

SAN JOSE CLEAN ENERGY
(An Enterprise Fund of the City of San José)
Statement of Net Position
June 30, 2023
(unaudited)

ASSETS

Current Assets:

Equity in pooled cash and investments held in City Treasury	\$ 170,470,208
Receivables, net of allowance	73,964,149
Prepaid expenses, advances and deposits	8,411,879
Total unrestricted current assets	<u>252,846,236</u>

Restricted assets:

Equity in pooled cash and investments held in City Treasury	1,666,776
Total current assets:	<u>254,513,012</u>

Noncurrent assets:

Net pension asset	2,746,665
Net OPEB asset	1,878,274
Total noncurrent assets	<u>4,624,939</u>

Total assets	<u>259,137,951</u>
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DEFERRED OUTFLOWS OF RESOURCES

Pension related items	2,927,239
OPEB related items	713,997
Total deferred outflows of resources	<u>3,641,236</u>

LIABILITIES

Current liabilities:

Accrued cost of electricity	41,606,992
Accounts payable	1,044,833
Accrued vacation, sick leave and compensatory time	410,306
User taxes and energy surcharges due to other governments	2,376,359
Advances and deposits payable	105,000
Community Investment Pass-through	595,000
Due to SJFA - Commercial Paper	20,000,000
Unearned Revenue	11,755,314
Total liabilities	<u>78,045,601</u>

DEFERRED INFLOWS OF RESOURCES

Pension related items	3,833,793
OPEB related items	848,184
Total deferred inflows of resources	<u>4,681,977</u>

NET POSITION

Unrestricted	180,051,609
Total net position	<u>\$ 180,051,609</u>

SAN JOSE CLEAN ENERGY
(An Enterprise Fund of the City of San José)
Statement of Revenues, Expenses, and Changes in Fund Net Assets
For the Period July 1, 2022 to June 30, 2023
(unaudited)

OPERATING REVENUES

Power sales, net	\$	513,268,685
Total operating revenues		<u>513,268,685</u>

OPERATING EXPENSES

Power purchases	365,234,325
Operations and maintenance	9,143,593
General and administrative	12,655,100
Total operating expenses	<u>387,033,018</u>
Operating income	<u>126,235,667</u>

NONOPERATING REVENUES (EXPENSES)

Program grants	5,436,187
Investment revenue	3,422,737
Interest expense	(1,895,566)
Letter of Credit fees	(715,036)
Commercial Paper fees	(438,734)
Intergovernmental payment to City of San Jose	<u>(325,672)</u>
Net nonoperating revenues	<u>5,483,916</u>

Change in net assets 131,719,583

Net position - beginning		<u>48,332,026</u>
Net position - ending	\$	<u><u>180,051,609</u></u>

SAN JOSE CLEAN ENERGY
(An Enterprise Fund of the City of San José)
Statement of Cash Flows
For the Period July 1, 2022 to June 30, 2023
(Unaudited)

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from customers and users	\$	516,915,219
Receipts from customers of tax and surcharge, net of remittances		(1,766,933)
Payments to suppliers		(365,471,263)
Payments to employees		(8,715,538)
Net cash provided (used) in operating activities		<u>140,961,485</u>

**CASH FLOWS FROM NONCAPITAL AND
FINANCING ACTIVITIES**

Subsidies from program grants		5,436,187
Advances and deposits received		5,450,264
Advances and deposits paid		(565,836)
Net cash provided (used) by noncapital and related financing activities		<u>10,320,615</u>

**CASH FLOWS FROM CAPITAL AND
RELATED FINANCING ACTIVITIES**

Repayment of principal on short-term commercial paper		(40,000,000)
Interest paid on debt		(1,895,566)
Letter of credit fees		(715,036)
Commercial paper fees		(438,734)
Intergovernmental payment to City of San Jose		(325,672)
Net cash provided (used) by capital and related financing activities		<u>(43,375,008)</u>

**CASH FLOWS FROM INVESTING ACTIVITIES
ACTIVITIES**

Interest and dividends received		<u>3,422,737</u>
Net cash provided (used) by investing activities		<u>3,422,737</u>

Net change in cash and cash equivalents		111,329,829
Cash and cash equivalents - beginning		60,807,155
Cash and cash equivalents - ending	\$	<u><u>172,136,984</u></u>

**Reconciliation of operating income to
net cash provided (used) by operating activities:**

Operating income	\$	<u>126,235,667</u>
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Decrease (increase) in:		
Accounts receivable		4,267,534
Prepaid expenses		(2,990,314)
Increase (decrease) in:		
Accrued cost of electricity		16,369,283
Accounts payable		(302,450)
Accrued salaries, wages, and payroll taxes of resources related to OPEB - GASB 75		(230,302)
User taxes due to other governments		(1,766,933)
Customer reserve funds		(621,000)
Total adjustments		<u>14,725,818</u>

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Net cash provided in operating activities	\$	<u>140,961,485</u>
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**Reconciliation of cash and cash equivalents
to the balance sheet:**

Equity in pooled cash and investments held in City Treasury		
Unrestricted	\$	170,470,208
Restricted		<u>1,666,776</u>
	\$	<u>172,136,984</u>