

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

|   | <u>GENERAL</u>      | <u>PALM SPRINGS</u> | <u>TOTAL</u>         |
|---|---------------------|---------------------|----------------------|
| <b><u>ASSETS</u></b>                          |                     |                     |                      |
| River City Bank                               |                     |                     |                      |
| - Operating Account                           |                     | 9,169.57            | 9,169.57             |
| - Money Market Account                        | 439,749.09          | 0.00                | 439,749.09           |
| - ICS Account                                 | 1,317,525.26        | 0.00                | 1,317,525.26         |
| - Lockbox Account                             | 2,567,168.66        | (1,858,864.19)      | 708,304.47           |
| - Restricted Cash (PPA Collateral)            | 0.00                | 1,845,000.00        | 1,845,000.00         |
| - SCE FSR Letter of Credit Collateral         | 147,000.00          | 0.00                | 147,000.00           |
| Total Cash                                    | 4,471,443.01        | (4,694.62)          | 4,466,748.39         |
| Accounts Receivable                           |                     |                     |                      |
| - Southern California Edison                  |                     | 2,556,224.78        | 2,556,224.78         |
| - Southern California Edison (Escrow account) |                     | 2,677,674.88        | 2,677,674.88         |
| - Bad Debt                                    |                     | (90,986.42)         | (90,986.42)          |
| Total Accounts Receivable                     |                     | 5,142,913.24        | 5,142,913.24         |
| Accrued Revenue                               |                     | 1,204,094.77        | 1,204,094.77         |
| Deposits/Bonds                                |                     |                     |                      |
| - CPUC  | 100,000.00          |                     | 100,000.00           |
| Total Deposits/Bonds                          | 100,000.00          |                     | 100,000.00           |
| <b>TOTAL ASSETS</b>                           | <b>4,571,443.01</b> | <b>6,342,313.39</b> | <b>10,913,756.40</b> |
| <b><u>LIABILITIES</u></b>                     |                     |                     |                      |
| Accounts Payable                              |                     |                     |                      |
| - Ace Printing                                | 666.25              | 666.24              | 1,332.49             |
| - Burke Rix                                   | 0.00                | 0.00                | 0.00                 |
| - Calpine                                     | 0.00                | 97,158.90           | 97,158.90            |
| - Donald D. Dame                              | 682.50              | 2,047.50            | 2,730.00             |
| - Southern California Edison                  | 0.00                | 1,750,000.00        | 1,750,000.00         |
| - The Energy Authority                        | 0.00                | 2,780,609.79        | 2,780,609.79         |
| - White Rabbit Group                          | 0.00                | 0.00                | 0.00                 |
| - Net Energy Metering payables                | 0.00                | 1,618.68            | 1,618.68             |
| - Lance, Soll & Lunghard                      | 187.50              | 562.50              | 750.00               |
| - CA Community Choice Association             | 0.00                | 0.00                | 0.00                 |
| Total Accounts Payable                        | 1,536.25            | 4,632,663.61        | 4,634,199.86         |
| Due to Other Governments                      |                     |                     |                      |
| Utility Users Tax- Palm Springs               |                     | 161,813.01          | 161,813.01           |
| Electric Energy Surcharge (CDTFA)             |                     | 26,399.12           | 26,399.12            |
| Total Due to Other Governments                |                     | 188,212.13          | 188,212.13           |
| Vendor security deposits                      |                     |                     |                      |
| Terra-Gen                                     |                     | 1,845,000.00        | 1,845,000.00         |
| Total Vendor security deposits                |                     | 1,845,000.00        | 1,845,000.00         |
| <b>TOTAL LIABILITIES</b>                      | <b>1,536.25</b>     | <b>6,665,875.74</b> | <b>6,667,411.99</b>  |
| <b><u>FUND BALANCE</u></b>                    |                     |                     |                      |
| Fund Balance                                  | 4,569,906.76        | (323,562.35)        | 4,246,344.41         |
| <b>TOTAL LIABILITIES AND FUND BALANCE</b>     | <b>4,571,443.01</b> | <b>6,342,313.39</b> | <b>10,913,756.40</b> |

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

|                                      | <u>GENERAL</u>      | <u>PALM SPRINGS</u>  | <u>TOTAL</u>         |
|--------------------------------------|---------------------|----------------------|----------------------|
| <b>REVENUES</b>                      |                     |                      |                      |
| Electricity Sales <sup>(1)</sup>     | 0.00                | 27,521,244.58        | 27,521,244.58        |
| Bad Debt                             | 0.00                | (74,470.93)          | (74,470.93)          |
| Other Revenue                        | 0.00                | 571,404.89           | 571,404.89           |
| Investment Income                    | 12,449.11           | 0.00                 | 12,449.11            |
| <b>TOTAL REVENUES</b>                | <u>12,449.11</u>    | <u>28,018,178.54</u> | <u>28,030,627.65</u> |
| <b>EXPENDITURES</b>                  |                     |                      |                      |
| Cost of Electricity                  |                     |                      |                      |
| Electricity Purchase                 | 0.00                | 14,478,018.50        | 14,478,018.50        |
| Resource Adequacy                    | 0.00                | 5,355,792.20         | 5,355,792.20         |
| Low Carbon Settlement                | 0.00                | 1,393,690.00         | 1,393,690.00         |
| Renewable Energy Credit Settlement   | 0.00                | 3,023,732.00         | 3,023,732.00         |
| Market Charges                       | 0.00                | 5,191,909.86         | 5,191,909.86         |
| Total Cost of Electricity            | <u>0.00</u>         | <u>29,443,142.56</u> | <u>29,443,142.56</u> |
| Accounting / Bank Services           | 969.12              | 969.12               | 1,938.24             |
| Office Supplies                      | 299.86              | 899.57               | 1,199.43             |
| Professional Services                |                     |                      |                      |
| - Arthur J Gallaguer Insurance & co  | 233.13              | 233.13               | 466.25               |
| - LSL, CPAs                          | 1,875.00            | 5,625.00             | 7,500.00             |
| - Lift to Rise                       | 0.00                | 0.00                 | 0.00                 |
| - Southern California Edison         | 0.00                | 32,332.18            | 32,332.18            |
| Total Professional Services          | <u>2,108.13</u>     | <u>38,190.31</u>     | <u>40,298.43</u>     |
| Insurance                            |                     |                      |                      |
| - Directors & Officers               | 3,000.00            | 3,000.00             | 6,000.00             |
| - General Liability                  | 250.00              | 250.00               | 500.00               |
| Total Insurance                      | <u>3,250.00</u>     | <u>3,250.00</u>      | <u>6,500.00</u>      |
| Consultants                          |                     |                      |                      |
| - Donald D. Dame                     | 5,310.38            | 15,931.13            | 21,241.50            |
| - Calpine Energy Solutions           | 0.00                | 450,972.70           | 450,972.70           |
| - CVAG                               | 0.00                | 0.00                 | 0.00                 |
| - The Energy Authority               | 0.00                | 810,051.53           | 810,051.53           |
| - White Rabbit Group                 | 950.00              | 950.00               | 1,900.00             |
| Total Consultants                    | <u>6,260.38</u>     | <u>1,277,905.36</u>  | <u>1,284,165.73</u>  |
| Outreach                             |                     |                      |                      |
| - Burke Rix Communications           | 0.00                | 24,087.39            | 24,087.39            |
| Total Outreach                       | <u>0.00</u>         | <u>24,087.39</u>     | <u>24,087.39</u>     |
| Postage                              |                     |                      |                      |
| - Ace Printing                       | 1,433.14            | 1,433.14             | 2,866.28             |
| Total Printing                       | <u>1,433.14</u>     | <u>1,433.14</u>      | <u>2,866.28</u>      |
| Printing                             |                     |                      |                      |
| - Ace Printing                       | 2,139.37            | 2,139.37             | 4,278.74             |
| Total Printing                       | <u>2,139.37</u>     | <u>2,139.37</u>      | <u>4,278.74</u>      |
| Registrations/Memberships            |                     |                      |                      |
| - CA Community Choice Association    | 14,456.75           | 43,370.25            | 57,827.00            |
| Total Registration/Memberships       | <u>14,456.75</u>    | <u>43,370.25</u>     | <u>57,827.00</u>     |
| Interest Expense                     | 0.00                | 3,094.58             | 3,094.58             |
| <b>TOTAL EXPENDITURES</b>            | <u>30,916.74</u>    | <u>30,838,481.64</u> | <u>30,869,398.38</u> |
| Excess of Revenues over Expenditures | (18,467.63)         | (2,820,303.10)       | (2,838,770.73)       |
| 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>4,569,906.76</u> | <u>(323,562.35)</u>  | <u>4,246,344.41</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 MARCH 31, 2021**

**ASSETS**

|   |              |                      |
|---|--------------|----------------------|
| River City Bank                               |              |                      |
| - Operating Account                           | 9,169.57     |                      |
| - Money Market Account                        | 439,749.09   |                      |
| - ICS Account                                 | 1,317,525.26 |                      |
| - Lockbox Account                             | 708,304.47   |                      |
| - Restricted Cash (PPA Collateral)            | 1,845,000.00 |                      |
| - SCE FSR Letter of Credit Collateral         | 147,000.00   |                      |
| Total Cash                                    |              | 4,466,748.39         |
| Accounts Receivable                           |              |                      |
| - Southern California Edison                  | 2,556,224.78 |                      |
| - Southern California Edison (Escrow account) | 2,677,674.88 |                      |
| - Bad Debt                                    | (90,986.42)  |                      |
| Total Accounts Receivable                     |              | 5,142,913.24         |
| Accrued Revenue                               |              | 1,204,094.77         |
| Deposits/Bonds                                |              | 100,000.00           |
| <b>TOTAL ASSETS</b>                           |              | <b>10,913,756.40</b> |

**LIABILITIES**

|                                   |              |                     |
|-----------------------------------|--------------|---------------------|
| Accounts Payable                  |              |                     |
| - Ace Printing                    | 1,332.49     |                     |
| - Calpine                         | 97,158.90    |                     |
| - Donald D. Dame                  | 2,730.00     |                     |
| - Southern California Edison      | 1,750,000.00 |                     |
| - The Energy Authority            | 2,780,609.79 |                     |
| -Net Energy Metering payables     | 1,618.68     |                     |
| - Lance, Soll & Lunghard          | 750.00       |                     |
| Total Accounts Payable            |              | 4,634,199.86        |
| Due to Other Governments          |              |                     |
| Utility Users Tax- Palm Springs   | 161,813.01   |                     |
| Electric Energy Surcharge (CDTFA) | 26,399.12    |                     |
| Total Due to Other Governments    |              | 188,212.13          |
| Vendor security deposits          |              |                     |
| Terra-Gen                         | 1,845,000.00 |                     |
| Total Vendor security deposits    |              | 1,845,000.00        |
| <b>TOTAL LIABILITIES</b>          |              | <b>6,667,411.99</b> |

**FUND BALANCE**

|   |  |                      |
|---|--|----------------------|
| Reserve (Restricted requirement for Credit Solutions TEA) |  |                      |
| Fund Balance  |  | 4,246,344.41         |
| <b>TOTAL FUND BALANCE</b>                                 |  | <b>4,246,344.41</b>  |
| <b>TOTAL LIABILITIES AND FUND BALANCE</b>                 |  | <b>10,913,756.40</b> |

**REVENUES**

|                                  |               |                      |
|----------------------------------|---------------|----------------------|
| Electricity Sales <sup>(1)</sup> |               | 27,446,773.65        |
| Carbon Free                      | 22,162,100.58 |                      |
| Carbon Free- CARE/FERA           | 3,203,953.39  |                      |
| Desert Saver                     | 2,155,190.61  |                      |
| Bad Debt                         | (74,470.93)   |                      |
| Other revenue                    |               | 571,404.89           |
| Investment Income                |               | 12,449.11            |
| <b>TOTAL REVENUES</b>            |               | <b>28,030,627.65</b> |

**EXPENDITURES**

|                                    |               |                      |
|------------------------------------|---------------|----------------------|
| Cost of Electricity                |               |                      |
| Electricity Purchase               | 14,478,018.50 |                      |
| Resource Adequacy                  | 5,355,792.20  |                      |
| Low Carbon Settlement              | 1,393,690.00  |                      |
| Renewable Energy Credit Settlement | 3,023,732.00  |                      |
| Market Charges                     | 5,191,909.86  |                      |
| Total Cost of Electricity          |               | 29,443,142.56        |
| Accounting / Bank Services         |               | 1,938.24             |
| Office Supplies                    |               | 1,199.43             |
| Professional Services              |               | 40,298.43            |
| Insurance                          |               | 6,500.00             |
| Consultants                        |               | 1,284,165.73         |
| Outreach                           |               | 24,087.39            |
| Postage                            |               | 2,866.28             |
| Printing                           |               | 4,278.74             |
| Registrations/Memberships          |               | 57,827.00            |
| Interest Expense                   |               | 3,094.58             |
| <b>TOTAL EXPENDITURES</b>          |               | <b>30,869,398.38</b> |

|                                      |                |
|--------------------------------------|----------------|
| Excess of Revenues over Expenditures | (2,838,770.73) |
| Fund Balance - Beginning of the Year | 7,085,115.14   |
| Fund Balance - End of the Year       | 4,246,344.41   |

(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