



San Francisco  
**Water**  
**Power**  
**Sewer**

Services of the San Francisco  
Public Utilities Commission

**CleanPowerSF**



## **Fiscal Year 2022-23, 3<sup>rd</sup> Quarter Financial Report**

Reporting Unaudited Financial Results

For the nine months ended

March 31, 2023

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**HETCH HETCHY WATER AND POWER ENTERPRISE  
CLEANPOWERSF**

**STATEMENTS OF NET POSITION**

As of March 31, 2023

(In thousands)

	<b>Unaudited MAR 2023*</b>
<b>ASSETS</b>	
Current assets	
Cash and investments with City Treasury	\$ 92,833 <sup>1</sup>
Charges for services receivables (net of allowance for doubtful accounts of \$7,765 as of March 31, 2023 and \$6,330 as of June 30, 2022)	23,580
Interest receivables	<u>237</u>
Total current receivables	<u>23,817</u>
Total current assets	<u>116,650</u>
Non-current assets:	
Net pension asset	1,833
Lease right-to-use assets, net of accumulated amortization	230
Prepaid charges, advances, and other receivables, less current portion	<u>16,343</u> <sup>2</sup>
Total non-current assets	<u>18,406</u>
Total assets	<u>135,056</u>
Deferred outflows of resources	
Pensions	852
Other post-employment benefits	<u>798</u>
Total deferred outflows of resources	<u>1,650</u>
<b>LIABILITIES</b>	
Current liabilities	
Accounts payable	1,075
Accrued vacation and sick leave, current portion	279
Damage claims liability, current portion	15
Lease liability, current portion	232
Unearned revenues, refunds, and other, current portion	<u>5,571</u>
Total current liabilities	<u>7,172</u>
Long-term liabilities	
Other post-employment benefits obligations	2,264
Accrued vacation and sick leave, less current portion	267
Damage claims liability, less current portion	17
Unearned revenues, refunds, and other, less current portion	<u>9,000</u>
Total long-term liabilities	<u>11,548</u>
Total liabilities	<u>18,720</u>
Deferred inflows of resources	
Related to pensions	5,414
Other post-employment benefits	<u>1,594</u>
Total deferred inflows of resources	<u>7,008</u>
<b>NET POSITION</b>	
Unrestricted	<u>110,978</u>
Total net position	<u>\$ 110,978</u>

\* FY2023 Statements of Net Position is prepared in accordance with partial accrual basis of accounting based on data as of April 28, 2023. Balances of the following items are not fully accounted for or adjusted until the fiscal year-end: (i) lease assets and liabilities, (ii) Damage and claim liability, (iii) other post-employment benefits obligation, (iv) payroll accrual, vacation and sick leave accrual for services earned but not taken, (v) workers' compensation, and (vi) pension liability.

<sup>1</sup> Cash and investments with City Treasury included \$9,000 cash collateral received for power purchase agreement, and (\$1,653) manual reversal of unrealized loss on investments, which was auto-reversed in the beginning of the year.

<sup>2</sup> Non-current prepaid charges, advances, and other receivables represents \$16.3M collateral paid to CAISO scheduling coordinator, APX Inc. to satisfy CAISO's financial security requirements.

**HETCH HETCHY WATER AND POWER ENTERPRISE  
CLEANPOWERSF  
STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**

For nine months ended March 31, 2023

(In thousands)

	<b>Unaudited MAR 2023*</b>
<b>OPERATING REVENUES</b>	
Charges for services	\$ 234,204
Total operating revenues	234,204
<b>OPERATING EXPENSES</b>	
Personnel services	3,723
Contractual services	4,591
Transmission/distribution and other power costs	138
Purchases from Hetchy Power	419
Purchased electricity	192,212
Materials and supplies	12
Services provided by other departments	1,352
General and administrative and other	5,598
Total operating expenses	208,045
Operating income	26,159
<b>NON-OPERATING REVENUES (EXPENSES)</b>	
Federal and state grants	23
Interest and investment income	614
Other non-operating revenues	4
Other non-operating expenses	(142)
Net non-operating revenues (expenses)	499
Change in net position	26,658
Net position at beginning of year	84,320
Net position at end of period	\$ 110,978

\* FY 2023 Statements of Revenue, Expenses, and Changes in Net Position is prepared in accordance with partial accrual basis of accounting; Nine months to March 31, 2023 is preliminary unaudited based on data as of April 28, 2023.

**CLEANPOWERSF**  
**STATEMENTS OF CASH FLOWS**  
For nine months ended March 31, 2023  
(In thousands)

	<b>Unaudited MAR 2023*</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Cash received from customers	\$ 259,956
Cash received from miscellaneous revenues	4
Cash paid to employees for services	(4,096)
Cash paid to suppliers for goods and services	(218,176)
Cash paid to Hetchy Power	(419)
Cash paid for judgments and claims	(1,629)
Net cash provided by operating activities	<u>35,640</u>
<b>CASH FLOWS FROM NON-CAPITAL AND RELATED FINANCING ACTIVITIES</b>	
Cash received from grants	24
Cash received from Public Purpose Programs	746
Cash paid for rebates, program incentives, and other	(142)
Net cash provided by non-capital financing activities	<u>628</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Interest income received	331
Net cash provided by investing activities	<u>331</u>
Increase in cash and cash equivalents	36,599
Cash and cash equivalents:	
Beginning of year	<u>57,887</u>
End of period	<u>\$ 94,486</u>
Reconciliation of cash and cash equivalents to the statements of net position:	
Cash and investments with City Treasury:	
Unrestricted	\$ 92,833
Add: Unrealized loss on investments	1,653
Cash and cash equivalents at end of period	<u>\$ 94,486</u>
<b>RECONCILIATION OF OPERATING INCOME TO NET</b>	
<b>CASH PROVIDED BY OPERATING ACTIVITIES</b>	
Operating Income	\$ 26,158
Adjustments to reconcile operating income to net cash provided by operating activities:	
Miscellaneous revenues	4
Provision for uncollectible accounts	1,435
Changes in operating assets and liabilities:	
Charges for service receivables	23,688
Prepaid charges, advances, and other	6,550
Accounts payable	(22,451)
Accrued payroll	(373)
Unearned revenues, refunds, and other liabilities	629
Total adjustments	<u>9,482</u>
Net cash provided by operating activities	<u>\$ 35,640</u>
Noncash transactions:	
Unrealized loss on investment	1,653

\* FY 2023 Statements of Cash Flows is prepared in accordance with cash basis of accounting. Nine months to March 31, 2023 is preliminary unaudited based on data as of April 28, 2023.



# Make Your Home SuperGreen

## **Executive Management**

Dennis J. Herrera

*General Manager*

Ronald P. Flynn

*Deputy General Manager*

Barbara Hale

*Assistant General Manager, Power Enterprise*

Joel Prather

*Acting Assistant General Manager, Wastewater Enterprise*

Masood Ordikhani

*Assistant General Manager, External Affairs*

Steve Ritchie

*Assistant General Manager, Water Enterprise*

Stephen D. Robinson

*Assistant General Manager, Infrastructure*

Nancy L. Hom,

*Assistant General Manager, Business Services & Chief Financial Officer*

## **CleanPowerSF**

Michael Hyams, Director

## **Financial Services Bureau**

Charles Perl, Deputy Chief Financial Officer

Brendan Conran, Financial Reporting & Analysis Director

Laura Busch, Budget Director

Vivian Chen, Accounting Services Director

*Requests for additional information regarding this report can be sent to:*

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