



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 December 31, 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
February 1, 2024

SAN DIEGO COMMUNITY POWER
STATEMENT OF NET POSITION
As of December 31, 2023

ASSETS

Current assets	
Cash and cash equivalents - unrestricted	\$ 349,769,489
Cash and cash equivalents - restricted	500,000
Accounts receivable, net of allowance	105,054,350
Accrued revenue	52,103,418
Prepaid expenses	1,950,887
Other receivables	634,740
Deposits	<u>3,393,534</u>
Total current assets	513,406,418
Noncurrent assets	
Cash and cash equivalents - restricted	1,647,000
Lease asset, net of amortization	1,560,699
Capital assets, net of depreciation	<u>141,434</u>
Total noncurrent assets	<u>3,349,133</u>
Total assets	<u>516,755,551</u>

LIABILITIES

Current liabilities	
Accrued cost of electricity	108,578,229
Accounts payable	1,520,359
Other accrued liabilities	5,363,414
State surcharges payable	585,271
Deposits - energy suppliers	4,155,000
Interest and finance costs payable	275,852
Lease liability	<u>750,995</u>
Total current liabilities	<u>121,229,120</u>
Noncurrent liabilities	
Supplier security deposits	624,000
Lease liability	<u>863,667</u>
Total noncurrent liabilities	<u>1,487,667</u>
Total liabilities	<u>122,716,787</u>

NET POSITION

Net investment in capital assets	87,471
Restricted for collateral	2,147,000
Unrestricted	<u>391,804,293</u>
Total net position	<u>\$ 394,038,764</u>

SAN DIEGO COMMUNITY POWER
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
Six Months Ended December 31, 2023

OPERATING REVENUES

Electricity sales, net	\$ 805,591,352
Grant revenue	631,000
Total operating revenues	<u>806,222,352</u>

OPERATING EXPENSES

Cost of electricity	583,382,510
Contract services	9,551,908
Staff compensation	5,053,535
Other operating expenses	1,816,978
Depreciation and amortization	284,278
Total operating expenses	<u>600,089,209</u>
Operating income	<u>206,133,143</u>

NON-OPERATING REVENUES (EXPENSES)

Interest income	2,993,013
Interest and financing expense	<u>(1,099,723)</u>
Nonoperating revenues (expenses), net	<u>1,893,290</u>

CHANGE IN NET POSITION

	208,026,433
Net position at beginning of year	<u>186,012,331</u>
Net position at end of year	<u>\$ 394,038,764</u>

SAN DIEGO COMMUNITY POWER
STATEMENT OF CASH FLOWS
Six Months Ended December 31, 2023

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from customers	\$ 838,982,426
Receipts of supplier security deposits	30,572,233
Receipts from wholesale sales	10,008,941
Other operating receipts	631,000
Payments to suppliers for electricity	(543,807,401)
Payments for goods and services	(8,659,648)
Payments of staff compensation and benefits	(4,848,024)
Payments for deposits and collateral	(2,774,693)
Payments of state surcharges	(1,157,645)
Net cash provided by operating activities	<u>318,947,189</u>

CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES

Principal payments - bank note	(35,730,000)
Interest and related expense payments	(1,352,079)
Net cash provided (used) by non-capital financing activities	<u>(37,082,079)</u>

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Payments of lease liability	(250,774)
Payments to acquire capital assets	(71,550)
Net cash (used) by capital and related financing activities	<u>(322,324)</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Interest income received	<u>2,542,823</u>
Net change in cash and cash equivalents	284,085,609
Cash and cash equivalents at beginning of year	67,830,880
Cash and cash equivalents at end of year	<u><u>\$ 351,916,489</u></u>

Reconciliation to the Statement of Net Position

Cash and cash equivalents (unrestricted)	\$ 349,769,489
Restricted cash - current	500,000
Restricted cash - noncurrent	1,647,000
Cash and cash equivalents	<u><u>\$ 351,916,489</u></u>

SAN DIEGO COMMUNITY POWER
STATEMENT OF CASH FLOWS (continued)
Six Months Ended December 31, 2023

**RECONCILIATION OF OPERATING INCOME TO NET
CASH PROVIDED BY OPERATING ACTIVITIES**

Operating income	\$ 206,133,143
Adjustments to reconcile operating income to net cash provided by operating activities	
Depreciation and amortization expense	284,278
(Increase) decrease in:	
Accounts receivable, net	5,459,381
Accrued revenue	26,689,366
Prepaid expenses	28,576,611
Other receivables	49,165
Deposits	14,262,816
Increase (decrease) in:	
Accrued cost of electricity	31,232,886
Accounts payable	1,081,093
Other accrued liabilities	1,568,767
State surcharges payable	84,682
Supplier security deposits	3,525,000
Net cash provided by operating activities	<u><u>\$ 318,947,189</u></u>