net cash provided (used) by operating activities	$ 832,943