

City of San José
Statement of Net Position
Proprietary Funds
December 31, 2018
(unaudited)

	<u>San José</u> <u>Clean</u> <u>Energy</u>
ASSETS	
Current assets:	
Equity in pooled cash and investments held in City Treasury	\$ (3,465,975)
Receivables (net of allowance for uncollectibles)	-
Total unrestricted current assets	<u>(3,465,975)</u>
Restricted assets:	
Equity in pooled cash and investments held in City Treasury	-
Other cash and investments	-
Cash Investment held with fiscal agent	7,913,744
Receivables (net of allowances for uncollectibles)	-
Prepaid expenses, advances and deposits	170,977
Total restricted current assets	<u>8,084,721</u>
Total assets	<u>4,618,746</u>
DEFERRED OUTFLOWS OF RESOURCES	
Pension Contributions	-
LIABILITIES	
Current liabilities:	
Accounts payable	\$ 14,166
Accrued liabilities	(1,483)
Accrued vacation, sick leave and compensatory time	16,223
Total current liabilities	<u>28,906</u>
Noncurrent liabilities:	
Notes/loans payable	10,000,000
Bonds payable (net of discount and	-
Total noncurrent liabilities	<u>10,000,000</u>
Total liabilities	<u>10,028,906</u>
DEFERRED INFLOWS OF RESOURCES	
Pension Contributions	-
NET POSITION	
Unrestricted	(5,410,160)
Total net position	<u>\$ (5,410,160)</u>

City of San José
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Funds
For the Quarter Ended December 31, 2018
(unaudited)

		<u>San José Clean Energy</u>
OPERATING REVENUES		
Power sales	\$	1,796,303
Rentals and concessions		-
Other		-
Total operating revenues		<u>1,796,303</u>
OPERATING EXPENSES		
Operations and maintenance		706,179
Power purchases		3,767,444
General and administrative		1,456,911
Depreciation and amortization		-
Materials and supplies		<u>114,391</u>
Total operating expenses		<u>6,044,925</u>
Operating income (loss)		<u>(4,248,622)</u>
NONOPERATING REVENUES (EXPENSES)		
Investment income		48,364
Interest expense		(59,332)
Commercial Paper Fees		<u>(34,126)</u>
Net nonoperating revenues (expenses)		<u>(45,094)</u>
Income (loss) before capital contributions and transfers		<u>(4,293,716)</u>
Change in net position		(4,293,716)
Total net position - beginning		(1,116,444)
Adjustment to total net position		-
Total net assets - ending	\$	<u><u>(5,410,160)</u></u>

City of San José
Statement of Cash Flows
Proprietary Funds
For the Quarter Ended December 31, 2018
(Unaudited)

	<u>San José Clean Energy</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers and users	\$ 1,796,303
Receipts from interfund services provided	-
Payments to suppliers	(5,159,576)
Payments to employees	(1,230,191)
Payments for interfund services used	-
Net cash provided by (used in) operating activities	<u>(4,593,464)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Net cash provided (used) by noncapital and related financing activities	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Interest paid on debt	(59,332)
Commercial Paper Fees	(34,126)
Proceeds from sales of capital assets	-
Net cash provided (used) by capital and related financing activities	<u>(93,458)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Proceeds from sales and maturities of investments	48,364
Interest and dividends received	48,364
Net cash provided (used) by investing activities	<u>48,364</u>
Net change in cash and cash equivalents	(4,638,558)
Cash and cash equivalents - beginning	9,086,327
Cash and cash equivalents - ending	<u>\$ 4,447,769</u>
Reconciliation of operating income to net cash provided (used) by operating activities:	
Operating income (loss)	\$ <u>(4,248,622)</u>
Adjustments to reconcile operating income to net cash provided (used) by operating activities:	
Prepaid expenses, advances and deposits	(170,977)
Increase (decrease) in:	
Accounts payable	(116,340)
Accrued salaries, wages, and payroll taxes	(57,525)
Total adjustments	<u>(344,842)</u>
Net cash provided by (used in) operating activities	<u>\$ (4,593,464)</u>
Reconciliation of cash and cash equivalents to the balance sheet:	
Equity in pooled cash and investments held in City Treasury	
Unrestricted	\$ (3,465,975)
Restricted	-
Cash and investments held with fiscal agent	<u>7,913,744</u>
	<u>\$ 4,447,769</u>