

City of San José
Statement of Net Position
Proprietary Funds
December 31, 2019
(Unaudited)

		<u>San José Clean Energy</u>
ASSETS		
Current assets:		
Equity in pooled cash and investments held in City Treasury	\$	18,958,832
Receivables (net of allowance for uncollectibles)		39,161,509
Total unrestricted current assets		<u>58,120,341</u>
Restricted assets:		
Equity in pooled cash and investments held in City Treasury		-
Cash investment held with City		-
Cash held in operating reserve account		20,000,000
Cash Investment held with fiscal agent		4,044
Total restricted current assets		<u>20,004,044</u>
Noncurrent assets:		
Net OPEB Assets - GASB 75		741,804
Total noncurrent assets		<u>741,804</u>
Total assets		<u>78,866,189</u>
DEFERRED OUTFLOWS OF RESOURCES		
Pension Contributions		803,946
OPEB Contributions		173,522
LIABILITIES		
Current liabilities:		
Accounts payable	\$	37,676,549
Accrued liabilities		298,545
Accrued vacation, sick leave and compensatory time		125,490
Estimated liability for claims and judgment		6,791,155
Advances and deposits payable		609,118
Short-term Notes payable		10,000,000
Total current liabilities		<u>55,500,857</u>
Total liabilities		<u>55,500,857</u>
DEFERRED INFLOWS OF RESOURCES		
Pension Contributions		-
OPEB Contributions		294,151
NET POSITION		
Restricted for operating reserve		20,000,000
Unrestricted		4,048,649
Total net position	\$	<u>24,048,649</u>

City of San José
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Funds
For the Period July 1, 2019 to December 31, 2019
(Unaudited)

		<u>San José Clean Energy</u>
OPERATING REVENUES		
Power sales	\$	189,320,573
SJCE product sales		493,000
Total operating revenues		<u>189,813,573</u>
OPERATING EXPENSES		
Operations and maintenance		3,661,412
Power purchases		160,860,525
General and administrative		3,623,278
Depreciation and amortization		-
Materials and supplies		16,247
Total operating expenses		<u>168,161,462</u>
Operating income (loss)		<u>21,652,111</u>
NONOPERATING REVENUES (EXPENSES)		
Investment income		289,651
Interest Expense		(336,878)
Letter of Credit Fees		(216,829)
Commercial Paper Fees		-
Net nonoperating revenues (expenses)		<u>(264,056)</u>
Income (loss) before capital contributions and transfers		<u>21,388,055</u>
Transfers out		<u>(215,789)</u>
Change in net position		21,172,266
Total net position - beginning		2,876,383
Adjustment to total net position		-
Total net assets - ending	\$	<u><u>24,048,649</u></u>

City of San José
Statement of Cash Flows
Proprietary Funds
For the Period July 1, 2019 to December 31, 2019
(Unaudited)

	<u>San José Clean Energy</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers and users	\$ 192,935,528
Receipts from interfund services provided	-
Payments to suppliers	(162,458,909)
Payments to employees	(2,314,827)
Payments for interfund services used	-
Net cash provided by (used in) operating activities	<u>28,161,792</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Transfer to other funds	(215,789)
Net cash provided (used) by noncapital and related financing activities	<u>(215,789)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Interest paid on debt	(336,878)
Letter of credit Fees	(216,829)
Commercial Paper Fees	-
Net cash provided (used) by capital and related financing activities	<u>(553,707)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest and dividends received	289,651
Net cash provided (used) by investing activities	<u>289,651</u>
Net change in cash and cash equivalents	27,681,947
Cash and cash equivalents - beginning	11,280,929
Cash and cash equivalents - ending	<u>\$ 38,962,876</u>
Reconciliation of operating income to net cash provided (used) by operating activities:	
Operating income (loss)	\$ <u>21,652,111</u>
Adjustments to reconcile operating income to net cash provided (used) by operating activities:	
Decrease (increase) in:	
Accounts receivable	3,121,955
Increase (decrease) in:	
Accounts payable	2,649,995
Accrued salaries, wages, and payroll taxes	(169,932)
Accrued interest payable	298,545
Net pension liability, deferred outflows/inflows of resources related to pension - GASB 68	-
Net OPEB liability, deferred outflows/inflows of resources related to OPEB - GASB 75	-
Advances and deposits payable	609,118
Total adjustments	<u>6,509,681</u>
Net cash provided by (used in) operating activities	<u>\$ 28,161,792</u>

City of San José
Statement of Cash Flows
Proprietary Funds
For the Period July 1, 2019 to December 31, 2019
(Unaudited)

		<u>San José Clean Energy</u>
Reconciliation of cash and cash equivalents to the balance sheet:		
Equity in pooled cash and investments held in City Treasury		
Unrestricted	\$	18,958,832
Restricted		20,000,000
Cash investment held with City		-
Cash and investments held with fiscal agent		4,044
	\$	<u>38,962,876</u>