



## 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 March 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 nine 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  
May 9, 2022

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

**ASSETS**

Current assets	
Cash and cash equivalents	\$ 117,954,864
Accounts receivable, net of allowance	47,133,483
Accrued revenue	33,005,983
Other receivables	824,504
Prepaid expenses	2,115,041
Deposits	327,360
Restricted cash	2,000,000
Total current assets	<u>203,361,235</u>
Noncurrent assets	
Unrestricted cash and cash equivalents in Rate Stabilization Fund	15,814,000
Restricted cash	7,000,000
Land and construction-in-progress	8,513,508
Capital assets, net of depreciation	125,771
Deposits	4,042,858
Total noncurrent assets	<u>35,496,137</u>
Total assets	<u>238,857,372</u>

**LIABILITIES**

Current liabilities	
Accrued cost of electricity	41,966,424
Accounts payable	2,211,701
Other accrued liabilities	1,525,276
User taxes and energy surcharges due to other governments	4,094,751
Security deposits - energy suppliers	10,885,000
Total current liabilities	<u>60,683,152</u>

**DEFERRED INFLOWS OF RESOURCES**

Rate Stabilization Fund	<u>15,814,000</u>
-------------------------	-------------------

**NET POSITION**

Investment in capital assets	8,639,279
Restricted for collateral	9,000,000
Unrestricted	144,720,941
Total net position	<u><u>\$ 162,360,220</u></u>

# EAST BAY COMMUNITY ENERGY AUTHORITY

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

Nine Months Ended March 31, 2022

	<u>Three Months</u>	<u>Nine Months</u>
<b>OPERATING REVENUES</b>		
Electricity sales, net	\$ 115,853,564	\$ 354,098,289
Other revenue	1,744,264	2,069,588
Total operating revenues	<u>117,597,828</u>	<u>356,167,877</u>
<b>OPERATING EXPENSES</b>		
Cost of electricity	109,201,459	345,130,117
Contract services	4,122,807	12,311,057
Staff compensation	2,046,453	5,660,651
General and administration	671,995	2,012,333
Depreciation	16,554	43,703
Total operating expenses	<u>116,059,268</u>	<u>365,157,861</u>
Operating income (loss)	<u>1,538,560</u>	<u>(8,989,984)</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>		
Interest income	35,443	121,764
Financing expense	(216,270)	(683,084)
Nonoperating revenues (expenses), net	<u>(180,827)</u>	<u>(561,320)</u>
<b>CHANGE IN NET POSITION</b>	1,357,733	(9,551,304)
Net position at beginning of period	<u>161,002,487</u>	<u>171,911,524</u>
Net position at end of period	<u>\$ 162,360,220</u>	<u>\$ 162,360,220</u>

**EAST BAY COMMUNITY ENERGY AUTHORITY**  
**STATEMENT OF CASH FLOWS**  
**Nine Months Ended March 31, 2022**

	<u>Three Months</u>	<u>Nine Months</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from customers	\$ 112,879,630	\$ 359,455,764
Other operating receipts	2,729,724	9,341,725
Payments to suppliers for electricity	(119,430,751)	(337,133,587)
Payments for other goods and services	(5,223,364)	(16,476,892)
Payments for staff compensation	(1,994,425)	(5,555,560)
Tax and surcharge payments to other governments	(4,400,693)	(13,395,806)
Net cash provided (used) by operating activities	<u>(15,439,879)</u>	<u>(3,764,356)</u>
<b>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES</b>		
Financing expense payments	<u>(452,187)</u>	<u>(683,084)</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Payments to acquire capital assets	<u>(37,549)</u>	<u>(8,567,166)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest income received	<u>35,443</u>	<u>121,764</u>
Net change in cash and cash equivalents	(15,894,172)	(12,892,842)
Cash and cash equivalents at beginning of period	158,663,036	155,661,706
Cash and cash equivalents at end of period	<u>\$ 142,768,864</u>	<u>\$ 142,768,864</u>
<b>Reconciliation to the Statement of Net Position</b>		
Unrestricted cash and cash equivalents (current)	\$ 117,954,864	\$ 117,954,864
Restricted cash and cash equivalents (current)	2,000,000	2,000,000
Unrestricted cash and cash equivalents (noncurrent)	15,814,000	15,814,000
Restricted cash and cash equivalents (noncurrent)	7,000,000	7,000,000
Cash and cash equivalents	<u>\$ 142,768,864</u>	<u>\$ 142,768,864</u>

**EAST BAY COMMUNITY ENERGY AUTHORITY**  
**(continued)S**  
**Nine Months Ended March 31, 2022**

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

	<b>Three Months</b>	<b>Nine Months</b>
Operating income (loss)	\$ 1,538,560	\$ (8,989,984)
Adjustments to reconcile operating income to net cash provided (used) by operating activities		
Depreciation expense	16,554	43,703
Revenue adjusted for allowance for uncollectible accounts	(4,047,353)	814,782
(Increase) decrease in:		
Accounts receivable	6,979,429	(4,036,942)
Market settlements receivable	-	5,025,941
Other receivables	(453,024)	(116,316)
Accrued revenue	(10,092,186)	(5,053,776)
Prepaid expenses	237,868	4,132,284
Deposits	2,000,000	(2,741,650)
Increase (decrease) in:		
Accrued cost of electricity	(10,670,762)	3,151,180
Accounts payable	(376,375)	(1,053,152)
Other accrued liabilities	52,103	105,091
Deferred revenue	(275,177)	670,000
User taxes due to other governments	(214,516)	237,605
Security deposits from energy suppliers	(135,000)	4,046,878
Net cash provided (used) by operating activities	\$ (15,439,879)	\$ (3,764,356)