

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

	<u>GENERAL</u>	<u>PALM SPRINGS</u>	<u>TOTAL</u>
ASSETS			
River City Bank			
- Operating Account		1,276,397.44	1,276,397.44
- Money Market Account	165,675.05		165,675.05
- ICS Account	1,317,525.26	(498,939.34)	818,585.92
- Lockbox Account	2,785,572.56	(1,077,687.67)	1,707,884.89
- 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	4,415,772.87	1,579,770.43	5,995,543.30
Accounts Receivable			
- Southern California Edison		6,682,696.34	6,682,696.34
- Southern California Edison (Escrow account)		1,456,478.81	1,456,478.81
- Bad Debt		(1,262,467.65)	(1,262,467.65)
Total Accounts Receivable	0.00	6,876,707.50	6,876,707.50
Accrued Revenue	0.00	3,699,695.44	3,699,695.44
TOTAL ASSETS	4,415,772.87	12,156,173.37	16,571,946.24
LIABILITIES			
Accounts Payable			
- Arthur J Gallaguer Insurance & co	3,845.00	3,845.00	7,690.00
- Calpine	0.00	98,690.70	98,690.70
-Coachella Hills	0.00	25,237.66	25,237.66
- Donald D. Dame	269.93	809.82	1,079.75
- Southern California Edison	0.00	35,313.72	35,313.72
- The Energy Authority	0.00	6,109,942.19	6,109,942.19
- Vesper Energy	0.00	146,749.05	146,749.05
- Net Energy Metering payables	0.00	8,482.72	8,482.72
- CA Community Choice Association	5,035.38	15,106.13	20,141.50
Total Accounts Payable	9,150.31	6,444,176.99	6,453,327.29
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	468,189.37	468,189.37
Electric Energy Surcharge (CDTFA)	0.00	28,015.17	28,015.17
Total Due to Other Governments	135,384.03	902,356.64	1,037,740.67
Loans Payable (short term)			
River City Bank	0.00	1,504,843.75	1,504,843.75
Total Loans Payable (short term)	0.00	1,504,843.75	1,504,843.75
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	144,534.34	10,531,377.37	10,675,911.71
FUND BALANCE			
Unrestricted Fund Balance	4,124,238.53	1,424,796.00	5,549,034.53
Restricted Fund Balance	147,000.00	200,000.00	347,000.00
TOTAL LIABILITIES AND FUND BALANCE	4,415,772.87	12,156,173.37	16,571,946.24

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

	<u>GENERAL</u>	<u>PALM SPRINGS</u>	<u>TOTAL</u>
REVENUES			
Electricity Sales ⁽¹⁾	0.00	7,568,098.27	7,568,098.27
Bad Debt	0.00	(177,160.69)	(177,160.69)
Other Revenue	0.00	123,407.00	123,407.00
Investment Income	431.97	0.00	431.97
TOTAL REVENUES	<u>431.97</u>	<u>7,514,344.58</u>	<u>7,514,776.55</u>
EXPENDITURES			
Cost of Electricity			
Electricity Purchase	0.00	4,989,355.66	4,989,355.66
Resource Adequacy	0.00	1,153,750.00	1,153,750.00
Low Carbon Settlement	0.00	0.00	0.00
Renewable Energy Credit Settlement	0.00	146,749.05	146,749.05
Market Charges	0.00	530,905.61	530,905.61
Total Cost of Electricity	<u>0.00</u>	<u>6,820,760.32</u>	<u>6,820,760.32</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	0.00	0.00	0.00
- LSL, CPAs	0.00	0.00	0.00
- Lift to Rise	0.00	0.00	0.00
- Southern California Edison	0.00	6,500.00	6,500.00
Total Professional Services	<u>0.00</u>	<u>6,500.00</u>	<u>6,500.00</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	269.94	809.81	1,079.75
- Calpine Energy Solutions	0.00	49,552.35	49,552.35
- The Energy Authority	0.00	121,329.32	121,329.32
Total Consultants	<u>269.94</u>	<u>171,691.48</u>	<u>171,961.42</u>
Postage			
- Ace Printing	128.56	128.56	257.11
Total Printing	<u>128.56</u>	<u>128.56</u>	<u>257.11</u>
Printing			
- Ace Printing	1,075.00	1,075.00	2,150.00
Total Printing	<u>1,075.00</u>	<u>1,075.00</u>	<u>2,150.00</u>
Registrations/Memberships			
- 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	4,843.75	4,843.75
TOTAL EXPENDITURES	<u>10,404.61</u>	<u>7,024,000.97</u>	<u>7,034,405.58</u>
Excess of Revenues over Expenditures	(9,972.64)	490,343.61	480,370.97
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>4,271,238.53</u>	<u>1,624,796.00</u>	<u>5,896,034.53</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 JUL 31, 2021

ASSETS

River City Bank		
- Operating Account	1,276,397.44	
- Money Market Account	165,675.05	
- ICS Account	818,585.92	
- Lockbox Account	1,707,884.89	
- 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		5,995,543.30
Accounts Receivable		
- Southern California Edison	6,682,696.34	
- Southern California Edison (Escrow account) ⁽²⁾	1,456,478.81	
- Bad Debt	(1,262,467.65)	
Total Accounts Receivable		6,876,707.50
Accrued Revenue		3,699,695.44
TOTAL ASSETS		16,571,946.24

LIABILITIES

Accounts Payable		
- Arthur J Gallaguer Insurance & co	7,690.00	
- Calpine	98,690.70	
- Coachella Hills	25,237.66	
- Donald D. Dame	1,079.75	
- Southern California Edison	35,313.72	
- The Energy Authority	6,109,942.19	
- Vesper Energy	146,749.05	
-Net Energy Metering payables	8,482.72	
- CA Community Choice Association	20,141.50	
Total Accounts Payable		6,453,327.29
Due to Other Governments		
Coachella Valley Association of Governments	541,536.13	
Utility Users Tax- Palm Springs	468,189.37	
Electric Energy Surcharge (CDTFA)	28,015.17	
Total Due to Other Governments		1,037,740.67
Loans Payable (short term)		
River City Bank	1,504,843.75	
Total Loans Payable (short term)		1,504,843.75
Vendor security deposits		
Terra-Gen	1,680,000.00	
Total Vendor security deposits		1,680,000.00
TOTAL LIABILITIES		10,675,911.71

FUND BALANCE

Restricted Fund Balance		347,000.00
Unrestricted Fund Balance		5,549,034.53
TOTAL FUND BALANCE		5,896,034.53
TOTAL LIABILITIES AND FUND BALANCE		16,571,946.24

(2) Net Energy Metering customers' usage is monitored on a monthly basis, recorded in an escrow account and trued-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 JUL 31, 2021**

REVENUES

Electricity Sales ⁽¹⁾		7,390,937.58
Carbon Free	6,458,979.81	
Carbon Free- CARE/FERA	702,419.50	
Desert Saver	406,698.96	
Bad Debt	(177,160.69)	
Other revenue		123,407.00
Investment Income		431.97
TOTAL REVENUES		<u><u>7,514,776.55</u></u>

EXPENDITURES

Cost of Electricity		
Electricity Purchase	4,989,355.66	
Resource Adequacy	1,153,750.00	
Low Carbon Settlement	0.00	
Renewable Energy Credit Settlement	146,749.05	
Market Charges	530,905.61	
Total Cost of Electricity		6,820,760.32
Accounting / Bank Services		101.48
Professional Services		6,500.00
Insurance		7,690.00
Consultants		171,961.42
Outreach		0.00
Postage		257.11
Printing		2,150.00
Registrations/Memberships		20,141.50
Interest Expense		4,843.75
TOTAL EXPENDITURES		<u><u>7,034,405.58</u></u>
 Excess of Revenues over Expenditures		 480,370.97
 Fund Balance - Beginning of the Year		 <u>5,415,663.56</u>
 Fund Balance - End of the Year		 <u><u>5,896,034.53</u></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