

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

ASSETS

Current Assets:

Equity in pooled cash and investments held in City Treasury	\$	214,340,296
Receivables, net of allowance		77,590,986
Prepaid expenses, advances and deposits		3,971,378
Total unrestricted current assets		295,902,660

Restricted assets:

Equity in pooled cash and investments held in City Treasury		-
Total current assets:		295,902,660

Noncurrent assets:

Net OPEB asset		1,209,995
Right to use asset (net of accumulated amortization):		
Subscription asset		539,960
Total noncurrent assets		1,749,955
Total assets		297,652,615

DEFERRED OUTFLOWS OF RESOURCES

Pension related items		3,069,816
OPEB related items		1,521,474
Total deferred outflows of resources		4,591,290

LIABILITIES

Current liabilities:

Accrued cost of electricity		48,848,012
Accounts payable		1,106,828
Interest Payable		379,632
Subscription liability		185,048
Accrued vacation, sick leave and compensatory time		483,244
User taxes and energy surcharges due to other governments		3,151,331
Advances and deposits payable		1,251,000
Community Investment Pass-through		495,000
Due to SJFA - Commercial Paper		20,000,000
Unearned revenue		11,427,141
Total current liabilities		87,327,236

Noncurrent liabilities:

Net pension liability		528,564
Subscription liability		391,430
Total noncurrent liabilities		919,994
Total liabilities		88,247,230

DEFERRED INFLOWS OF RESOURCES

Pension related items		174,361
OPEB related items		735,714
Total deferred inflows of resources		910,075

NET POSITION

Invested in capital assets		(36,518)
Restricted for net OPEB Asset		1,209,995
Unrestricted		211,913,123
Total net position	\$	213,086,600

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, 2023 to September 30, 2023
(unaudited)

OPERATING REVENUES

Power sales, net	\$	155,909,850
Other revenues		344,154
Total operating revenues		<u>156,254,004</u>

OPERATING EXPENSES

Power purchases	118,148,796
Operations and maintenance	1,912,046
General and administrative	3,437,166
Total operating expenses	<u>123,498,008</u>
Operating income	<u>32,755,996</u>

NONOPERATING REVENUES (EXPENSES)

Program grants	131,263
Investment revenue	5,596,671
Interest expense	(273,458)
Letter of Credit fees	(754,986)
Commercial Paper fees	(75,272)
Intergovernmental payment to City of San Jose	(363,160)
Net nonoperating revenues	<u>4,261,058</u>

Change in net assets 37,017,054

Net position - beginning	<u>176,069,546</u>
Net position - ending	<u>\$ <u>213,086,600</u></u>

SAN JOSE CLEAN ENERGY
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Statement of Cash Flows
For the Period July 1, 2023 to September 30, 2023
(Unaudited)

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from customers and users	\$	152,283,013
Receipt from customers of tax and surcharge, net of remittances		774,972
Payments to suppliers		(109,503,270)
Payments to employees		(2,416,775)
Other receipts		344,154
Net cash provided by operating activities		<u>41,482,094</u>

CASH FLOWS FROM NONCAPITAL AND FINANCING ACTIVITIES

Transfer to other funds		(363,160)
Subsidies from program grants		131,263
Advances and deposits received		806,847
Net cash provided by noncapital and related financing activities		<u>574,950</u>

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Software subscription right to use asset - payment		(52,165)
Interest paid on debt		(289,973)
Letter of credit fees		(386,241)
Commercial paper fees		(101,917)
Net cash provided (used) by capital and related financing activities		<u>(830,296)</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Interest and dividends received		6,299,698
Net cash provided by investing activities		<u>6,299,698</u>
Net change in cash and cash equivalents		47,526,446
Cash and cash equivalents - beginning		166,813,850
Cash and cash equivalents - ending	\$	<u><u>214,340,296</u></u>

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

Operating income	\$	<u>32,755,996</u>
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Other nonoperating expenses		50,733
Decrease (increase) in:		
Accounts receivable		(3,626,837)
Prepaid expenses		4,321,965
Increase (decrease) in:		
Accrued cost of electricity		7,241,020
Accounts payable		116,042
Accrued salaries, wages, and payroll taxes		(151,797)
User taxes due to other governments		774,972
Total adjustments		<u>8,726,098</u>
Net cash provided in operating activities	\$	<u><u>41,482,094</u></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

\$ 214,340,296

Restricted

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\$ 214,340,296