IN THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF ARIZONA

In re:
Electric Transportation Engineering Corporation

Debtor

CASE NO. 13-16126 (MCW)

BUSINESS AND INDUSTRY MONTHLY OPERATING REPORT

MONTH OF MAY 2014

DATE PETITION FILED: SEPTEMBER 16, 2013

TAX PAYER ID NO. : #86-0834755

Nature of Debtor's Business: Transitioning assets to buyers and winding down the entity

DATE DISCLOSURE STATEMENT FILED _____ TO BE FILED X

DATE PLAN OF REORGANIZATION FILED _____ TO BE FILED X

I CERTIFY UNDER PENALTY OF PERJURY THAT THE FOLLOWING MONTHLY OPERATING REPORT AND THE ACCOMPANYING ATTACHMENTS ARE TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE.

RESPONSIBLE PARTY:

Susie Herrmann
ORIGINAL SIGNATURE OF RESPONSIBLE PARTY

CFO
TITLE

Susie Herrmann, CFO
PRINTED NAME OF RESPONSIBLE PARTY

6/13/2014
DATE

PREPARER:

ORIGINAL SIGNATURE OF PREPARER

TITLE

PRINTED NAME OF PREPARER

DATE

PERSON TO CONTACT REGARDING THIS REPORT: Susie Herrmann

PHONE NUMBER: 602-686-6270

ADDRESS: PO Box 20336 Phoenix, AZ 85036-0336

FILE ORIGINAL REPORT ELECTRONICALLY WITH THE COURT, FILE PAPER COPY WITH U.S. TRUSTEE'S OFFICE

Case Number: 13-16126 (MCW)

CURRENT MONTH'S RECEIPTS AND DISBURSEMENTS

	BANK ACCOUNTS				
	Operating				**Total**
	#6400				
Balance at Beginning of Period	981,595				981,594
RECEIPTS					
Cash Sales					
Accounts Receivable					
Loans and Advances					
Sale of Assets					
Transfers from Other DIP Accounts					
Collection for Purchasing entity (net of withdrawls)					
Other - tax refund					
Other - Void O/S checks					
TOTAL RECEIPTS					
DISBURSEMENTS					
Business - Ordinary Operations	1,706				1,706
Capitol Improvements					
Pre-Petition Debt					
Transfers to Other DIP Accounts					
Other					
Pay back other purchasing Entity					
for rec collected on their behalf					
Reorganization Expenses:					
Attorney Fees					
Accountant Fees					
Other Professional Fees					
U. S. Trustee Quarterly Fee					
Court Costs					
TOTAL DISBURSEMENTS	1,706				1,706
Balance at End of Month	979,888				979,888

*Information provided above should reconcile with balance sheet and income statement amounts

DISBURSEMENTS FOR CALCULATING QUARTERLY FEES:	
Total Disbursements From Above	1,706
Less: Transfers to Other DIP Accounts	
Plus: Estate Disbursements Made by Outside Sources (payments from escrow; 2-party check; etc.)	
Total Disbursements for Calculating Quarterly Fees	1,706

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INCOME STATEMENT

(Accrual Basis)

*Debtor's own form may be substituted if (1) it is prepared in accordance with generally accepted accounting principals, (2) year-to-date and filing-to-date information is provided, and (3) if reorganization expenses are segregated in the statement.

REVENUES	Current Month	Year to Date	Total SInce Filing
Gross Revenue	0	0	483,432
Less: Returns & Discounts	0	0	0
Net Revenue	0	0	483,432
COST OF GOODS SOLD			
Material	0	0	142,675
Direct Labor	0	0	21,446
Direct Overhead (Sprint & Utility for charger connectivity to network)	0	-259	62,667
Blink Cost of Revenue Share	0	0	16,860
Depreciation in COGs - Project Assets	0	0	2,310,569
Total Cost of Goods Sold	0	-259	2,554,217
GROSS PROFIT	0	259	-2,070,785
OPERATING EXPENSES			
Officer/Insider Compensation	0	0	0
Selling & Marketing (attach detail)	0	0	6,005
General & Administrative (attach detail)	297	88,723	636,936
Other Expenses (attach detail)	0	24,960	167,103
Total Operating Expenses	297	113,683	810,044
Income Before Non-operating Income and Expense	-297	-113,424	-2,880,829
OTHER INCOME & EXPENSE			
Other Income - Asset Sales Normal Course	0	0	-1,200
Other Expense (attach list)	0	0	-1,072
Interest Expense	0	0	269
Depreciation/Depletion	0	0	0
Amortization	0	0	0
Net Other Income & Expense	0	0	-2,003
Income Before Reorganization Expense	-297	-113,424	-2,878,826
REORGANIZATION EXPENSES			
Professional Fees	0	0	0
U.S. Trustee Fees	325	325	325
Other - Impairment Loss	0	0	14,269,095
Gain / Loss on Sale of Assets	0	-207,544	-93,017
Total Reorganization Expenses	325	-207,219	14,176,403
Income Tax	0	0	0
NET PROFIT OR (LOSS)	-622	93,795	-17,055,229

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Operating Expense Detail

(Accrual Basis)

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	Current Month	Year to Date	Total Since Filing
Selling & Marketing			
G&A Labor and employee related	0	0	4,530
Telephone	0	0	86
Travel and Meals	0	0	0
Office / Postage	0	0	0
Professional	0	0	0
Marketing	0	0	715
Web Development	0	0	0
License and Dues	0	0	475
Other	0	0	199
Total Selling and Marketing	0	0	6,005
General and Administrative			
G&A Labor and employee related	0	7,757	237,893
Telephone	0	1,161	19,080
Travel and Meals	0	0	3,167
Recruiting	0	0	0
Office / Postage	0	1,769	4,257
Professional Fees	0	1,082	22,009
Vehicles	0	0	3,659
Computer and IT (For April- Cisco lease, post-petition, pre-asset sale now in A/P)	0	5,290	57,637
Marketing	0	0	36,119
Small Tools	0	0	0
Certification Expense	0	0	30,779
Dues and Subscriptions	0	10	2,563
Rent, Utilities and Maintenance	32	5,662	46,483
Business Insurance	0	51,910	153,123
Property Tax	0	0	0
Other	265	14,083	20,168
Total General & Administrative	297	88,724	636,937
Other Expenses			
Depreciation Expense	0	0	145,452
Logicalis - Call Center post-petition, pre-asset sale, final recon, now in A/P	0	24,960	24,960
R&D Travel	0	0	0
R&D expense	0	0	-3,309
R&D Development	0	0	0
Total Other Expenses	**0**	**24,960**	**167,103**

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COMPARATIVE BALANCE SHEET

(Accrual Basis)

*Debtor's own form may be substituted if (1) it is prepared in accordance with generally accepted accounting principals, (2) current and prior period information is provided, and (3) if pre-petition and post-petition liabilities are segregated.

ASSETS	CURRENT MONTH	PRIOR MONTH
Unrestricted Cash	979,889	981,595
Restricted Cash		
Total Cash	**979,889**	**981,595**
Accounts Receivable (net)	61,189	61,189
Inventory		
Notes Receivable		
Prepaid Expenses - Deposit	0	0
Other Receivables from CCGI for expenses passed on	550,828	550,828
Total Current Assets	**1,591,906**	**1,593,612**
Property, Plant & Equipment		
Less: Accumulated Depreciation		
Net Property, Plant & Equip.		
Due From Insider(s)		
Other Assets - Inter Company Receivable (4A)	4,188,384	4,188,384
Other- Asset held for sale		
TOTAL ASSETS	**5,780,290**	**5,781,996**
POST-PETITION LIABILITIES		
Accounts Payable	258,795	259,879
Taxes Payable		
Notes Payable		
Professional Fees		
Secured Debt		
Inter Company Payable (attach list - 4A)	336,712	336,712
Other - Liabilities passed on to CCGI	550,828	550,828
Other - Accrual Vacation and Wages		
Total Post-Petition Liabilities	**1,146,335**	**1,147,419**
PRE-PETITION LIABILITIES		
Secured Debt	129,458	129,458
Priority Debt		
Unsecured Debt		
Inter Company Payable (attach list - 4A)	87,537,638	87,537,638
Other (attach list - 4B)	8,499,533	8,499,533
Total Pre-Petition Liabilities	96,166,628	96,166,628
TOTAL LIABILITIES	**97,312,963**	**97,314,047**
EQUITY		
Pre-petition Owner's Equity	-74,477,445	-74,477,445
Post-Petition Cumulative Profit/Loss	-17,055,229	-17,054,606
Direct Charges to Equity	0	0
Total Equity	**-91,532,674**	**-91,532,051**
TOTAL LIABILITIES & OWNER'S EQUITY	**5,780,289**	**5,781,996**

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Inter Company Receivables / Payables

(Accrual Basis)

*Debtor's own form may be substituted if (1) it is prepared in accordance with generally accepted accounting principals, (2) current and prior period information is provided, and (3) if pre-petition and post-petition liabilities are segregated.

	CURRENT MONTH	CURRENT MONTH
Pre Petition Inter Company Payable		
Due to The Clarity Group	-1,669,318	-1,669,318
Due to Ecotality Inc.	-85,868,320	-85,868,320
Due To Ecotality Australia Pty Ltd.	0	0
Total Pre Petition Intercompany	**-87,537,638**	**-87,537,638**
Post Petition Inter Company Payable		
Due to The Clarity Group	0	0
Due To Ecotality Inc.	-336,712	-336,006
Due To Ecotality Australia Pty Ltd.	0	0
Total Post Petition Payable	**-336,712**	**-336,006**
Post Petition Inter Company Receivable		
Due to The Clarity Group	0	0
Due to Ecotality Inc.	4,188,384	4,188,384
Due To Ecotality Australia Pty Ltd.	0	0
Total Post Petition Receivable	**4,188,384**	**4,188,384**

Total Inter Company Receivables / Payables	CURRENT MONTH	CURRENT MONTH
Due to The Clarity Group	-1,669,318	-1,669,318
Due to Ecotality Inc.	-82,016,648	-82,015,942
Due To Ecotality Australia Pty Ltd.	0	0
TOTAL Inter Company	**-83,685,966**	**-83,685,260**

Note - Inter company balances are a net of payables and receivables by entity

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Other Liabilities

(Accrual Basis)

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Other Liabilities - Pre Petition	CURRENT MONTH	PRIOR MONTH
Accounts Payable	6,700,616	6,700,616
Blink Hosts	90,843	90,843
Accrued Payroll		
Accrued Liabilities	1,508,179	1,508,179
Sales Tax payable	199,895	199,895
	8,499,533	8,499,533

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STATUS OF ASSETS

*Information provided on this page should reconcile with balance sheet amounts

ACOUNTS RECEIVABLE	TOTAL	0-30 Days	As of 31-60 Days	60+ Days
Total Accounts Receivable	105,240			105,240
Less Amount Considered Uncollectible	-44,050			-44,050
Net Accounts Receivable	61,189			61,189

DUE FROM INSIDER	
Schedule Amount	
Plus: Amount Loaned Since Filing Date	
Less: Amount Collected Since Filing Date	
Less: Amount Considered Uncollectible	
Net Due From Insiders	

INVENTORY	
Beginning Inventory	13,924,258
Plus: Purchases	
Less: Cost of Goods Sold/ Assets sold	-13,924,258
Ending Inventory	0

Date Last Inventory was taken: All inventory sold as of 10/15/13

FIXED ASSETS	SCHEDULE AMOUNT	ADDITIONS	DELETIONS	Book Value
Real Property				
Buildings				
Accumulated Depreciation				
Net Buildings				
Equipment	49,629,451	144,248	-49,773,699	0
Accumulated Depreciation	31,933,619	2,559,156	-34,492,776	0
Net Equipment	17,695,832	-2,414,908	-15,280,924	0
Autos/Vehicles	1,835,624		-1,835,624	0
Accumulated Depreciation	634,011	39,511	-673,523	0
Net Autos/Vehicles	1,201,613	-39,511	-1,162,102	0

Provide a description of fixed assets added or deleted during the reporting period; include the date of Court order:

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STATUS OF LIABILITIES AND SENSITIVE PAYMENTS

*Information provided on this page should reconcile with balance sheet and disbursement detail amounts

				As of	
POST-PETITION LIABILITIES	TOTAL	0-30 Days	31-60 Days	+ 60 Days	+ 90 Days
Accounts Payable * (SCHED 6A)	258,795	6,237	25,089	1,007	226,461
Taxes Payable					
Notes Payable					
Professional Fees Payable					
Secured Debt					
Other (SCHED 6B) - Aging Estimated	887,540	141,073	200,000	196,467	350,000
Total Post-Petition Liabilities	1,146,335	147,310	225,089	197,474	576,461

***DEBTOR MUST ATTACH AN AGED ACCOUNTS PAYABLE LISTING**

PAYMENTS TO INSIDERS AND PROFESSIONALS

Insiders			
Name	Reason for Payment	Amount Paid this Month	Total Paid to Date
Total Payments to Insiders			

Professionals				
Name	Date of Court Order Authorizing Payment	Amount Approved	Amount Paid this Month	Total Paid to Date
Total Payments to Professionals				

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AP Listing

(Accrual Basis)

Detail of Accounts Payable - Post Petition

		Current	1 - 30	31 - 60	61 - 90	> 90	TOTAL
	8X8INC01	0.00	0.00	0.00	0.00	2,987.70	2,987.70
	AT&TMOBI01	0.00	0.00	0.00	0.00	9,151.28	9,151.28
	BOXNETIN01	0.00	0.00	0.00	0.00	1,813.88	1,813.88
	CISCOCAP01	0.00	5,289.96	0.00	0.00	4,783.21	10,073.17
	CISCOWEB01	0.00	0.00	0.00	0.00	325.72	325.72
	City of Phoenix	0.00	32.34	31.39	0.00	96.00	159.73
	CITYTREA02	0.00	0.00	0.00	0.00	149.42	149.42
	CORVENER01	0.00	0.00	0.00	0.00	4,657.80	4,657.80
	DIGITFRU01	0.00	0.00	0.00	0.00	342.10	342.10
	Eide Bailly	0.00	0.00	0.00	725.00	6,531.00	7,256.00
	Employment Security Dept.	0.00	0.00	75.02	0.00	0.00	75.02
	FP Mailing Solutions	0.00	0.00	23.19	181.68	0.00	204.87
	GUARDOMA01	0.00	0.00	0.00	0.00	141.34	141.34
	HOMEDEPO01	0.00	0.00	0.00	0.00	61.47	61.47
	Logicalis	0.00	0.00	24,959.62	0.00	0.00	24,959.62
	NISSMOTO01	0.00	0.00	0.00	0.00	351.78	351.78
	PGE01	0.00	0.00	0.00	0.00	6.51	6.51
	RKL eSolutions LLC	0.00	0.00	0.00	0.00	87.50	87.50
	SDG&E01	0.00	0.00	0.00	0.00	132.10	132.10
	SILVUNIQ01	0.00	0.00	0.00	0.00	3,150.00	3,150.00
	SOUTCALI01	0.00	0.00	0.00	0.00	178.78	178.78
	SPRINT01	0.00	0.00	0.00	0.00	7,858.29	7,858.29
	STATE COMPTROLLER	0.00	0.00	0.00	100.44	0.00	100.44
	TECHPROF01	0.00	0.00	0.00	0.00	8,105.70	8,105.70
	UNDERWRI01	0.00	0.00	0.00	0.00	468.00	468.00
	UNITPARC01	0.00	0.00	0.00	0.00	179.04	179.04
	XOCOMMUN01	0.00	0.00	0.00	0.00	4,073.81	4,073.81
TOTAL		**0.00**	**5,322.30**	**25,089.22**	**1,007.12**	**55,632.43**	**87,051.07**
	Due to CCGI			0.00	0.00	115,521.77	115,521.77
	Trustee Filing Fees	650.00					650.00
	Bank Fees	265.00					265.00
	Blink Customer Payables					55,306.85	55,306.85
		915.00	**5,322.30**	**25,089.22**	**1,007.12**	**226,461.05**	**258,794.69**

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Other Post-Petition Liabilities

(Accrual Basis)

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Other Liabilities - Post Petition	CURRENT MONTH	PRIOR MONTH
*Other Liabilites pased on to CCGI	550,828	550,828
Intercompany Payable	336,712	336,712
	887,540	887,540

*** Includes outstanding invoices billed to ETEC for services provided by vendors to CCGI during the transition following the sale of certain assets to CCGI. Please see the offsetting asset "Other Receivables from CCGI for expenses passed on" as these invoices are anticipated to be paid direct by CCGI to the vendors.**

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CASE STATUS

QUESTIONAIRE

	YES	NO
Have any funds been disbursed from any accounts other than a Debtor-in-Possession account?		X
Are any post-petition receivables (accounts, notes or loans) due from related parties?	X	
Are any wages past due?		X
Are any U. S. Trustee quarterly fees delinquent?		X

Provide a detailed explanation of any "YES" answers to the above questions: (attach additional sheets if needed)

Business expenses received/paid by related party passed to company through intercompany receivable/payable accounts.

Current number of employees: 0

INSURANCE

Carrier & Policy Number	Type of Policy	Period Covered	Payment Amount & Frequency

What steps have been taken to remedy the problems which brought on the chapter 11 filing?

The Company has sold all assets as of 10/15/13 and is in the process of winding down operations

Identify any matters that are delaying the filing of a plan of reorganization:

None

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DISBURSEMENT DETAIL

Month: MAY 2014
Account # 6400

Bank Name Bank of America

Cash/Electronic Disbursements		MAY 2014	
Date	Payee	Purpose	Amount
		Total Cash/Electronic Disbursements	0

CHECKS ISSUED				
Check Number	Date	Payee	Purpose	Amount
23338	5/20/14	Iron Mountain	Document Storage Services	196
23339	5/20/14	Iron Mountain	Document Storage Services	1,510
				1,706
Total checks listed on continuation pages				

TOTAL DISBURSEMENTS FOR THE MONTH (include cash/electronic disbursements)	1,706

Bank of America
Merrill Lynch

P.O. Box 15284
Wilmington, DE 19850

Customer service information

Customer service: 1.888.400.9009

bankofamerica.com

Bank of America, N.A.
P.O. Box 25118
Tampa, FL 33622-5118

ELECTRIC TRANSPORTATION ENGINEERING CORP
DEBTOR-IN-POSSESSION CASE# BK-16126RJH
DBA ECOTALITY NORTH AMERICA
PO BOX 20336E
PHOENIX, AZ 85036-0336

Your Full Analysis Business Checking

for May 1, 2014 to May 31, 2014

Account number: [redacted]6400

ELECTRIC TRANSPORTATION ENGINEERING CORP DEBTOR-IN-POSSESSION CASE# BK-16126RJH DBA ECOTALITY NORTH AMERICA

Account summary

Beginning balance on May 1, 2014	$985,117.31
Deposits and other credits	0.00
Withdrawals and other debits	-0.00
Checks	-1,706.32
Service fees	-0.00
Ending balance on May 31, 2014	**$983,410.99**

# of deposits/credits: 0

# of withdrawals/debits: 2

# of days in cycle: 31

Average ledger balance: $984,566.88

PULL: E CYCLE: 42 SPEC: C DELIVERY: P TYPE: IMAGE: I BC: AZ

IMPORTANT INFORMATION:
BANK DEPOSIT ACCOUNTS

Change of address - Please call us at the telephone number listed on the front of this statement to tell us about a change of address.

Deposit agreement - When you opened your account, you received a deposit agreement and fee schedule and agreed that your account would be governed by the terms of these documents, as we may amend them from time to time. These documents are part of the contract for your deposit account and govern all transactions relating to your account, including all deposits and withdrawals. Copies of both the deposit agreement and fee schedule which contain the current version of the terms and conditions of your account relationship may be obtained at our banking centers.

Electronic transfers: In case of errors or questions about your electronic transfers- If you think your statement or receipt is wrong or you need more information about an electronic transfer (e.g., ATM transactions, direct deposits or withdrawals, point-of-sale transactions) on the statement or receipt, telephone or write us at the address and number listed on the front of this statement as soon as you can. We must hear from you no later than 60 days after we sent you the FIRST statement on which the error or problem appeared.

- Tell us your name and account number.
- Describe the error or transfer you are unsure about, and explain as clearly as you can why you believe there is an error or why you need more information.
- Tell us the dollar amount of the suspected error.

For consumer accounts used primarily for personal, family or household purposes, we will investigate your complaint and will correct any error promptly. If we take more than 10 business days (10 calendar days if you are a Massachusetts customer) (20 business days if you are a new customer, for electronic transfers occurring during the first 30 days after the first deposit is made to your account) to do this, we will credit your account for the amount you think is in error, so that you will have use of the money during the time it will take to complete our investigation.

For other accounts, we investigate, and if we find we have made an error, we credit your account at the conclusion of our investigation.

Reporting other problems - You must examine your statement carefully and promptly. You are in the best position to discover errors and unauthorized transactions on your account. If you fail to notify us in writing of suspected problems or an unauthorized transaction within the time period specified in the deposit agreement (which periods are no more than 60 days after we make the statement available to you and in some cases are 30 days or less), we are not liable to you for, and you agree to not make a claim against us for the problems or unauthorized transactions.

Direct deposits - If you have arranged to have direct deposits made to your account at least once every 60 days from the same person or company, you may call us at the telephone number listed on the front of this statement to find out if the deposit was made as scheduled. You may also review your activity online or visit a banking center for information.

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Checks

Date	Check #	Bank reference	Amount
05/22	23338	813009092472804	-196.40
05/22	23339	813009092472817	-1,509.92
Total checks			**-$1,706.32**
Total # of checks			**2**

Daily ledger balances

Date	Balance ($)	Date	Balance($)
05/01	985,117.31	05/22	983,410.99

✔ To help you BALANCE YOUR CHECKING ACCOUNT, print a copy of the "How to Balance Your Bank of America Merrill Lynch Account" page by visiting CashPro® University at cashproonline.bankofamerica.com.

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