



3rd Quarter Financial Report

Reporting Unaudited Financial Results

For the period ending

March 31, 2022

Notice to Readers

This report provides certain financial information about CleanPowerSF (“CleanPower”). The information is provided for quick reference only, and is not a summary or a compilation of all information relevant to CleanPower. It does not purport to include every item that may be relevant, nor does it purport to present full and fair disclosure with respect to any financial transactions that CleanPower may undertake.

The information presented on this report speaks only as of the date it was posted or, if such information is dated, as of its dated date. CleanPower does not undertake continuously to update materials posted on this report. Developments may occur after the dated date or posted date of such information that could render it inaccurate or unreliable.

Neither the CleanPower or the City, nor any of its agencies or departments nor any of its officers or employees, shall be held liable for any use of the information described and/or contained in this report. In no event shall CleanPower or the City or its agencies or departments, officers or employees be liable for any direct, indirect, incidental, special, exemplary or consequential damages however caused and on any theory of liability, whether in contract, strict liability or tort (including negligence or otherwise) arising in any way out of the use of this report, even if advised of the possibility of such damage. This disclaimer of liability applies to any and all damages and injuries, including, but not limited to those caused by any failure of performance, error, omission, interruption, deletion, defect, delay in operation or transmission, computer virus, communication line failure, theft or destruction or unauthorized access to, alteration of, or use of any record, whether for breach of contract, tortious behavior, negligence or under any other cause of action. This disclaimer applies to both isolated and aggregate uses of the information in this report.

Choice of Law Construction of the disclaimers above and resolution of disputes regarding such disclaimers are governed by the laws of the State of California. The laws of the State of California shall apply to all uses of this report and the information contained in this report.

Viewer Acknowledgement and Agreement. The viewer acknowledges and agrees that the information provided on this report is provided by the CleanPower for convenience. By viewing this report and the information contained herein, the viewer acknowledges and agrees that any use of the report and information contained herein shall conform to all applicable laws and regulations and that the viewer shall not violate the rights of any third parties and agrees to all of the terms, conditions and provisions set forth above under "**Notice to Readers**".

**HETCH HETCHY WATER AND POWER ENTERPRISE
CLEANPOWERSF**

STATEMENTS OF NET POSITION

As of March 31, 2022

(In thousands)

	Unaudited MAR 2022*
ASSETS	
Current assets	
Cash and investments with City Treasury	\$ 66,186
Charges for services receivables (net of allowance for doubtful accounts of \$5,785)	18,202
Interest receivables	48
Total current receivables	18,250
Total current assets	84,436
Total assets	84,436
Deferred outflows of resources	
Pensions	803
Other post-employment benefits	442
Total deferred outflows of resources	1,245
LIABILITIES	
Current liabilities	
Accounts payable	4,049
Accrued vacation and sick leave, current portion	205
Damage claims liability, current portion	6
Unearned revenues, refunds, and other, current portion	969
Total current liabilities	5,229
Long-term liabilities	
Other post-employment benefits obligations	2,909
Net pension liability	3,008
Accrued vacation and sick leave, less current portion	195
Unearned revenues, refunds, and other, less current portion	9,000
Total long-term liabilities	15,112
Total liabilities	20,341
Deferred inflows of resources	
Related to pensions	1,093
Other post-employment benefits	1,913
Total deferred inflows of resources	3,006
NET POSITION	
Unrestricted	62,334
Total net position	\$ 62,334

* FY 2022 Statements of Net Position is prepared in accordance with partial accrual basis of accounting based on data as of April 22, 2022. Balances of the following items are not fully accounted for or adjusted until the fiscal year-end: (i) Damage and claim liability, (ii) other post-employment benefits obligation, (iii) payroll accrual, vacation and sick leave accrual for services earned but not taken, (iv) workers' compensation, and (v) pension liability.

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

For nine months ended March 31, 2022

(In thousands)

	Unaudited MAR 2022*
OPERATING REVENUES	
Charges for services	\$ 157,965
Total operating revenues	157,965
OPERATING EXPENSES	
Personnel services	2,733
Contractual services	4,014
Transmission/distribution and other power costs	128
Purchases from Hetchy Power	1,589
Purchased electricity	169,659
Materials and supplies	1
Services provided by other departments	1,435
General and administrative and other	3,440
Total operating expenses	182,999
Operating loss	(25,034) **
NON-OPERATING REVENUES (EXPENSES)	
Interest and investment income	200
Other non-operating revenues	88
Net non-operating revenues	288
Change in net position	(24,746)
Net position at beginning of year	87,080
Net position at end of period	\$ 62,334

* FY 2022 Statements of Revenue, Expenses, and Changes in Net Position is prepared in accordance with partial accrual basis of accounting; Nine months to March 31, 2022 is preliminary unaudited based on data as of April 22, 2022.

** Operating loss is mainly due to higher purchased electricity costs, which is accounted for 93.6% of total operating expenses. As a result, on September 28, 2021, the Commissioner approved a rate increase up to 15% above the equivalent PG&E generation rates, effectively on November 1st, 2021 (Resolution No: 21-0152).

**HETCH HETCHY WATER AND POWER ENTERPRISE
CLEANPOWERSF**

STATEMENTS OF CASH FLOWS

For nine months ended March 31, 2022

(In thousands)

	Unaudited MAR 2022*
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from customers	\$ 167,969
Cash paid to employees for services	(3,024)
Cash paid to suppliers for goods and services	(188,190)
Cash paid to Hetchy Power	(1,589)
Cash paid for judgments and claims	(113)
Net cash used in operating activities	(24,947)
CASH FLOWS FROM NON-CAPITAL AND RELATED FINANCING ACTIVITIES	
Cash received from miscellaneous revenues	88
Net cash provided by non-capital financing activities	88
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest income received	207
Net cash provided by investing activities	207
Decrease in cash and cash equivalents	(24,652)
Cash and cash equivalents:	
Beginning of year	90,764
End of period	\$ 66,112
Reconciliation of cash and cash equivalents to the statements of net position:	
Cash and investments with City Treasury:	
Unrestricted	\$ 66,186
Less: Unrealized gain on investments	(74)
Cash and cash equivalents at end of period	\$ 66,112
RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Operating loss	\$ (25,034)
Adjustments to reconcile operating income to net cash provided by operating activities:	
Provision for uncollectible accounts	300
Changes in operating assets and liabilities:	
Charges for service receivables	9,763
Prepaid charges, advances, and other	2,184
Accounts payable	(11,810)
Accrued payroll	(291)
Unearned revenues, refunds, and other liabilities	(59)
Total adjustments	87
Net cash used in operating activities	\$ (24,947)
Noncash transactions:	
Unrealized gain on investment	(74)

* FY 2022 Statements of Cash Flows is prepared in accordance with cash basis of accounting. Nine months to March 31, 2022 is preliminary unaudited based on data as of April 22, 2022.



Executive Management

Dennis J. Herrera

General Manager

Michael Carlin

Deputy General Manager

Ronald P. Flynn

Chief of Staff

Barbara Hale

Assistant General Manager, Power Enterprise

Alan Johanson

Interim Assistant General Manager, Infrastructure

Gregory Norby

Assistant General Manager, Wastewater Enterprise

Masood Ordikhani

Assistant General Manager, External Affairs

Steve Ritchie

Assistant General Manager, Water Enterprise

CleanPowerSF

Michael Hyams, Director

Financial Services Bureau

Nancy L. Hom, Deputy Chief Financial Officer

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:*

*525 Golden Gate Avenue, 4th Floor
San Francisco, CA 94102*