



TREASURER REPORT

**Fiscal Year to Date
As of December 31, 2024**

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ACCOUNTANTS' COMPILATION REPORT

Board of Directors
Central Coast Community Energy

Management is responsible for the accompanying financial statements of Central Coast Community Energy (a California Joint Powers Authority) which comprise the statement of net position as of December 31, 2024, and the related statement of revenues, expenses, and changes in net position, and the statement of cash flows for the three 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. Central Coast Community Energy'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
January 28, 2025

CENTRAL COAST COMMUNITY ENERGY
STATEMENT OF NET POSITION
As of December 31, 2024

ASSETS

Current assets	
Cash and cash equivalents	\$ 113,175,025
Accounts receivable, net of allowance	40,621,574
Accrued revenue	30,837,147
Other receivables	2,244,165
Investments	95,666,281
Prepaid expenses	1,494,774
Deposits	41,257,318
Loan receivable	192,501
Total current assets	325,488,785
Noncurrent assets	
Investments	7,489,109
Deposits	23,182
Loan receivable	1,233,381
Capital assets, net of depreciation and amortization	3,723,735
Total noncurrent assets	12,469,407
Total assets	337,958,192

LIABILITIES

Current liabilities	
Accrued cost of electricity	51,752,875
Accounts payable	1,635,357
Other accrued liabilities	1,571,003
User taxes and energy surcharges due to other governments	1,957,634
Security deposits - energy suppliers	19,089,299
Lease liability	331,665
Total current liabilities	76,337,833
Noncurrent liabilities	
Security deposits - energy suppliers	10,303,125
Lease liability	757,373
Total noncurrent liabilities	11,060,498
Total liabilities	87,398,331

NET POSITION

Net investment in capital assets	2,634,697
Unrestricted	247,925,164
Total net position	\$ 250,559,861

CENTRAL COAST COMMUNITY ENERGY

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

Three Months Ended December 31, 2024

OPERATING REVENUES

Electricity sales, net	\$ 136,052,467
Other income	20,043
Total operating revenues	<u>136,072,510</u>

OPERATING EXPENSES

Cost of electricity	98,616,642
Contract services	3,394,486
Staff compensation	2,253,041
Other operating expenses	505,441
Program incentives	1,195,965
Depreciation and amortization	156,516
Total operating expenses	<u>106,122,091</u>
Operating income (loss)	29,950,419

NONOPERATING REVENUES (EXPENSES)

Investment income	2,456,836
Interest and financing costs	(12,837)
Nonoperating revenues (expenses)	<u>2,443,999</u>

CHANGE IN NET POSITION

Net position at beginning of period	<u>218,165,443</u>
Net position at end of period	<u>\$ 250,559,861</u>

CENTRAL COAST COMMUNITY ENERGY

STATEMENT OF CASH FLOWS Three Months Ended December 31, 2024

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from customers	\$ 142,508,875
Other operating receipts	5,458,367
Receipts of deposits and collateral	28,374,860
Payments to suppliers for electricity	(125,882,645)
Payments for deposits and collateral	(38,868,775)
Payments for other goods and services	(4,240,163)
Payments for program incentives	(3,483,300)
Payments for staff compensation	(2,039,888)
Payments of taxes and energy surcharges to other governments	(2,548,218)
Net cash provided by operating activities	<u>(720,887)</u>

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Payments of lease liability	(90,749)
Purchases of capital assets	(50,138)
Net cash provided (used) by capital and related financing activities	<u>(140,887)</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Investment income received	1,509,918
Proceeds from sales and maturities of investments	21,209,000
Principal payments received of loan receivable	94,915
Purchase of investments	(59,316,715)
Net cash provided (used) by investing activities	<u>(36,502,882)</u>

Net change in cash and cash equivalents	(37,364,656)
Cash and cash equivalents at beginning of year	150,539,681
Cash and cash equivalents at end of period	<u>\$ 113,175,025</u>

CENTRAL COAST COMMUNITY ENERGY
STATEMENT OF CASH FLOWS (continued)
Three Months Ended December 31, 2024

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

Operating income (loss)	\$ 29,950,419
Adjustments to reconcile operating income (loss) to net cash provided by operating activities	
Depreciation and amortization expense	156,516
(Increase) decrease in:	
Accounts receivable, net of allowance	3,816,321
Accrued revenue	111,381
Other receivables	4,146,128
Prepaid expenses	334,450
Deposits	(29,664,422)
Increase (decrease) in:	
Accrued cost of electricity	(25,020,371)
Accounts payable	(3,241,869)
Other accrued liabilities	770,073
User taxes and energy surcharges due to other governments	(19,514)
Security deposits - energy suppliers	17,940,000
Net cash provided by operating activities	<u>\$ (720,887)</u>

NONCASH INVESTING ACTIVITES

Unrealized appreciation (depreciation) and timing differences in investment income	\$ 946,918
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ACCOUNTANTS' COMPILATION REPORT

Board of Directors
Central Coast Community Energy

Management is responsible for the accompanying special purpose budgetary comparison schedule of Central Coast Community Energy (a California Joint Powers Authority) for the three months ended December 31, 2024, and for determining that the budgetary basis of accounting is an acceptable financial reporting framework. 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 statement 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, a conclusion, nor provide any assurance on this special purpose budgetary comparison statement.

The special purpose statement is prepared in accordance with the budgetary basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. This report is intended for the information of the Board of Directors of the Authority.

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. Central Coast Community Energy'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
January 28, 2025

CENTRAL COAST COMMUNITY ENERGY
BUDGETARY COMPARISON SCHEDULE
Current Month and Three Months Ended December 31, 2024

	Current Month				Year-To-Date				Annual	
	Actual	Budget	Variance Favorable (unfavorable)		Actual	Budget	Variance Favorable (unfavorable)		Budget	Annual Budget Less Actual YTD
			Amount	%			Amount	%		
REVENUES AND OTHER SOURCES										
Electricity sales, net	\$ 44,591,188	\$ 52,272,708	\$ (7,681,520)	-15%	\$ 136,052,467	\$ 151,856,282	\$ (15,803,815)	-10%	\$ 745,962,356	\$ 609,909,889
Interest and investment returns	841,727	583,333	258,394	44%	2,456,836	1,749,999	706,837	40%	7,000,000	4,543,164
Other income	6,280	5,700	580	10%	20,043	17,100	2,943	17%	68,400	48,357
Total revenues and other sources	<u>45,439,195</u>	<u>52,861,741</u>	<u>(7,422,546)</u>	<u>-14%</u>	<u>138,529,346</u>	<u>153,623,381</u>	<u>(15,094,035)</u>	<u>-10%</u>	<u>753,030,756</u>	<u>614,501,410</u>
EXPENDITURES AND OTHER USES										
Current Expenditures										
Cost of energy	24,971,691	45,746,192	20,774,501	45%	99,100,456	121,944,584	22,844,128	19%	665,267,116	566,166,660
Salaries and benefits	766,047	1,048,820	282,773	27%	2,253,041	3,146,460	893,419	28%	12,585,842	10,332,801
Services and supplies	1,777,551	2,931,483	1,153,932	39%	4,702,828	8,794,448	4,091,620	47%	35,177,798	30,474,970
Capital outlay	14,237	1,443,167	1,428,930	99%	63,219	4,329,500	4,266,281	99%	17,318,000	17,254,781
Total current expenditures	<u>27,529,526</u>	<u>51,169,662</u>	<u>23,640,136</u>	<u>46%</u>	<u>106,119,544</u>	<u>138,214,992</u>	<u>32,095,448</u>	<u>23%</u>	<u>730,348,756</u>	<u>624,229,212</u>
Surplus (deficit)	<u>\$ 17,909,669</u>	<u>\$ 1,692,079</u>	<u>\$ 16,217,590</u>		<u>\$ 32,409,802</u>	<u>\$ 15,408,389</u>	<u>\$ 17,001,413</u>		<u>\$ 22,682,000</u>	<u>\$ (9,727,802)</u>

CENTRAL COAST COMMUNITY ENERGY
Budget Commentary for significant items
October 1, 2024 through December 31, 2024

Budget Item	YTD Variance	Comment
Electric Sales Revenue	(10.6%)	Sales revenue includes revenues actually billed to customers as well as estimated customer usage during the reporting period that is not yet billed.
Cost of Energy	(18.7%)	Variances in this category are typically due to (1) timing difference between projected and actual REC deliveries, (2) variance from actual to anticipated market prices, and (3) variance from actual to expected volume used by customers. Cost of energy includes scheduling coordinator fees for budget purposes only.
Staffing	(28.4%)	Staffing expenses are under budget due to the timing of new hires.
Professional Services	(48.2%)	This category includes accounting, IT, technical and other consultants.
Legal Costs	(18.5%)	This category includes outside legal costs for regulatory and energy procurement needs.
Marketing and customer enrollment	(12.1%)	Variance is mostly due to the lower than anticipated costs of recent customer enrollments.
Data Management Services	(8.5%)	These fees non-discretionary and are charged on a per customer basis.
Utility Service Fees	(14.0%)	These are PG&E and SCE fees charged on a per customer basis.
Other General & Administrative	(63.3%)	This category includes occupancy costs, industry membership dues, and other general and administrative costs.
Energy and Related Programs	(63.9%)	Programs expenses have generally been delayed until future periods

CENTRAL COAST COMMUNITY ENERGY
Summary of Accounts Receivable, Net of Bad Debt Allowance
As of December 31, 2024

<u>Current</u>	<u>0 - 30 Days</u>	<u>31 - 60 Days</u>	<u>61 - 90 Days</u>	<u>> 91 Days</u>	<u>A/R Balance</u>
\$ 18,466,339	\$ 12,603,886	\$ 1,694,390	\$ 1,208,221	\$ 6,648,738	\$ 40,621,574