

**DESERT COMMUNITY ENERGY
UNAUDITED BALANCE SHEET
FROM JULY 1, 2020 TO JANUARY 31, 2021**

| | <u>GENERAL</u> | <u>PALM SPRINGS</u> | <u>TOTAL</u> |
|---|---------------------|---------------------|----------------------|
| <u>ASSETS</u> | | | |
| River City Bank | | | |
| - Operating Account | | 10,339.86 | 10,339.86 |
| - Money Market Account | 589,322.08 | 2,587,000.00 | 3,176,322.08 |
| - ICS Account | 1,316,556.91 | 0.00 | 1,316,556.91 |
| - Lockbox Account | 2,419,839.46 | (1,407,302.56) | 1,012,536.90 |
| - SCE FSR Letter of Credit Collateral | 147,000.00 | 0.00 | 147,000.00 |
| Total Cash | 4,472,718.45 | 1,190,037.30 | 5,662,755.75 |
| Accounts Receivable | | | |
| - Southern California Edison | | 2,719,352.71 | 2,719,352.71 |
| - Southern California Edison (Escrow account) | | 2,365,879.23 | 2,365,879.23 |
| - Bad Debt | | (73,366.85) | (73,366.85) |
| Total Accounts Receivable | | 5,011,865.09 | 5,011,865.09 |
| Accrued Revenue | | 1,077,815.10 | 1,077,815.10 |
| Deposits/Bonds | | | |
| - CPUC | 100,000.00 | | 100,000.00 |
| Total Deposits/Bonds | 100,000.00 | | 100,000.00 |
| TOTAL ASSETS | 4,572,718.45 | 7,279,717.49 | 11,852,435.94 |
| <u>LIABILITIES</u> | | | |
| Accounts Payable | | | |
| - Ace Printing | 312.34 | 312.33 | 624.67 |
| - Burke Rix | 0.00 | 1,702.50 | 1,702.50 |
| - Calpine | 0.00 | 48,256.30 | 48,256.30 |
| - Donald D. Dame | 537.50 | 1,612.50 | 2,150.00 |
| - Southern California Edison | 0.00 | 4,049,874.06 | 4,049,874.06 |
| - The Energy Authority | 0.00 | 1,420,484.61 | 1,420,484.61 |
| - White Rabbit Group | 0.00 | 0.00 | 0.00 |
| - Net Energy Metering payables | 0.00 | 2,066.02 | 2,066.02 |
| - CA Community Choice Association | 0.00 | 0.00 | 0.00 |
| Total Accounts Payable | 849.84 | 5,524,308.32 | 5,525,158.16 |
| Due to Other Governments | | | |
| Utility Users Tax- Palm Springs | | 154,343.40 | 154,343.40 |
| Electric Energy Surcharge (CDTFA) | | 43,684.96 | 43,684.96 |
| Total Due to Other Governments | | 198,028.36 | 198,028.36 |
| Vendor security deposits | | | |
| Terra-Gen | | 837,000.00 | 837,000.00 |
| Total Vendor security deposits | | 837,000.00 | 837,000.00 |
| TOTAL LIABILITIES | 849.84 | 6,559,336.68 | 6,560,186.52 |
| <u>FUND BALANCE</u> | | | |
| Reserve (Restricted requirement for Credit Solutions TEA) | | 1,750,000.00 | 1,750,000.00 |
| Fund Balance | 4,571,868.62 | (1,029,619.20) | 3,542,249.42 |
| TOTAL LIABILITIES AND FUND BALANCE | 4,572,718.45 | 7,279,717.48 | 11,852,435.94 |

**DESERT COMMUNITY ENERGY
UNAUDITED STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
FROM JULY 1, 2020 TO JANUARY 31, 2021**

| | <u>GENERAL</u> | <u>PALM SPRINGS</u> | <u>TOTAL</u> |
|--------------------------------------|---------------------|----------------------|----------------------|
| REVENUES | | | |
| Electricity Sales ⁽¹⁾ | 0.00 | 23,529,628.69 | 23,529,628.69 |
| Bad Debt | 0.00 | (56,851.36) | (56,851.36) |
| Other Revenue | 0.00 | 476,448.82 | 476,448.82 |
| Investment Income | 11,053.75 | 0.00 | 11,053.75 |
| TOTAL REVENUES | <u>11,053.75</u> | <u>23,949,226.15</u> | <u>23,960,279.90</u> |
| EXPENDITURES | | | |
| Cost of Electricity | | | |
| Electricity Purchase | 0.00 | 12,215,909.20 | 12,215,909.20 |
| Resource Adequacy | 0.00 | 4,461,417.20 | 4,461,417.20 |
| Low Carbon Settlement | 0.00 | 560,250.00 | 560,250.00 |
| Renewable Energy Credit Settlement | 0.00 | 1,799,500.00 | 1,799,500.00 |
| Market Charges | 0.00 | 5,554,565.75 | 5,554,565.75 |
| Total Cost of Electricity | 0.00 | 24,591,642.15 | 24,591,642.15 |
| Accounting / Bank Services | 869.50 | 869.50 | 1,738.99 |
| Professional Services | | | |
| - Arthur J Gallaguer Insurance & co | 233.13 | 233.13 | 466.25 |
| - LSL, CPAs | 1,687.50 | 5,062.50 | 6,750.00 |
| - Lift to Rise | 0.00 | 0.00 | 0.00 |
| - Southern California Edison | 0.00 | 32,337.92 | 32,337.92 |
| Total Professional Services | 1,920.63 | 37,633.55 | 39,554.17 |
| Insurance | | | |
| - Directors & Officers | 3,000.00 | 3,000.00 | 6,000.00 |
| - General Liability | 250.00 | 250.00 | 500.00 |
| Total Insurance | 3,250.00 | 3,250.00 | 6,500.00 |
| Consultants | | | |
| - Donald D. Dame | 4,003.56 | 12,010.69 | 16,014.25 |
| - Calpine Energy Solutions | 0.00 | 353,813.80 | 353,813.80 |
| - CVAG | 0.00 | 0.00 | 0.00 |
| - The Energy Authority | 0.00 | 660,357.61 | 660,357.61 |
| - White Rabbit Group | 950.00 | 950.00 | 1,900.00 |
| Total Consultants | 4,953.56 | 1,027,132.10 | 1,032,085.66 |
| Outreach | | | |
| - Burke Rix Communications | 0.00 | 16,484.89 | 16,484.89 |
| Total Outreach | 0.00 | 16,484.89 | 16,484.89 |
| Postage | | | |
| - Ace Printing | 896.22 | 896.22 | 1,792.44 |
| Total Printing | 896.22 | 896.22 | 1,792.44 |
| Printing | | | |
| - Ace Printing | 1,212.87 | 1,212.87 | 2,425.74 |
| Total Printing | 1,212.87 | 1,212.87 | 2,425.74 |
| Registrations/Memberships | | | |
| - CA Community Choice Association | 14,456.75 | 43,370.25 | 57,827.00 |
| Total Registration/Memberships | 14,456.75 | 43,370.25 | 57,827.00 |
| Interest Expense | 0.00 | 3,094.58 | 3,094.58 |
| TOTAL EXPENDITURES | <u>27,559.52</u> | <u>25,725,586.10</u> | <u>25,753,145.62</u> |
| Excess of Revenues over Expenditures | (16,505.77) | (1,776,359.95) | (1,792,865.72) |
| Fund Balance - Beginning of the Year | 4,588,374.39 | 2,496,740.75 | 7,085,115.14 |
| Fund Balance - End of the Year | <u>4,571,868.62</u> | <u>720,380.80</u> | <u>5,292,249.42</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, 2020 TO JANUARY 31, 2021

ASSETS

| | | |
|---|--------------|-----------------------------|
| River City Bank | | |
| - Operating Account | 10,339.86 | |
| - Money Market Account | 3,176,322.08 | |
| - ICS Account | 1,316,556.91 | |
| - Lockbox Account | 1,012,536.90 | |
| - SCE FSR Letter of Credit Collateral | 147,000.00 | |
| Total Cash | | 5,662,755.75 |
| Accounts Receivable | | |
| - Southern California Edison | 2,719,352.71 | |
| - Southern California Edison (Escrow account) | 2,365,879.23 | |
| - Bad Debt | (73,366.85) | |
| Total Accounts Receivable | | 5,011,865.09 |
| Accrued Revenue | | 1,077,815.10 |
| Deposits/Bonds | | 100,000.00 |
| TOTAL ASSETS | | <u>11,852,435.94</u> |

LIABILITIES

| | | |
|---|--------------|----------------------------|
| Accounts Payable | | |
| - Ace Printing | 624.67 | |
| - Burke Rix | 1,702.50 | |
| - Calpine | 48,256.30 | |
| - Donald D. Dame | 2,150.00 | |
| - Southern California Edison | 4,049,874.06 | |
| - The Energy Authority | 1,420,484.61 | |
| - White Rabbit Group | 0.00 | |
| -Net Energy Metering payables | 2,066.02 | |
| Total Accounts Payable | | 5,525,158.16 |
| Due to Other Governments | | |
| Coachella Valley Association of Governments | 0.00 | |
| Utility Users Tax- Palm Springs | 154,343.40 | |
| Electric Energy Surcharge (CDTFA) | 43,684.96 | |
| Total Due to Other Governments | | 198,028.36 |
| Vendor security deposits | | |
| Terra-Gen | 837,000.00 | |
| Total Vendor security deposits | | 837,000.00 |
| TOTAL LIABILITIES | | <u>6,560,186.52</u> |

FUND BALANCE

| | |
|---|-----------------------------|
| Reserve (Restricted requirement for Credit Solutions TEA) | 1,750,000.00 |
| Fund Balance | <u>3,542,249.42</u> |
| TOTAL FUND BALANCE | 5,292,249.42 |
| TOTAL LIABILITIES AND FUND BALANCE | <u>11,852,435.94</u> |

REVENUES

| | | |
|----------------------------------|---------------|-----------------------------|
| Electricity Sales ⁽¹⁾ | | 23,472,777.33 |
| Carbon Free | 18,758,734.39 | |
| Carbon Free- CARE/FERA | 2,794,738.73 | |
| Desert Saver | 1,976,155.57 | |
| Bad Debt | (56,851.36) | |
| Other revenue | | 476,448.82 |
| Investment Income | | 11,053.75 |
| TOTAL REVENUES | | <u>23,960,279.90</u> |

EXPENDITURES

| | | |
|------------------------------------|---------------|-----------------------------|
| Cost of Electricity | | |
| Electricity Purchase | 12,215,909.20 | |
| Resource Adequacy | 4,461,417.20 | |
| Low Carbon Settlement | 560,250.00 | |
| Renewable Energy Credit Settlement | 1,799,500.00 | |
| Market Charges | 5,554,565.75 | |
| Total Cost of Electricity | | 24,591,642.15 |
| Accounting / Bank Services | | 1,738.99 |
| Professional Services | | 39,554.17 |
| Insurance | | 6,500.00 |
| Consultants | | 1,032,085.66 |
| Outreach | | 16,484.89 |
| Postage | | 1,792.44 |
| Printing | | 2,425.74 |
| Registrations/Memberships | | 57,827.00 |
| Interest Expense | | 3,094.58 |
| TOTAL EXPENDITURES | | <u>25,753,145.62</u> |

| | |
|--------------------------------------|---------------------|
| Excess of Revenues over Expenditures | (1,792,865.72) |
| Fund Balance - Beginning of the Year | <u>7,085,115.14</u> |
| Fund Balance - End of the Year | <u>5,292,249.42</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