

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

	<u>San José Clean Energy</u>
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	<u>53,379,362</u>
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	<u>23,462,532</u>
Noncurrent assets:	
Net OPEB Assets - GASB 75	1,063,395
Total noncurrent assets	<u>1,063,395</u>
Total assets	<u>77,905,289</u>
DEFERRED OUTFLOWS OF RESOURCES	
Pension Contributions	2,668,925
OPEB Contributions	453,802
Total deferred outflows of resources	<u>3,122,727</u>
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	<u>72,927,906</u>
Noncurrent liabilities:	
Net pension liability - GASB 68	1,660,420
Total noncurrent liabilities	<u>1,660,420</u>
Total liabilities	<u>74,588,326</u>
DEFERRED INFLOWS OF RESOURCES	
Pension Contributions	257,903
OPEB Contributions	121,965
Total deferred inflows of resources	<u>379,868</u>
NET POSITION	
Restricted for debt service	20,000,000
Unrestricted	(13,940,178)
Total net position	<u>\$ 6,059,822</u>

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)

		San José Clean Energy
OPERATING REVENUES		
Power sales	\$	83,273,943
Total operating revenues		<u>83,273,943</u>
OPERATING EXPENSES		
Power purchases		99,484,121
Operations and maintenance		1,856,421
General and administrative		1,740,317
Total operating expenses		<u>103,080,859</u>
Operating income (loss)		<u>(19,806,916)</u>
NONOPERATING REVENUES (EXPENSES)		
Investment Expense		4,643
Letter of Credit Fees		(258,000)
Net nonoperating revenues (expenses)		<u>(253,357)</u>
Income (loss) before capital contributions commerical paper/short-term notes payable		<u>(20,060,273)</u>
Transfers out		<u>(220,450)</u>
Change in net position		(20,280,723)
Total net position - beginning		26,340,545
Total net assets - ending	\$	<u><u>6,059,822</u></u>

City of San José
Statement of Cash Flows
Proprietary Funds
For the Period July 1, 2021 to September 30, 2021
(Unaudited)

	<u>San José Clean Energy</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers and users	\$ 76,438,887
Receipts from customers of tax and surcharge	1,042,720
Receipts from customers reserved for TOU Bill Protection	2,850,116
Payments to suppliers	(98,462,814)
Payments to employees	(1,877,431)
Net cash provided by (used in) operating activities	<u>(20,008,522)</u>
FINANCING ACTIVITIES	
Transfer to other funds	(220,450)
Net cash provided (used) by noncapital and related financing activities	<u>(220,450)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Principal receipt on short-term commercial paper/short-term notes payable	21,000,000
Letter of credit Fees	(258,000)
Principal paid on short-term notes payable	-
Net cash provided (used) by capital and related financing activities	<u>20,742,000</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchase of investments	258,000
Interest and dividends received	4,643
Net cash provided (used) by investing activities	<u>262,643</u>
Net change in cash and cash equivalents	775,671
Cash and cash equivalents - beginning	25,019,394
Cash and cash equivalents - ending	<u>\$ 25,795,065</u>
Reconciliation of operating income to net cash provided (used) by operating activities:	
Operating income (loss)	\$ <u>(19,806,916)</u>
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	<u>(201,606)</u>
Net cash provided by (used in) operating activities	<u>\$ (20,008,522)</u>
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	<u>20,000,000</u>
	<u>\$ 25,795,065</u>