



Services of the San Francisco
Public Utilities Commission

CleanPowerSF



FISCAL YEAR 2023-24, 1st QUARTER FINANCIAL REPORT

Reporting Unaudited Financial Results

For the three months ended

September 30, 2023

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Table of Contents

	Page
Unaudited Financial Statements	
Statements of Net Position	1
Statements of Revenues, Expenses and Changes in Net Position	2
Statements of Cash Flows	3

**HETCH HETCHY WATER AND POWER ENTERPRISE
CLEANPOWERSF**

STATEMENTS OF NET POSITION

September 30, 2023
(In thousands)

	Unaudited SEP 2023*
ASSETS	
Current assets	
Cash and investments with City Treasury	\$ 136,323 ¹
Charges for services receivables (net of allowance for doubtful accounts of \$7,810 as of September 30, 2023 and \$7,923 as of June 30, 2023)	27,391
Interest receivables	559
Total current receivables	<u>27,950</u>
Total current assets	<u>164,273</u>
Non-current assets	
Subscription assets, net of accumulated amortization	30
Prepaid charges, advances, and other receivables, less current portion	11,535
Total non-current assets	<u>11,565</u>
Total assets	<u>175,838</u>
Deferred outflows of resources	
Pensions	1,292
Other post-employment benefits	798
Total deferred outflows of resources	<u>2,090</u>
LIABILITIES	
Current liabilities	
Accounts payable	4,908
Accrued payroll	2
Accrued vacation and sick leave, current portion	394
Damage claims liability, current portion	15
Subscription liability, current portion	18
Unearned revenues, refunds, and other, current portion	6,591
Total current liabilities	<u>11,928</u>
Long-term liabilities	
Other post-employment benefits obligations	2,264
Net pension liability	2,124
Accrued vacation and sick leave, less current portion	349
Damage claims liability, less current portion	17
Subscription liability, less current portion	13
Total long-term liabilities	<u>4,767</u>
Total liabilities	<u>16,695</u>
Deferred inflows of resources	
Related to pensions	1,296
Other post-employment benefits	1,594
Total deferred inflows of resources	<u>2,890</u>
NET POSITION	
Unrestricted	<u>158,343</u>
Total net position	<u>\$ 158,343</u>

* FY 2023 Statements of Net Position is preliminary based on data as of November 1, 2023 and balances of the following items are still pending: (i) Damage and claim liability, and (ii) other post-employment benefits obligation. FY 2024 1st quarter Statements of Net Position is prepared in accordance with partial accrual basis of accounting based on data as of November 1, 2023.

¹ Cash and investments with City Treasury included \$5,000 collateral refund from APX.

**HETCH HETCHY WATER AND POWER ENTERPRISE
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STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**
For three months ended September 30, 2023
(In thousands)

	Unaudited SEP 2023*
OPERATING REVENUES	
Charges for services	\$ 75,985
Total operating revenues	75,985
OPERATING EXPENSES	
Personnel services	1,349
Contractual services	1,297
Transmission/distribution and other power costs	44
Purchases from Hetchy Power	9,427
Purchased electricity	28,225
Services provided by other departments	27
General and administrative and other	1,246
Total operating expenses	41,615
Operating income	34,370
NON-OPERATING REVENUES (EXPENSES)	
Interest and investment income	3,251
Other non-operating revenues	(25) ¹
Other non-operating expenses	(159)
Net non-operating revenues (expenses)	3,067
Change in net position	37,437
Net position at beginning of year	120,906
Net position at end of period	\$ 158,343

* FY 2023 net position is preliminary based on data as of November 1, 2023 and balances of the following items are still pending: (i) Damage and claim liability, and (ii) other post-employment benefits obligation. FY 2024 1st quarter Statements of Revenues, Expenses and Changes in Net Position is prepared in accordance with partial accrual basis of accounting based on data as of November 1, 2023.

¹ Abnormal balance in other non-operating revenues mainly due to reversal of Disadvantaged Communities revenue to unearned revenue.

**HETCH HETCHY WATER AND POWER ENTERPRISE
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STATEMENTS OF CASH FLOWS

For three months ended September 30, 2023
(In thousands)

	Unaudited SEP 2023*
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from customers	\$ 90,638
Cash received from miscellaneous revenues	1
Cash paid to employees for services	(1,890)
Cash paid to suppliers for goods and services	(43,916)
Cash paid to Hetchy Power	(9,427)
Cash paid for judgments and claims	(721)
Net cash provided by operating activities	<u>34,685</u>
CASH FLOWS FROM NON-CAPITAL AND RELATED FINANCING ACTIVITIES	
Cash paid for rebates, program incentives, and other	(159)
Net cash provided by non-capital financing activities	<u>(159)</u>
Increase in cash and cash equivalents	34,526
Cash and cash equivalents:	
Beginning of year	101,797
End of the period	<u>\$ 136,323</u>
Reconciliation of cash and cash equivalents to the statements of net position:	
Cash and investments with City Treasury:	
Unrestricted	\$ 136,323
Cash and cash equivalents at end of the period	<u>\$ 136,323</u>
RECONCILIATION OF OPERATING INCOME TO NET	
CASH PROVIDED BY OPERATING ACTIVITIES	
Operating Income	\$ 34,370
Adjustments to reconcile operating income to net cash provided by operating activities:	
Miscellaneous revenues	1
Provision for uncollectible accounts	(113)
Changes in operating assets and liabilities:	
Charges for service receivables	14,347
Prepaid charges, advances, and other	5,641
Accounts payable	(19,439)
Accrued payroll	(541)
Unearned revenues, refunds, and other liabilities	419
Total adjustments	<u>315</u>
Net cash provided by operating activities	<u>\$ 34,685</u>

* FY 2024 Statements of Cash Flows are prepared in accordance with cash basis of accounting and are preliminary unaudited based on data as of November 1, 2023.



Executive Management

Dennis J. Herrera

General Manager

Ronald P. Flynn

Deputy General Manager

Barbara Hale

Assistant General Manager, Power Enterprise

Nancy L. Hom

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

Masood Ordikhani

Assistant General Manager, External Affairs

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*Interim Assistant General Manager, Wastewater
Enterprise*

Steve Ritchie

Assistant General Manager, Water Enterprise

Stephen D. Robinson

Assistant General Manager, Infrastructure

CleanPowerSF

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