**City of San José**  
*Statement of Net Position*  
*Proprietary Funds*  
*September 30, 2021*  
*(unaudit)*

**San José Clean Energy**  

### ASSETS

**Current assets:**
- Equity in pooled cash and investments held in City Treasury: $5,795,065
- Receivables (net of allowance for uncollectibles): 47,584,297
  - Total unrestricted current assets: 53,379,362

**Restricted assets:**
- Equity in pooled cash and investments held in City Treasury: 20,000,000
  - Prepaid expenses, advances and deposits: 3,462,532
  - Total restricted current assets: 23,462,532

**Noncurrent assets:**
- Net OPEB Assets - GASB 75: 1,063,395
  - Total noncurrent assets: 1,063,395

**Total assets:** 77,905,289

### DEFERRED OUTFLOWS OF RESOURCES

- Pension Contributions: 2,668,925
- OPEB Contributions: 453,802
  - Total deferred outflows of resources: 3,122,727

### LIABILITIES

**Current liabilities:**
- Accrued cost of electricity: $27,287,220
- Accounts payable: 2,500,493
- Accrued salaries, wages, and payroll taxes: 258,000
- Accrued vacation, sick leave and compensatory time: 398,992
- User taxes and energy surcharges due to other governments: 3,533,085
- Due to SJFA - Commercial Paper: 36,000,000
- Advances and deposits payable: 100,000
- TOU Bill Protection Reserve: 2,850,116
  - Total current liabilities: 72,927,906

**Noncurrent liabilities:**
- Net pension liability - GASB 68: 1,660,420
  - Total noncurrent liabilities: 1,660,420

**Total liabilities:** 74,588,326

### DEFERRED INFLOWS OF RESOURCES

- Pension Contributions: 257,903
- OPEB Contributions: 121,965
  - Total deferred inflows of resources: 379,868

### NET POSITION

- Restricted for debt service: 20,000,000
- Unrestricted: (13,940,178)
  - Total net position: $6,059,822
City of San José
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Period July 1, 2021 to September 30, 2021
(unaudited)

<table>
<thead>
<tr>
<th>San José Clean Energy</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>OPERATING REVENUES</strong></td>
</tr>
<tr>
<td>Power sales $</td>
</tr>
<tr>
<td>Total operating revenues</td>
</tr>
<tr>
<td><strong>OPERATING EXPENSES</strong></td>
</tr>
<tr>
<td>Power purchases</td>
</tr>
<tr>
<td>Operations and maintenance</td>
</tr>
<tr>
<td>General and administrative</td>
</tr>
<tr>
<td>Total operating expenses</td>
</tr>
<tr>
<td>Operating income (loss)</td>
</tr>
<tr>
<td><strong>NONOPERATING REVENUES (EXPENSES)</strong></td>
</tr>
<tr>
<td>Investment Expense</td>
</tr>
<tr>
<td>Letter of Credit Fees</td>
</tr>
<tr>
<td>Net nonoperating revenues (expenses)</td>
</tr>
<tr>
<td>Income (loss) before capital contributions commerical paper/short-term notes payable</td>
</tr>
<tr>
<td>Transfers out</td>
</tr>
<tr>
<td>Change in net position</td>
</tr>
<tr>
<td>Total net position - beginning</td>
</tr>
<tr>
<td>Total net assets - ending $</td>
</tr>
</tbody>
</table>
City of San José  
Statement of Cash Flows  
Proprietary Funds  
For the Period July 1, 2021 to September 30, 2021  
(Unaudited)

<table>
<thead>
<tr>
<th>CASH FLOWS FROM OPERATING ACTIVITIES</th>
<th>San José Clean Energy</th>
</tr>
</thead>
<tbody>
<tr>
<td>Receipts from customers and users</td>
<td>$76,438,887</td>
</tr>
<tr>
<td>Receipts from customers of tax and surcharge</td>
<td>1,042,720</td>
</tr>
<tr>
<td>Receipts from customers reserved for TOU Bill Protection</td>
<td>2,850,116</td>
</tr>
<tr>
<td>Payments to suppliers</td>
<td>(98,462,814)</td>
</tr>
<tr>
<td>Payments to employees</td>
<td>(1,877,431)</td>
</tr>
<tr>
<td>Net cash provided by (used in) operating activities</td>
<td>$(20,008,522)</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>FINANCING ACTIVITIES</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Transfer to other funds</td>
<td>(220,450)</td>
</tr>
<tr>
<td>Net cash provided (used) by noncapital and related financing activities</td>
<td>(220,450)</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Principal receipt on short-term commercial paper/short-term notes payable</td>
<td>21,000,000</td>
</tr>
<tr>
<td>Letter of credit Fees</td>
<td>(258,000)</td>
</tr>
<tr>
<td>Net cash provided (used) by capital and related financing activities</td>
<td>20,742,000</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>CASH FLOWS FROM INVESTING ACTIVITIES</th>
<th></th>
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</thead>
<tbody>
<tr>
<td>Purchase of investments</td>
<td>258,000</td>
</tr>
<tr>
<td>Interest and dividends received</td>
<td>4,643</td>
</tr>
<tr>
<td>Net cash provided (used) by investing activities</td>
<td>262,643</td>
</tr>
<tr>
<td>Net change in cash and cash equivalents</td>
<td>775,671</td>
</tr>
<tr>
<td>Cash and cash equivalents - beginning</td>
<td>25,019,394</td>
</tr>
<tr>
<td>Cash and cash equivalents - ending</td>
<td>$25,795,065</td>
</tr>
</tbody>
</table>

Reconciliation of operating income to net cash provided (used) by operating activities:
Operating income (loss) $19,806,916
Adjustments to reconcile operating income to net cash provided (used) by operating activities:
Decrease (increase) in:
- Accounts receivable $6,835,056
- Prepaid expenses, advances and deposits 6,012,069
Increase (decrease) in:
- Accrued Cost of Electricity 3,694,813
- Accounts payable 623,145
- Accrued salaries, wages, and payroll taxes 299,787
- User taxes due to other governments 1,042,720
- TOU bill protection reserve 2,850,116
- Advances and deposits payable 100,000
Total adjustments (201,806)
Net cash provided by (used in) operating activities $20,008,522

Reconciliation of cash and cash equivalents to the balance sheet:
Equity in pooled cash and investments held in City Treasury
- Unrestricted 5,795,065
- Restricted 20,000,000
Total $25,795,065