



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 December 31, 2022, and the related statements of revenues, expenses, and changes in net position, and the statement of cash flows for the three months and six months 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
February 6, 2023

EAST BAY COMMUNITY ENERGY AUTHORITY
STATEMENT OF NET POSITION
As of December 31, 2022

ASSETS

Current assets	
Cash and cash equivalents	\$ 239,317,579
Accounts receivable, net of allowance	84,019,145
Accrued revenue	44,171,181
Other receivables	18,319,257
Prepaid expenses	2,617,317
Deposits	12,448,300
Restricted cash	1,000,000
Total current assets	401,892,779
Noncurrent assets	
Unrestricted cash and cash equivalents in Rate Stabilization Fund	15,814,000
Deposits	24,047,843
Loan receivable	500,000
Capital assets:	
Land and construction-in-progress	9,224,396
Capital assets, net of depreciation	179,123
Total capital assets	9,403,519
Total noncurrent assets	49,765,362
Total assets	451,658,141

LIABILITIES

Current liabilities	
Accrued cost of electricity	127,749,896
Accounts payable	3,706,833
Other accrued liabilities	1,609,745
User taxes and energy surcharges due to other governments	6,751,736
Security deposits - energy suppliers	12,840,000
Total current liabilities	152,658,210

DEFERRED INFLOWS OF RESOURCES

Rate Stabilization Fund	15,814,000
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NET POSITION

Investment in capital assets	9,403,519
Restricted for collateral	1,000,000
Unrestricted	272,782,412
Total net position	\$ 283,185,931

EAST BAY COMMUNITY ENERGY AUTHORITY

STATEMENT OF REVENUES, EXPENSES AND CHANGE IN NET POSITION

Three Months and Six Months Ended December 31, 2022

	<u>Quarter</u>	<u>Year-to-Date</u>
OPERATING REVENUES		
Electricity sales, net	\$ 187,097,171	\$ 423,122,412
Liquidated damages	6,739,506	12,346,200
Grant revenue	-	771,787
Other revenue	16,694	133,933
Total operating revenues	<u>193,853,371</u>	<u>436,374,332</u>
OPERATING EXPENSES		
Cost of electricity	200,854,819	370,089,543
Contract services	4,261,392	8,569,510
Staff compensation	3,005,236	5,624,054
General and administration	904,741	1,751,619
Depreciation	22,027	42,220
Total operating expenses	<u>209,048,215</u>	<u>386,076,946</u>
Operating income (loss)	<u>(15,194,844)</u>	<u>50,297,386</u>
NONOPERATING REVENUES (EXPENSES)		
Interest income	500,347	718,376
Financing expense	(146,556)	(359,447)
Nonoperating revenues (expenses), net	<u>353,791</u>	<u>358,929</u>
CHANGE IN NET POSITION	(14,841,053)	50,656,315
Net position at beginning of period	<u>298,026,984</u>	<u>232,529,616</u>
Net position at end of period	<u>\$ 283,185,931</u>	<u>\$ 283,185,931</u>

EAST BAY COMMUNITY ENERGY AUTHORITY
STATEMENT OF CASH FLOWS
Three Months and Six Months Ended December 31, 2022

	Quarter	Year-to-Date
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	\$ 211,229,207	\$ 438,780,287
Other operating receipts	8,637,700	20,580,340
Payments to suppliers for electricity	(139,180,306)	(329,552,034)
Payments for other goods and services	(9,692,697)	(29,724,545)
Payments for staff compensation	(2,737,452)	(5,365,768)
Tax and surcharge payments to other governments	(8,305,056)	(15,538,336)
Net cash provided (used) by operating activities	59,951,396	79,179,944
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES		
Financing expense payments	(267,781)	(488,200)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Payments to acquire capital assets	(86,400)	(307,602)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest income received	500,347	718,376
Net change in cash and cash equivalents	60,097,562	79,102,518
Cash and cash equivalents at beginning of period	196,034,017	177,029,061
Cash and cash equivalents at end of period	\$ 256,131,579	\$ 256,131,579
Reconciliation to the Statement of Net Position		
Unrestricted cash and cash equivalents (current)	\$ 239,317,579	\$ 239,317,579
Restricted cash and cash equivalents (current)	1,000,000	1,000,000
Unrestricted cash and cash equivalents (noncurrent)	15,814,000	15,814,000
Cash and cash equivalents	\$ 256,131,579	\$ 256,131,579

EAST BAY COMMUNITY ENERGY AUTHORITY
(continued)S
Three Months and Six Months Ended December 31, 2022

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

	Quarter	Year-to-Date
Operating income (loss)	\$ (15,194,844)	\$ 50,297,386
Adjustments to reconcile operating income to net cash provided (used) by operating activities		
Depreciation expense	22,027	42,220
Provision for uncollectible accounts	3,818,310	8,635,161
(Increase) decrease in:		
Accounts receivable	10,084,806	(12,839,906)
Other receivables	(12,053,184)	(12,016,905)
Accrued revenue	2,471,158	3,418,829
Prepaid expenses	916,376	6,111,007
Deposits	(4,986)	(20,425,926)
Increase (decrease) in:		
Accrued cost of electricity	72,836,003	67,466,526
Accounts payable	1,334,939	632,895
Other accrued liabilities	267,784	258,286
Deferred revenue	(734,700)	(280,083)
User taxes due to other governments	(547,293)	905,454
Security deposits from energy suppliers	(3,265,000)	(13,025,000)
Net cash provided (used) by operating activities	\$ 59,951,396	\$ 79,179,944