



ACCOUNTANTS' COMPILATION REPORT

Management
Sonoma Clean Power Authority

Management is responsible for the accompanying financial statements of Sonoma Clean Power Authority (a California Joint Powers Authority) which comprise the statement of net position as of July 31, 2017, and the related statement of revenues, expenses, and changes in net position, and the statement cash flows for the period then ended in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the accompanying statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, conclusion, nor provide any assurance on these financial statements.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Authority's financial position, results of operations, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

We are not independent with respect to the Authority because we performed certain accounting services that impaired our independence.

Maher Accountancy

San Rafael, CA
September 13, 2017



SONOMA CLEAN POWER AUTHORITY

STATEMENT OF NET POSITION

As of July 31, 2017

ASSETS

Current assets	
Cash and cash equivalents	\$ 52,271,703
Accounts receivable, net of allowance	18,420,531
Other receivables	67,450
Accrued revenue	10,300,167
Prepaid expenses	47,458
Deposits	253,461
Total current assets	<u>81,360,770</u>
Noncurrent assets	
Capital assets, net of depreciation	179,834
Deposits	3,737,559
Total noncurrent assets	<u>3,917,393</u>
Total assets	<u>85,278,163</u>

LIABILITIES

Current liabilities	
Accounts payable	634,391
Accrued cost of electricity	14,929,171
Other accrued liabilities	257,851
User taxes and energy surcharges due to other governments	406,598
Total current liabilities	<u>16,228,011</u>
Noncurrent liabilities	
Supplier security deposits	<u>4,800,000</u>
Total liabilities	<u>21,028,011</u>

NET POSITION

Net investment in capital assets	179,834
Unrestricted	<u>64,070,318</u>
Total net position	<u>\$ 64,250,152</u>

SONOMA CLEAN POWER AUTHORITY
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
July 1, 2017 through July 31, 2017

OPERATING REVENUES

Electricity sales, net	\$ 17,648,522
Evergreen electricity premium	20,474
Electricity sales for resale	30,400
Total operating revenues	<u>17,699,396</u>

OPERATING EXPENSES

Cost of electricity	12,458,578
Staff compensation	200,271
Data manager	266,251
Service fees - PG&E	99,359
Consultants and other professional fees	111,963
Legal	17,272
Communications	89,403
General and administration	122,295
Program rebates and incentives	9,121
Depreciation	4,163
Total operating expenses	<u>13,378,676</u>
Operating income	<u>4,320,720</u>

NONOPERATING REVENUES (EXPENSES)

Interest income	<u>24,788</u>
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CHANGE IN NET POSITION

Net position at beginning of period	<u>59,904,644</u>
Net position at end of period	<u><u>\$ 64,250,152</u></u>

SONOMA CLEAN POWER AUTHORITY

STATEMENT OF CASH FLOWS

July 1, 2017 through July 31, 2017

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from electricity sales	\$ 13,257,759
Receipts from electricity sales for resale	147,127
Receipts from supplier security deposits	2,325,000
Tax and surcharge receipts from customers	219,636
Payments to purchase electricity	(9,351,914)
Payments for staff compensation	(305,892)
Payments for contract services	(516,021)
Payments for communications	(120,709)
Payments for general and administration	(176,800)
Payments for program rebates and incentives	(9,121)
Tax and surcharge payments to other governments	(286,032)
Net cash provided (used) by operating activities	<u>5,183,033</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Return of certificate of deposit	7,028,428
Interest income received	24,788
Net cash provided (used) by investing activities	<u>7,053,216</u>

Net change in cash and cash equivalents	12,236,249
Cash and cash equivalents at beginning of year	<u>40,035,454</u>
Cash and cash equivalents at end of period	<u>\$ 52,271,703</u>

SONOMA CLEAN POWER AUTHORITY
STATEMENT OF CASH FLOWS (continued)
July 1, 2017 through July 31, 2017

**RECONCILIATION OF OPERATING INCOME TO NET
CASH PROVIDED BY OPERATING ACTIVITIES**

Operating income	\$ 4,320,720
Adjustments to reconcile operating income to net cash provided (used) by operating activities	
Depreciation expense	4,162
Revenue reduced for uncollectible accounts	88,790
(Increase) decrease in net accounts receivable	(2,893,340)
(Increase) decrease in other receivables	116,727
(Increase) decrease in accrued revenue	(1,606,687)
(Increase) decrease in prepaid expenses	(667)
Increase (decrease) in accounts payable	(102,650)
Increase (decrease) in accrued cost of electricity	2,620,768
Increase (decrease) in accrued liabilities	376,606
Increase (decrease) in user taxes and energy surcharges due to other governments	(66,396)
Increase (decrease) in supplier security deposits	2,325,000
Net cash provided (used) by operating activities	<u>\$ 5,183,033</u>