



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, 2018, and the related statement of revenues, expenses, and changes in net position, and the statement of 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 27, 2018



SONOMA CLEAN POWER AUTHORITY

STATEMENT OF NET POSITION

As of July 31, 2018

ASSETS

Current assets	
Cash and cash equivalents	\$ 41,894,828
Investment in Sonoma County Pooled Investment Fund	15,175,272
Accounts receivable, net of allowance	19,857,209
Other receivables	122,391
Accrued revenue	10,458,607
Prepaid expenses	576,130
Deposits	544,365
Total current assets	<u>88,628,802</u>
Noncurrent assets	
Nondepreciable assets	871,580
Capital assets, net of depreciation	2,466,603
Deposits	4,114,922
Total noncurrent assets	<u>7,453,105</u>
Total assets	<u>96,081,907</u>

LIABILITIES

Current liabilities	
Accounts payable	405,120
Accrued cost of electricity	16,466,981
Advance from grantors	500,000
Other accrued liabilities	329,971
User taxes and energy surcharges due to other governments	516,586
Total current liabilities	<u>18,218,658</u>

NET POSITION

Investment in capital assets	3,338,183
Unrestricted	74,525,066
Total net position	<u>\$ 77,863,249</u>

SONOMA CLEAN POWER AUTHORITY
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
July 1, 2018 through July 31, 2018

OPERATING REVENUES

Electricity sales, net	\$ 17,404,178
Evergreen electricity premium	32,675
Electricity sales for resale	28,000
Grant revenue	11,891
Total operating revenues	<u>17,476,744</u>

OPERATING EXPENSES

Cost of electricity	15,427,851
Staff compensation	246,419
Data manager	262,386
Service fees - PG&E	78,671
Consultants and other professional fees	131,192
Legal	37,452
Communications	131,504
General and administration	116,662
Depreciation	5,032
Total operating expenses	<u>16,437,169</u>
Operating income	<u>1,039,575</u>

NONOPERATING REVENUES (EXPENSES)

Interest income	62,547
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CHANGE IN NET POSITION

	1,102,122
Net position at beginning of period	<u>76,761,127</u>
Net position at end of period	<u>\$ 77,863,249</u>

SONOMA CLEAN POWER AUTHORITY

STATEMENT OF CASH FLOWS

July 1, 2018 through July 31, 2018

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from electricity sales	\$ 14,570,327
Receipts from electricity sales for resale	59,013
Tax and surcharge receipts from customers	197,433
Payments to purchase electricity	(12,329,246)
Payments for staff compensation	(324,289)
Payments for data manager	(262,311)
Payments for service fees - PG&E	(78,428)
Payments for consultants and other professional fees	(434,150)
Payments for legal services	(40,569)
Payments for communications	(378,223)
Payments for general and administration	(172,536)
Tax and surcharge payments to other governments	(169,459)
Payments for charitable contributions	(108,000)
Net cash provided (used) by operating activities	<u>529,562</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Interest income received	<u>103,780</u>
Net cash provided (used) by investing activities	<u>103,780</u>

Net change in cash and cash equivalents (including County Pooled Investment Fund)	622,282
Cash and cash equivalents at beginning of year	56,447,818
Cash and cash equivalents at end of year	<u>\$ 57,070,100</u>

Reconciliation to the Statement of Net Position

Cash and cash equivalents	\$ 41,894,828
Investment in Sonoma County Pooled Investment Fund	15,175,272
Cash and cash equivalents	<u>\$ 57,070,100</u>

SONOMA CLEAN POWER AUTHORITY
STATEMENT OF CASH FLOWS (continued)
July 1, 2018 through July 31, 2018

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

Operating income	\$ 1,039,575
Adjustments to reconcile operating income to net cash provided (used) by operating activities	
Depreciation expense	5,033
Revenue reduced for uncollectible accounts	87,623
Charitable contributions considered an operating activity for cash flow purposes only	(108,000)
(Increase) decrease in net accounts receivable	(2,080,684)
(Increase) decrease in other receivables	19,122
(Increase) decrease in accrued revenue	(885,585)
(Increase) decrease in prepaid expenses	(45,599)
(Increase) decrease in current deposits	(256)
Increase (decrease) in accounts payable	(559,827)
Increase (decrease) in accrued cost of electricity	2,531,101
Increase (decrease) in accrued liabilities	486,965
Increase (decrease) in user taxes and energy surcharges due to other governments	40,094
Net cash provided (used) by operating activities	<u>\$ 529,562</u>