

# SJCE Financial History

## Plots of Operating Revenues, Costs and Reserves

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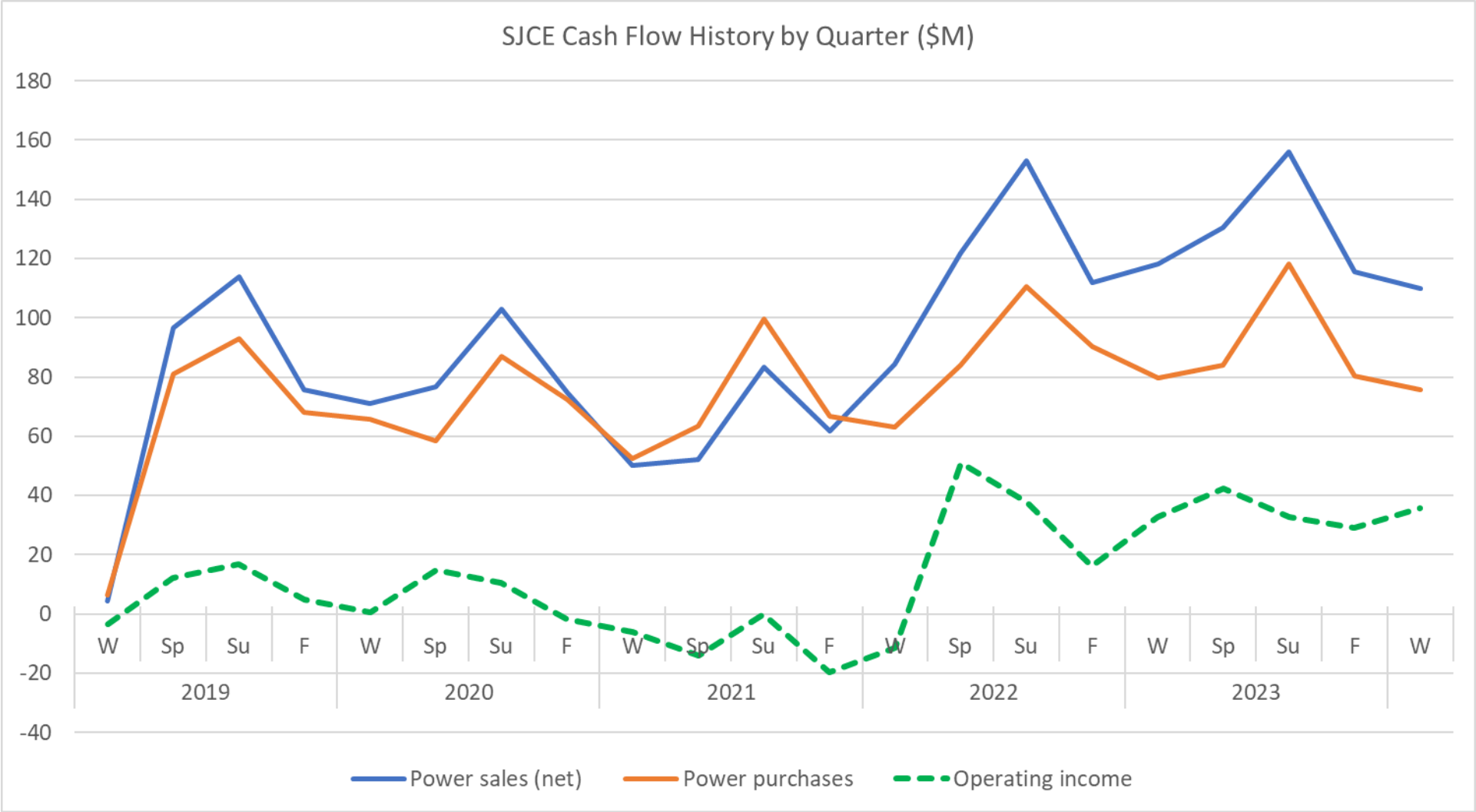


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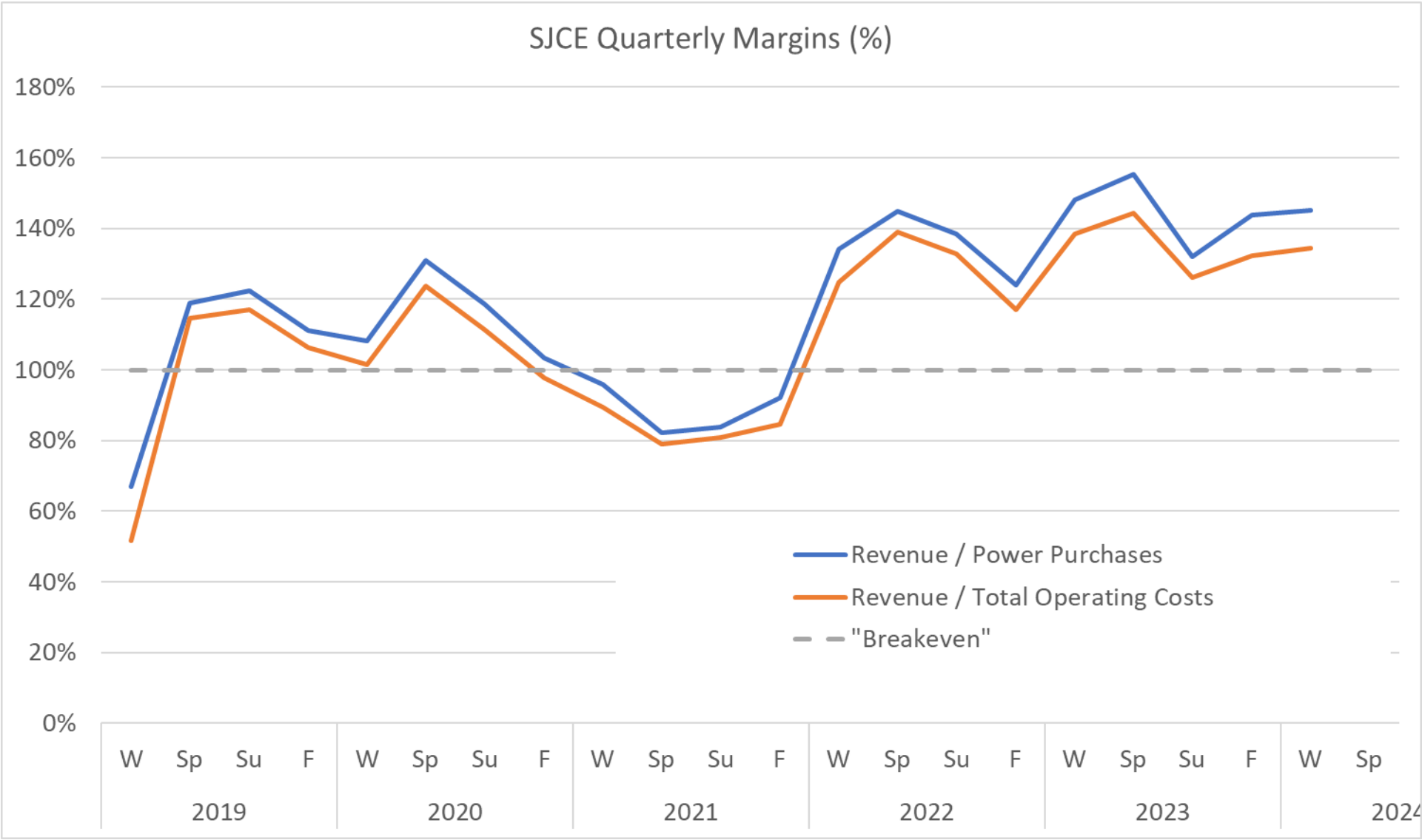
# Information Sources

- Data derived from publicly available quarterly financial statements for SJCE
  - see: <https://sanjosecleanenergy.org/key-documents/>
- City accounting and SJCE staff provided clarifications and background, but are not responsible for the results here

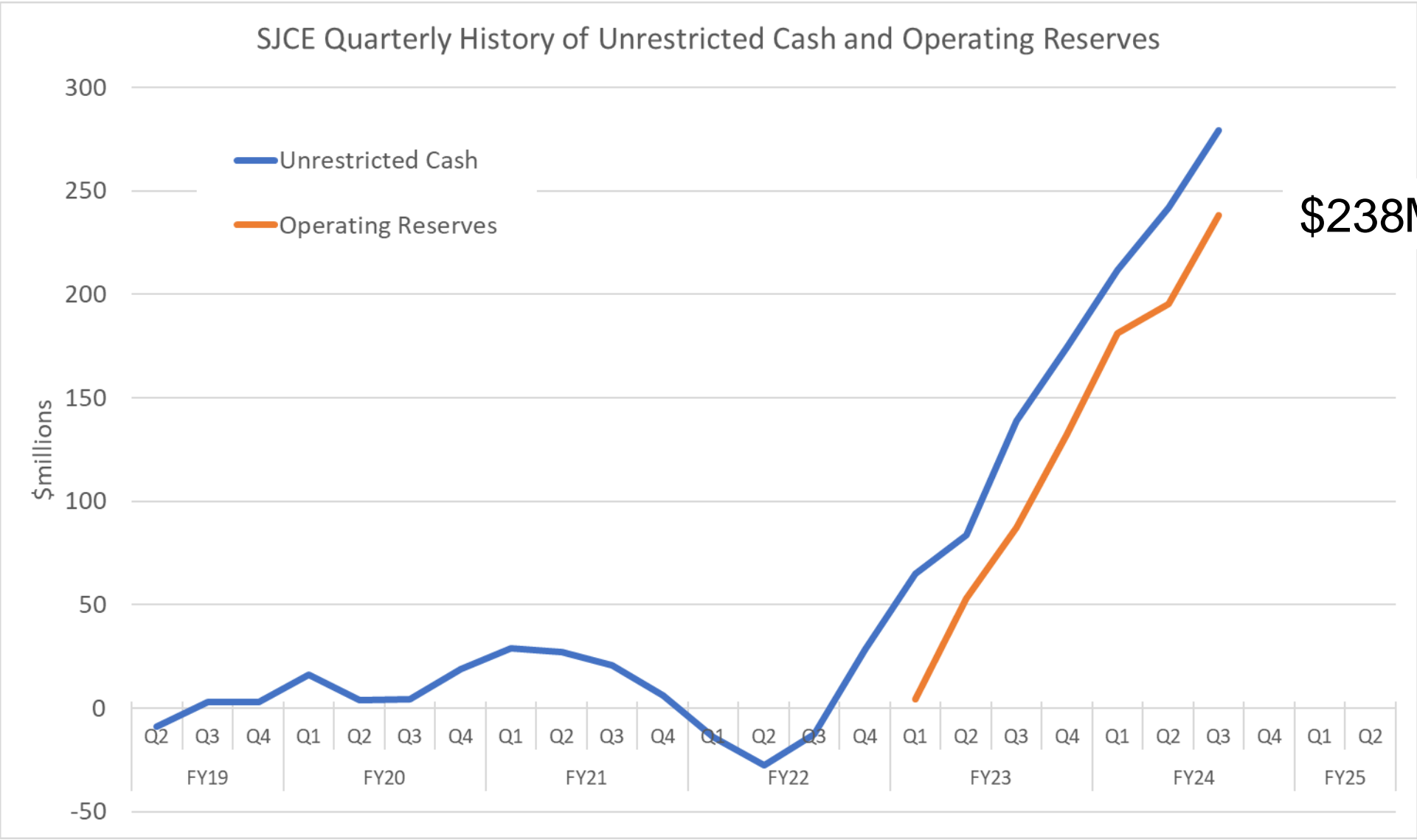
# Key Quarterly Cash Flows



# Quarterly Margins Over Power and Total Operating Costs



# Cash and “Operating Reserves” by Quarter



# Observations

- After a rough interlude of low and negative operating margins SJCE turned the corner to profitability in 2022
  - Key factor in recovery was increased rates
- Since 2020 operating cost margins have averaged 32%
  - Result is SJCE's cash position has been growing \$34M per quarter (avg.)
  - As of March 2024 SJCE's net cash position was \$279M
  - Operating reserves (cash minus adjustments for potential encumbrances) were \$238M
- SJCE's stellar credit rating is no accident
- What will SJCE do with its growing cash position?