

Desert Community Energy
Unaudited Statement of Net Position Prev Year Comparison
As of December 31, 2022

	<u>Dec 31, 22</u>	<u>Dec 31, 21</u>	<u>\$ Change</u>	<u>% Change</u>
ASSETS				
Current Assets				
Checking/Savings				
1100 · Unrestricted Funds				
1105 · Operating Account -8099	98,941	214,857	(115,917)	(53.95%)
1107 · ICS Account -0995	-	519,136	(519,136)	(100.00%)
1109 · DDM Marketplace Sweep - 0991	34	-	34	100.00%
1115 · Lockbox -4446	168,265	137,647	30,617	22.24%
Total 1100 · Unrestricted Funds	<u>267,239</u>	<u>871,641</u>	<u>(604,402)</u>	<u>(69.34%)</u>
1199 · Restricted Funds				
1110 · Money Market -5470	406,008	1,746,785	(1,340,777)	(76.76%)
1120 · FSR Letter of Credit Collateral	147,000	147,000	-	0.00%
Total 1199 · Restricted Funds	<u>553,008</u>	<u>1,893,785</u>	<u>(1,340,777)</u>	<u>(70.80%)</u>
Total Checking/Savings	<u>820,247</u>	<u>2,765,426</u>	<u>(1,945,179)</u>	<u>(70.34%)</u>
Accounts Receivable				
1221 · Accounts Receivable	12,238,563	8,248,644	3,989,919	48.37%
1223 · Accrued Accounts Receivable	1,532,648	1,580,590	(47,942)	(3.03%)
Total Accounts Receivable	<u>13,771,212</u>	<u>9,829,234</u>	<u>3,941,977</u>	<u>40.11%</u>
Other Current Assets				
1225 · Allowance for Doubtful Accounts	(2,836,226)	(1,237,629)	(1,598,597) ¹	(129.17%)
1240 · Prepaid Expenses	4,420	-	4,420	100.00%
Total Other Current Assets	<u>(2,831,806)</u>	<u>(1,237,629)</u>	<u>(1,594,177)</u>	<u>(128.81%)</u>
Total Current Assets	<u>11,759,652</u>	<u>11,357,031</u>	<u>402,622</u>	<u>3.55%</u>
Other Assets				
1170 · Deposits/Bonds	210,584	-	210,584 ²	100.00%
Total Other Assets	<u>210,584</u>	<u>-</u>	<u>210,584</u>	<u>100.00%</u>
TOTAL ASSETS	<u><u>11,970,236</u></u>	<u><u>11,357,031</u></u>	<u><u>613,206</u></u>	<u><u>5.40%</u></u>
LIABILITIES & EQUITY				
Liabilities				
Current Liabilities				
Accounts Payable				
2110 · Accounts Payable	1,997,090	4,317,933	(2,320,844)	(53.75%)
2112 · Accrued Accounts Payable	4,500	63,317	(58,817)	(92.89%)
2120 · Due to Other Governments	298,953	563,921	(264,968)	(46.99%)
Total Accounts Payable	<u>2,300,543</u>	<u>4,945,171</u>	<u>(2,644,628)</u>	<u>(53.48%)</u>
Other Current Liabilities				
2230 · Taxes payable				
2231 · Utility Users Tax (UUT)	70,950	1,335,685	(1,264,735)	(94.69%)
2232 · Electric Energy Surcharge	2,787	4,955	(2,168)	(43.75%)
Total 2230 · Taxes payable	<u>73,737</u>	<u>1,340,640</u>	<u>(1,266,903)</u>	<u>(94.50%)</u>
2260 · Vendor Security Deposits				
2262 · PPA Development Security	225,000	1,680,000	(1,455,000)	(86.61%)
2263 · Contract Development Deposit	180,000	-	180,000 ³	100.00%
Total 2260 · Vendor Security Deposits	<u>405,000</u>	<u>1,680,000</u>	<u>(1,275,000)</u>	<u>(75.89%)</u>
Total Other Current Liabilities	<u>478,737</u>	<u>3,020,640</u>	<u>(2,541,903)</u>	<u>(84.15%)</u>
Total Current Liabilities	<u>2,779,280</u>	<u>7,965,811</u>	<u>(5,186,531)</u>	<u>(65.11%)</u>
Total Liabilities	<u>2,779,280</u>	<u>7,965,811</u>	<u>(5,186,531)</u>	<u>(65.11%)</u>
Net Position				
31000 · Restricted Net Position	147,000	347,000	(200,000)	(57.64%)
32000 · Unrestricted Net Position	4,724,389	4,927,861	(203,472)	(4.13%)
Net Income	4,319,567	(1,883,642)	6,203,209	329.32%
Total Net Position	<u>9,190,956</u>	<u>3,391,219</u>	<u>5,799,737</u>	<u>171.02%</u>
TOTAL LIABILITIES & EQUITY	<u><u>11,970,236</u></u>	<u><u>11,357,031</u></u>	<u><u>613,206</u></u>	<u><u>5.40%</u></u>

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- 1 **The application for approximately \$476k CAPP 2.0 COVID-19 relief funding for utility customers is in process.**
- 2 **SCE MCAM Resource Adequacy Settlement Reserve.**
- 3 **OhmConnect contract development security deposit.**

In addition to this financial statement, DCE Board agenda packets have regularly included an unaudited financial statement with year-to-date allocations divided between DCE as a whole and any member jurisdiction where DCE is actively serving customers. As there is only one city where DCE has launched, DCE staff is currently evaluating better ways to present that information. DCE staff intends to bring forward an update for consideration at a future meeting.

Desert Community Energy
Unaudited Changes to Net Position Prev Year Comparison
July through December 2022

	<u>Jul - Dec 22</u>	<u>Jul - Dec 21</u>	<u>\$ Change</u>	<u>% Change</u>
Revenue				
5010 · Electricity Sales				
5011 · Carbon Free	28,447,674	21,705,756	6,741,919	31.06%
5012 · Carbon Free- CARE / FERA	(358)	1,711,531	(1,711,889) ¹	(100.02%)
5013 · Desert Saver	6,040,965	1,981,963	4,059,002	204.80%
Total 5010 · Electricity Sales	<u>34,488,281</u>	<u>25,399,249</u>	<u>9,089,032</u>	<u>35.79%</u>
5100 · Other Revenue				
5120 · Energy Market Settlements	790,564	781,605	8,959	1.15%
5150 · Other Revenue	-	609,655	(609,655) ²	(100.00%)
Total 5100 · Other Revenue	<u>790,564</u>	<u>1,391,260</u>	<u>(600,696)</u>	<u>(43.18%)</u>
5900 · Investment Income	6,820	2,092	4,728	225.97%
Total Revenue	<u>35,285,665</u>	<u>26,792,601</u>	<u>8,493,064</u>	<u>31.70%</u>
Expense				
4100 · Cost of Electricity				
4105 · Electricity Purchase	19,563,989	17,909,641	1,654,349	9.24%
4110 · Resource Adequacy Settlement	5,885,450	4,545,421	1,340,029	29.48%
4115 · Low Carbon Settlement	-	1,113,500	(1,113,500)	(100.00%)
4120 · Renewable Energy Cr. Settlement	134,106	502,851	(368,745)	(73.33%)
4125 · Market Charges	2,858,328	2,671,380	186,948	7.00%
Total 4100 · Cost of Electricity	<u>28,441,873</u>	<u>26,742,793</u>	<u>1,699,081</u>	<u>6.35%</u>
4200 · Accounting / Bank Services	24,768	1,392	23,376 ³	1,678.76%
4353 · Insurance	4,420	7,793	(3,373)	(43.28%)
4423 · Office Supplies	1,200	-	1,200	100.00%
4425 · Legal Services	45,942	39,026	6,916	17.72%
4431 · Professional Services	39,610	40,885	(1,275)	(3.12%)
4432 · Consultants	1,232,102	881,616	350,486	39.76%
4433 · Outreach Services	26,337	22,505	3,831	17.02%
4435 · Technology Costs (IT)	1,906	497	1,409	283.68%
4440 · Postage	10,494	12,508	(2,014)	(16.10%)
4441 · Printing	11,349	13,835	(2,486)	(17.97%)
4450 · Sponsorships	2,436	-	2,436	100.00%
4455 · Customer Programs	-	20,615	(20,615)	(100.00%)
4500 · Registrations/Memberships	42,373	41,718	656	1.57%
4600 · Miscellaneous	283	-	283	100.00%
4610 · Interest Expense	46,220	89,082	(42,862)	(48.12%)
4750 · Bad Debt Expense	1,034,784	761,977	272,807	35.80%
Total Expense	<u>30,966,098</u>	<u>28,676,244</u>	<u>2,289,855</u>	<u>7.99%</u>
Excess of Revenue over Expenses	<u>4,319,567</u>	<u>(1,883,642)</u>	<u>6,203,209</u>	<u>329.32%</u>

¹ CARE/FERA was discontinued and converted to Desert Saver.

² The application for approximately \$476k CAPP 2.0 COVID-19 relief funding for utility customers is in process.

³ River City Bank fees for RLOC.

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