

City of San José
Statement of Net Position
Proprietary Funds
September 30, 2020
(unaudited)

| | <u>San José Clean Energy</u> |
|---|---|
| ASSETS | |
| Current assets: | |
| Equity in pooled cash and investments held in City Treasury | \$ 28,647,046 |
| Receivables (net of allowance for uncollectibles) | 61,995,467 |
| Total unrestricted current assets | <u>90,642,513</u> |
| Restricted assets: | |
| Cash held in operating reserve account | 20,000,000 |
| Prepaid expenses, advances and deposits | 1,232,459 |
| Total restricted current assets | <u>21,232,459</u> |
| Noncurrent assets: | |
| Net OPEB Assets - GASB 75 | 714,504 |
| Total noncurrent assets | <u>714,504</u> |
| Total assets | <u><u>112,589,476</u></u> |
| DEFERRED OUTFLOWS OF RESOURCES | |
| Pension Contributions | 2,069,427 |
| OPEB Contributions | 233,562 |
| LIABILITIES | |
| Current liabilities: | |
| Accounts payable | \$ 46,265,052 |
| Accrued liabilities | 14,815 |
| Accrued vacation, sick leave and compensatory time | 315,376 |
| Estimated liability for claims and judgment | 7,907,304 |
| Advances and deposits payable | 15,000 |
| Short-term Notes payable | 10,000,000 |
| Total current liabilities | <u>64,517,547</u> |
| Noncurrent liabilities: | |
| Net pension liability - GASB 68 | 1,155,565 |
| Total liabilities | <u>65,673,112</u> |
| DEFERRED INFLOWS OF RESOURCES | |
| Pension Contributions | 77,892 |
| OPEB Contributions | 153,131 |
| NET POSITION | |
| Restricted for operating reserve | 20,000,000 |
| Unrestricted | 28,988,330 |
| Total net position | <u><u>\$ 48,988,330</u></u> |

City of San José
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Funds
For the Period July 1, 2020 to September 30, 2020
(unaudited)

| | | San José Clean Energy |
|---|----|--------------------------------------|
| OPERATING REVENUES | | |
| Power sales | \$ | 103,064,750 |
| Total operating revenues | | 103,064,750 |
| OPERATING EXPENSES | | |
| Operations and maintenance | | 1,751,115 |
| Power purchases | | 86,947,428 |
| General and administrative | | 3,829,037 |
| Total operating expenses | | 92,527,580 |
| Operating income (loss) | | 10,537,170 |
| NONOPERATING REVENUES (EXPENSES) | | |
| Investment income | | 2,049 |
| Letter of Credit Fees | | (263,632) |
| Commercial Paper Fees | | (14,815) |
| Net nonoperating revenues (expenses) | | (276,398) |
| Income (loss) before capital contributions and transfers | | 10,260,772 |
| Transfers out | | (232,130) |
| Change in net position | | 10,028,642 |
| Total net position - beginning | | 38,959,688 |
| Total net assets - ending | \$ | 48,988,330 |

City of San José
Statement of Cash Flows
Proprietary Funds
For the Period July 1, 2020 to September 30, 2020
(Unaudited)

| | <u>San José Clean Energy</u> |
|--|--------------------------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | |
| Receipts from customers and users | \$ 91,766,818 |
| Payments to suppliers | (89,897,985) |
| Payments to employees | (1,515,136) |
| Net cash provided by (used in) operating activities | <u>353,697</u> |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES | |
| Transfer to other funds | (232,130) |
| Net cash provided (used) by noncapital and related financing activities | <u>(232,130)</u> |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES | |
| Letter of credit Fees | (263,632) |
| Commercial Paper Fees | (14,815) |
| Net cash provided (used) by capital and related financing activities | <u>(278,447)</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | |
| Interest and dividends received | 2,049 |
| Net cash provided (used) by investing activities | <u>2,049</u> |
| Net change in cash and cash equivalents | (154,831) |
| Cash and cash equivalents - beginning | 48,801,877 |
| Cash and cash equivalents - ending | \$ <u><u>48,647,046</u></u> |
| Reconciliation of operating income to net cash provided (used) by operating activities: | |
| Operating income (loss) | \$ <u>10,537,170</u> |
| Adjustments to reconcile operating income to net cash provided (used) by operating activities: | |
| Decrease (increase) in: | |
| Accounts receivable | (11,297,932) |
| Prepaid expenses, advances and deposits | (1,232,459) |
| Increase (decrease) in: | |
| Accounts payable | 3,412,084 |
| Accrued salaries, wages, and payroll taxes | (236,981) |
| Accrued interest payable | 14,815 |
| Advances and deposits payable | (843,000) |
| Total adjustments | <u>(10,183,473)</u> |
| Net cash provided by (used in) operating activities | \$ <u><u>353,697</u></u> |
| Reconciliation of cash and cash equivalents to the balance sheet: | |
| Equity in pooled cash and investments held in City Treasury | |
| Unrestricted | \$ 28,647,046 |
| Restricted | 20,000,000 |
| | \$ <u><u>48,647,046</u></u> |