



ACCOUNTANTS' COMPILATION REPORT

Board of Directors
East Bay Community Energy Authority

Management is responsible for the accompanying financial statements of East Bay Community Energy Authority (a California Joint Powers Authority) which comprise the statement of net position as of September 30, 2020, and the related statements of revenues, expenses, and changes in net position for period then ended, and the statement of cash flows for period then ended in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the accompanying statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, conclusion, nor provide any assurance on these financial statements.

Management has elected to omit substantially all of the note disclosures required by accounting principles generally accepted in the United States of America in these interim financial statements. East Bay Community Energy Authority's annual audited financial statements include the note disclosures omitted from these interim statements. If the omitted disclosures were included in these financial statements, they might influence the user's conclusions about the Authority's financial position, results of operations, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

We are not independent with respect to the Authority because we performed certain accounting services that impaired our independence.

Maher Accountancy

San Rafael, CA
November 6, 2020

EAST BAY COMMUNITY ENERGY AUTHORITY
STATEMENT OF NET POSITION
As of September 30, 2020

ASSETS

Current assets	
Cash and cash equivalents	\$ 135,117,428
Accounts receivable, net of allowance	56,449,991
Accrued revenue	28,168,566
Other receivables	16,645
Prepaid energy purchases	2,729,195
Deposits	1,871,560
Restricted cash	11,000,000
Total current assets	<u>235,353,385</u>
Noncurrent assets	
Unrestricted cash and equivalents in Rate Stabilization Fund	12,680,000
Capital assets, net of depreciation	143,104
Deposits	4,141,208
Total noncurrent assets	<u>16,964,312</u>
Total assets	<u><u>252,317,697</u></u>

LIABILITIES

Current liabilities	
Accrued cost of electricity	64,178,341
Accounts payable	1,947,320
Accrued payroll and benefits	607,598
Other accrued liabilities	5,451
User taxes and energy surcharges due to other governments	4,948,293
Security deposits - energy suppliers	70,000
Total current liabilities	<u>71,757,003</u>

DEFERRED INFLOWS OF RESOURCES

Rate Stabilization Fund	<u>12,680,000</u>
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NET POSITION

Investment in capital assets	143,104
Restricted for collateral	11,000,000
Unrestricted	156,737,590
Total net position	<u><u>\$ 167,880,694</u></u>

EAST BAY COMMUNITY ENERGY AUTHORITY

**STATEMENT OF REVENUES, EXPENSES
AND CHANGE IN NET POSITION**

July 1, 2020 through September 30, 2020

OPERATING REVENUES

Electricity sales, net	\$ 136,265,968
Other revenue	258,548
Total operating revenues	<u>136,524,516</u>

OPERATING EXPENSES

Cost of electricity	112,853,260
Contract services	3,327,550
Staff compensation	1,719,221
General and administration	526,559
Depreciation	13,502
Total operating expenses	<u>118,440,092</u>
Operating income	<u>18,084,424</u>

NONOPERATING REVENUES (EXPENSES)

Interest income	210,025
Financing expense	(215,689)
Nonoperating revenues (expenses), net	<u>(5,664)</u>

CHANGE IN NET POSITION

Net position at beginning of period	149,801,934
Net position at end of period	<u>\$ 167,880,694</u>

EAST BAY COMMUNITY ENERGY AUTHORITY
STATEMENT OF CASH FLOWS
July 1, 2020 through September 30, 2020

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from customers	\$ 133,642,990
Other operating receipts	441,048
Payments to suppliers for electricity	(96,001,169)
Payments for other goods and services	(4,538,881)
Payments for staff compensation	(1,679,655)
Tax and surcharge payments to other governments	(4,992,479)
Net cash provided (used) by operating activities	26,871,854

**CASH FLOWS FROM NON-CAPITAL
FINANCING ACTIVITIES**

Financing expense payments	(429,033)
Net cash provided (used) by non-capital financing activities	(429,033)

**CASH FLOWS FROM CAPITAL AND RELATED
FINANCING ACTIVITIES**

Acquisition of capital assets	(16,712)
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CASH FLOWS FROM INVESTING ACTIVITIES

Interest income received	210,025
Net change in cash and cash equivalents	26,636,134
Cash and cash equivalents at beginning of period	132,161,294
Cash and cash equivalents at end of period	\$ 158,797,428

Reconciliation to the Statement of Net Position

Unrestricted cash and cash equivalents (current)	\$ 135,117,428
Restricted cash and cash equivalents (current)	11,000,000
Unrestricted cash and cash equivalents (noncurrent)	12,680,000
Cash and cash equivalents	\$ 158,797,428

EAST BAY COMMUNITY ENERGY AUTHORITY
STATEMENT OF CASH FLOWS (continued)
July 1, 2020 through September 30, 2020

**RECONCILIATION OF OPERATING INCOME TO NET
CASH PROVIDED (USED) BY OPERATING ACTIVITIES**

Operating income	\$ 18,084,424
Adjustments to reconcile operating income to net cash provided (used) by operating activities	
Depreciation expense	13,502
Revenue adjusted for allowance for uncollectible accounts	3,493,998
(Increase) decrease in:	
Accounts receivable	(9,861,985)
Market settlements receivable	1,980,256
Other receivables	94,616
Accrued revenue	(2,038,099)
Prepaid expenses	5,026,074
Noncurrent deposits	(4,000,000)
Increase (decrease) in:	
Accrued cost of electricity	13,858,045
Accounts payable	(440,766)
Accrued payroll and benefits	33,713
Deferred revenue	(119,500)
User taxes due to other governments	747,576
Net cash provided (used) by operating activities	<u>\$ 26,871,854</u>