

Desert Community Energy
Unaudited Statement of Net Position Prev Year Comparison
As of February 28, 2023

	<u>Feb 28, 23</u>	<u>Feb 28, 22</u>	<u>\$ Change</u>	<u>% Change</u>
ASSETS				
Current Assets				
Checking/Savings				
1100 · Unrestricted Funds				
1105 · Operating Account -8099	200,000	2,463,123	(2,263,123)	(92%)
1107 · ICS Account -0995	0	519,313	(519,313)	(100%)
1109 · DDM Marketplace Sweep - 0991	669,392	0	669,392	100%
1115 · Lockbox -4446	201,662	254,721	(53,059)	(21%)
Total 1100 · Unrestricted Funds	<u>1,071,054</u>	<u>3,237,157</u>	<u>(2,166,103)</u>	<u>(67%)</u>
1199 · Restricted Funds				
1110 · Money Market -5470	405,344	1,747,209	(1,341,865)	(77%)
1120 · FSR Letter of Credit Collateral	147,000	147,000	0	0%
Total 1199 · Restricted Funds	<u>552,344</u>	<u>1,894,209</u>	<u>(1,341,865)</u>	<u>(71%)</u>
Total Checking/Savings	<u>1,623,398</u>	<u>5,131,366</u>	<u>(3,507,968)</u>	<u>(68%)</u>
Accounts Receivable				
1221 · Accounts Receivable	12,589,830	7,955,802	4,634,028	58%
1223 · Accrued Accounts Receivable	1,661,495	924,906	736,589	80%
Total Accounts Receivable	<u>14,251,325</u>	<u>8,880,708</u>	<u>5,370,617</u>	<u>60%</u>
Other Current Assets				
1225 · Allowance for Doubtful Accounts	(2,589,992)	(1,329,222)	(1,260,770)	(95%)
1240 · Prepaid Expenses	2,947	0	2,947	100%
Total Other Current Assets	<u>(2,587,045)</u>	<u>(1,329,222)</u>	<u>(1,257,823)</u>	<u>(95%)</u>
Total Current Assets	<u>13,287,678</u>	<u>12,682,852</u>	<u>604,826</u>	<u>5%</u>
Other Assets				
1170 · Deposits/Bonds	310,584	0	310,584	100%
Total Other Assets	<u>310,584</u>	<u>0</u>	<u>310,584</u>	<u>100%</u>
TOTAL ASSETS	<u><u>13,598,262</u></u>	<u><u>12,682,852</u></u>	<u><u>915,410</u></u>	<u><u>7%</u></u>
LIABILITIES & NET POSITION				
Liabilities				
Current Liabilities				
Accounts Payable				
2110 · Accounts Payable	1,831,409	4,068,402	(2,236,993)	(55%)
2112 · Accrued Accounts Payable	(13,583)	61,255	(74,838)	(122%)
2120 · Due to Other Governments	170,836	563,921	(393,085)	(70%)
Total Accounts Payable	<u>1,988,662</u>	<u>4,693,578</u>	<u>(2,704,916)</u>	<u>(58%)</u>
Other Current Liabilities				
2230 · Taxes payable				
2231 · Utility Users Tax (UUT)	76,952	1,407,115	(1,330,163)	(95%)
2232 · Electric Energy Surcharge	15,738	16,241	(503)	(3%)
Total 2230 · Taxes payable	<u>92,690</u>	<u>1,423,356</u>	<u>(1,330,666)</u>	<u>(93%)</u>
2260 · Vendor Security Deposits				
2262 · PPA Development Security	225,000	1,680,000	(1,455,000)	(87%)
2263 · Contract Development Deposit	180,000	0	180,000	100%
Total 2260 · Vendor Security Deposits	<u>405,000</u>	<u>1,680,000</u>	<u>(1,275,000)</u>	<u>(76%)</u>
Total Other Current Liabilities	<u>497,690</u>	<u>3,103,356</u>	<u>(2,605,666)</u>	<u>(84%)</u>
Total Current Liabilities	<u>2,486,352</u>	<u>7,796,934</u>	<u>(5,310,582)</u>	<u>(68%)</u>
Long Term Liabilities				
2300 · Non-current Liability				
2350 · Loans Payable - Long Term	0	2,417,106	(2,417,106)	(100%)
Total 2300 · Non-current Liability	<u>0</u>	<u>2,417,106</u>	<u>(2,417,106)</u>	<u>(100%)</u>
Total Long Term Liabilities	<u>0</u>	<u>2,417,106</u>	<u>(2,417,106)</u>	<u>(100%)</u>
Total Liabilities	<u>2,486,352</u>	<u>10,214,040</u>	<u>(7,727,688)</u>	<u>(76%)</u>
Net Position				
31000 · Restricted Net Position	147,000	147,000	0	0%
32000 · Unrestricted Net Position	4,724,389	5,127,861	(403,472)	(8%)
Net Position	<u>6,240,521</u>	<u>(2,806,048)</u>	<u>9,046,569</u>	<u>322%</u>
Total Net Position	<u>11,111,910</u>	<u>2,468,813</u>	<u>8,643,097</u>	<u>350%</u>
TOTAL LIABILITIES & NET POSITION	<u><u>13,598,262</u></u>	<u><u>12,682,853</u></u>	<u><u>915,409</u></u>	<u><u>7%</u></u>

Desert Community Energy
Unaudited Changes to Net Position Prev Year Comparison
July 2022 through February 2023

	<u>Jul '22 - Feb 23</u>	<u>Jul '21 - Feb 22</u>	<u>\$ Change</u>	<u>% Change</u>
Revenue				
5010 · Electricity Sales				
5011 · Carbon Free	34,201,419	24,288,692	9,912,727	41%
5012 · Carbon Free- CARE / FERA	(326)	1,715,310	(1,715,636) ¹	(100%)
5013 · Desert Saver	7,330,958	2,447,692	4,883,266	200%
Total 5010 · Electricity Sales	<u>41,532,051</u>	<u>28,451,694</u>	<u>13,080,357</u>	<u>46%</u>
5100 · Other Revenue				
5120 · Energy Market Settlements	920,457	830,995	89,462	11%
5125 · Resource Adequacy	118	0	118	100%
5150 · Other Revenue	460,346 ²	609,655	(149,309)	(24%)
Total 5100 · Other Revenue	<u>1,380,921</u>	<u>1,440,650</u>	<u>(59,729)</u>	<u>(4%)</u>
5900 · Investment Revenue	8,598	2,693	5,905	219%
Total Revenue	<u>42,921,570</u>	<u>29,895,037</u>	<u>13,026,533</u>	<u>44%</u>
Gross Profit	<u>42,921,570</u>	<u>29,895,037</u>	<u>13,026,533</u>	<u>44%</u>
Expense				
4100 · Cost of Electricity				
4105 · Electricity Purchase	22,442,705	20,325,253	2,117,452	10%
4110 · Resource Adequacy Settlement	6,862,012	5,282,121	1,579,891	30%
4115 · Low Carbon Settlement	0	1,113,500	(1,113,500)	(100%)
4120 · Renewable Energy Cr. Settlement	134,106	918,988	(784,882)	(85%)
4125 · Market Charges	4,143,563	2,685,096	1,458,467	54%
Total 4100 · Cost of Electricity	<u>33,582,386</u>	<u>30,324,958</u>	<u>3,257,428</u>	<u>11%</u>
4200 · Accounting / Bank Services	24,909	31,592	(6,683)	(21%)
4353 · Insurance	5,893	7,793	(1,900)	(24%)
4423 · Office Supplies	1,200	0	1,200	100%
4425 · Legal Services	58,282	51,183	7,099	14%
4431 · Professional Services	82,428	55,591	26,837	48%
4432 · Consultants	1,498,359	1,138,706	359,653	32%
4433 · Outreach Services	36,935	27,929	9,006	32%
4435 · Technology Costs (IT)	2,590	859	1,731	202%
4440 · Postage	11,735	13,688	(1,953)	(14%)
4441 · Printing	13,250	15,607	(2,357)	(15%)
4450 · Sponsorships	1,603	0	1,603	100%
4452 · Marketing	4,947	0	4,947	100%
4455 · Customer Programs	0	21,899	(21,899)	(100%)
4500 · Registrations/Memberships	63,497	63,169	328	1%
4600 · Miscellaneous	283	0	283	100%
4610 · Interest Expense	46,655	94,540	(47,885)	(51%)
4750 · Bad Debt Expense	1,246,096	853,570	392,526	46%
Total Expense	<u>36,681,048</u>	<u>32,701,084</u>	<u>3,979,964</u>	<u>12%</u>
Excess of Revenue over Expenses	<u><u>6,240,522</u></u>	<u><u>(2,806,047)</u></u>	<u><u>9,046,569</u></u>	<u><u>322%</u></u>

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

² Includes \$457,546 in 2022 California Arrearage Payment Program (2022 CAPP) funds for applicable customers.

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.