

**DESERT COMMUNITY ENERGY
UNAUDITED BALANCE SHEET
FROM JULY 1, 2021 TO AUG 31, 2021**

	<u>GENERAL</u>	<u>PALM SPRINGS</u>	<u>TOTAL</u>
<u>ASSETS</u>			
River City Bank			
- Operating Account		18,409.22	18,409.22
- Money Market Account	65,909.79		65,909.79
- ICS Account	1,317,525.26	(648,778.42)	668,746.84
- Lockbox Account	2,876,619.98	(2,840,039.15)	36,580.83
- Restricted Cash (PPA Collateral)	0.00	1,680,000.00	1,680,000.00
- SCE FSR Letter of Credit Collateral	147,000.00	0.00	147,000.00
- Debt Service Reserve Account	0.00	200,000.00	200,000.00
Total Cash	4,407,055.03	(1,590,408.35)	2,816,646.68
Accounts Receivable			
- Southern California Edison		7,505,287.12	7,505,287.12
- Southern California Edison (Escrow account)		2,075,790.69	2,075,790.69
- Bad Debt		(1,452,064.59)	(1,452,064.59)
- Coachella Hills		87,879.50	87,879.50
Total Accounts Receivable	0.00	8,216,892.72	8,216,892.72
Accrued Revenue	0.00	3,801,562.02	3,801,562.02
TOTAL ASSETS	4,407,055.03	10,428,046.39	14,835,101.42
<u>LIABILITIES</u>			
Accounts Payable			
- Ace Printing	1,004.20	1,004.20	2,008.40
- Burke Rix	0.00	7,258.00	7,258.00
- Calpine	0.00	98,812.60	98,812.60
- Donald D. Dame	735.87	2,207.64	2,943.51
- Southern California Edison	0.00	29,000.00	29,000.00
- The Energy Authority	0.00	6,068,813.23	6,068,813.23
- Vesper Energy	0.00	132,934.10	132,934.10
- Net Energy Metering payables	0.00	7,071.51	7,071.51
Total Accounts Payable	1,740.07	6,347,101.28	6,348,841.35
Due to Other Governments			
Coachella Valley Association of Governments	135,384.03	406,152.10	541,536.13
Utility Users Tax- Palm Springs	0.00	783,925.34	783,925.34
Electric Energy Surcharge (CDTFA)	0.00	46,081.03	46,081.03
Total Due to Other Governments	135,384.03	1,236,158.47	1,371,542.50
Loans Payable (short term)			
River City Bank	0.00	375,000.00	375,000.00
Total Loans Payable (short term)	0.00	375,000.00	375,000.00
Vendor security deposits			
Terra-Gen	0.00	1,680,000.00	1,680,000.00
Total Vendor security deposits	0.00	1,680,000.00	1,680,000.00
TOTAL LIABILITIES	137,124.10	9,638,259.75	9,775,383.85
<u>FUND BALANCE</u>			
Unrestricted Fund Balance	4,122,930.93	589,786.64	4,712,717.57
Restricted Fund Balance	147,000.00	200,000.00	347,000.00
TOTAL LIABILITIES AND FUND BALANCE	4,407,055.03	10,428,046.39	14,835,101.42
	0.00	-	0.00

**DESERT COMMUNITY ENERGY
UNAUDITED STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
FROM JULY 1, 2021 TO AUG 31, 2021**

	<u>GENERAL</u>	<u>PALM SPRINGS</u>	<u>TOTAL</u>
REVENUES			
Electricity Sales ⁽¹⁾	0.00	13,985,427.82	13,985,427.82
Bad Debt	0.00	(366,757.63)	(366,757.63)
Other Revenue	0.00	310,265.39	310,265.39
Investment Income	827.63	0.00	827.63
TOTAL REVENUES	<u>827.63</u>	<u>13,928,935.58</u>	<u>13,929,763.21</u>
EXPENDITURES			
Cost of Electricity			
Electricity Purchase	0.00	10,004,018.16	10,004,018.16
Resource Adequacy	0.00	2,268,000.00	2,268,000.00
Low Carbon Settlement	0.00	0.00	0.00
Renewable Energy Credit Settlement	0.00	703,767.65	703,767.65
Market Charges	0.00	882,408.98	882,408.98
Total Cost of Electricity	<u>0.00</u>	<u>13,858,194.79</u>	<u>13,858,194.79</u>
Accounting / Bank Services	50.74	50.74	101.48
Office Supplies	0.00	0.00	0.00
Professional Services			
- Arthur J Gallaguer Insurance & co	233.13	233.13	466.25
- LSL, CPAs	0.00	0.00	0.00
- Lift to Rise	0.00	0.00	0.00
- Southern California Edison	0.00	14,000.00	14,000.00
Total Professional Services	<u>233.13</u>	<u>14,233.13</u>	<u>14,466.25</u>
Insurance			
- Directors & Officers	3,595.00	3,595.00	7,190.00
- General Liability	250.00	250.00	500.00
Total Insurance	<u>3,845.00</u>	<u>3,845.00</u>	<u>7,690.00</u>
Consultants			
- Donald D. Dame	735.88	2,207.63	2,943.50
- Calpine Energy Solutions	0.00	98,812.60	98,812.60
- The Energy Authority	0.00	238,069.84	238,069.84
Total Consultants	<u>735.88</u>	<u>339,090.07</u>	<u>339,825.94</u>
Postage			
- Ace Printing	504.76	504.76	1,009.51
Total Printing	<u>504.76</u>	<u>504.76</u>	<u>1,009.51</u>
Printing			
- Ace Printing	1,703.00	1,703.00	3,406.00
Total Printing	<u>1,703.00</u>	<u>1,703.00</u>	<u>3,406.00</u>
Social Programs			
Registrations/Memberships	0.00	20,615.00	20,615.00
- CA Community Choice Association	5,035.38	15,106.13	20,141.50
Total Registration/Memberships	<u>5,035.38</u>	<u>15,106.13</u>	<u>20,141.50</u>
Interest Expense	0.00	13,000.72	13,000.72
TOTAL EXPENDITURES	<u>12,107.87</u>	<u>14,273,601.32</u>	<u>14,285,709.19</u>
Excess of Revenues over Expenditures	(11,280.24)	(344,665.74)	(355,945.98)
Fund Balance - Beginning of the Year	4,281,211.17	1,134,452.39	5,415,663.56
Fund Balance - End of the Year	<u>4,269,930.93</u>	<u>789,786.65</u>	<u>5,059,717.58</u>

(1) Electricity sales revenue includes revenues actually billed to customers as well as estimated customer usage during the reporting period that is not yet billed

DESERT COMMUNITY ENERGY
UNAUDITED FINANCIAL STATEMENTS
FROM JULY 1, 2021 TO AUG 31, 2021

ASSETS

River City Bank		
- Operating Account	18,409.22	
- Money Market Account	65,909.79	
- ICS Account	668,746.84	
- Lockbox Account	36,580.83	
- Restricted Cash (PPA Collateral)	1,680,000.00	
- SCE FSR Letter of Credit Collateral	147,000.00	
- Debt Service Reserve Account	200,000.00	
Total Cash		2,816,646.68
Accounts Receivable		
- Southern California Edison	7,505,287.12	
- Southern California Edison (Escrow account) ⁽²⁾	2,075,790.69	
- Bad Debt	(1,452,064.59)	
- Coachella Hills	87,879.50	
Total Accounts Receivable		8,216,892.72
Accrued Revenue		3,801,562.02
TOTAL ASSETS		14,835,101.42

LIABILITIES

Accounts Payable		
- Ace Printing	2,008.40	
- Burke Rix	7,258.00	
- Calpine	98,812.60	
- Donald D. Dame	2,943.50	
- Southern California Edison	29,000.00	
- The Energy Authority	6,068,813.23	
- Vesper Energy	132,934.10	
-Net Energy Metering payables	7,071.51	
Total Accounts Payable		6,348,841.34
Due to Other Governments		
Coachella Valley Association of Governments	541,536.13	
Utility Users Tax- Palm Springs	783,925.34	
Electric Energy Surcharge (CDTFA)	46,081.03	
Total Due to Other Governments		1,371,542.50
Loans Payable (short term)		
River City Bank	375,000.00	
Total Loans Payable (short term)		375,000.00
Vendor security deposits		
Terra-Gen	1,680,000.00	
Total Vendor security deposits		1,680,000.00
TOTAL LIABILITIES		9,775,383.84

FUND BALANCE

Restricted Fund Balance		347,000.00
Unrestricted Fund Balance		4,712,717.58
TOTAL FUND BALANCE		5,059,717.58
TOTAL LIABILITIES AND FUND BALANCE		14,835,101.42

(2) Net Energy Metering customers' usage is monitored on a monthly basis, recorded in an escrow account and tried-up at the end of their relevant period (May 2022).

-If the NEM customer generated more electricity than used, DCE will pay the NET balance at the end of May 2022 at the DCE's approved Net Surplus Compensation Rate, if the NEM customer used more electricity than generated, DCE will bill the net annual balance at the rate its meter is registered.

**DESERT COMMUNITY ENERGY
UNAUDITED FINANCIAL STATEMENTS
OF REVENUES, EXPENDITURES AND CHANGES
IN NET POSITION FOR THE PERIOD
JULY 1 TO AUG 31, 2021**

REVENUES

Electricity Sales ⁽¹⁾		13,618,670.19
Carbon Free	11,985,383.67	
Carbon Free- CARE/FERA	1,233,850.80	
Desert Saver	766,193.35	
Bad Debt	(366,757.63)	
Other revenue		310,265.39
Investment Income		827.63
TOTAL REVENUES		<u><u>13,929,763.21</u></u>

EXPENDITURES

Cost of Electricity		
Electricity Purchase	10,004,018.16	
Resource Adequacy	2,268,000.00	
Low Carbon Settlement	0.00	
Renewable Energy Credit Settlement	703,767.65	
Market Charges	882,408.98	
Total Cost of Electricity		13,858,194.79
Accounting / Bank Services		101.48
Professional Services		14,466.25
Insurance		7,690.00
Consultants		339,825.94
Outreach		7,258.00
Postage		1,009.51
Printing		3,406.00
Social Programs		20,615.00
Registrations/Memberships		20,141.50
Interest Expense		13,000.72
TOTAL EXPENDITURES		<u><u>14,285,709.19</u></u>

Excess of Revenues over Expenditures (355,945.98)

Fund Balance - Beginning of the Year 5,415,663.56

Fund Balance - End of the Year 5,059,717.58

(1) Electricity sales revenue includes revenues actually billed to customers as well as estimated customer usage during the reporting period that is not yet billed