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 June 30, 2019, 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 note disclosures required by accounting principles generally accepted in the United States of America in these interim financial statements. Sonoma Clean Power Authority’s annual audited financial statements include the note disclosures omitted from these interim statements. If the omitted disclosures were included in these financial statements, they might influence the user’s conclusions about the Authority’s financial position, results of operations, and cash flows. Accordingly, these 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 3, 2019
## SONOMA CLEAN POWER AUTHORITY

### STATEMENT OF NET POSITION

**As of June 30, 2019**

### ASSETS

<table>
<thead>
<tr>
<th>Current assets</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash and cash equivalents</td>
<td>$42,187,641</td>
</tr>
<tr>
<td>Investment in Sonoma County Investment Pool</td>
<td>15,402,798</td>
</tr>
<tr>
<td>Accounts receivable, net of allowance</td>
<td>17,248,908</td>
</tr>
<tr>
<td>Other receivables</td>
<td>1,136,168</td>
</tr>
<tr>
<td>Accrued revenue</td>
<td>10,409,152</td>
</tr>
<tr>
<td>Prepaid expenses</td>
<td>1,617,136</td>
</tr>
<tr>
<td>Deposits</td>
<td>332,079</td>
</tr>
<tr>
<td>Investments</td>
<td>10,208,015</td>
</tr>
<tr>
<td><strong>Total current assets</strong></td>
<td><strong>98,541,897</strong></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Noncurrent assets</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Land</td>
<td>860,520</td>
</tr>
<tr>
<td>Capital assets, net of depreciation</td>
<td>4,118,138</td>
</tr>
<tr>
<td>Deposits</td>
<td>5,459,242</td>
</tr>
<tr>
<td><strong>Total noncurrent assets</strong></td>
<td><strong>10,437,900</strong></td>
</tr>
</tbody>
</table>

| **Total assets**                                 | **108,979,797** |

### LIABILITIES

<table>
<thead>
<tr>
<th>Current liabilities</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Accounts payable</td>
<td>1,799,787</td>
</tr>
<tr>
<td>Accrued cost of electricity</td>
<td>13,687,997</td>
</tr>
<tr>
<td>Advanced from grantors</td>
<td>444,625</td>
</tr>
<tr>
<td>Other accrued liabilities</td>
<td>630,499</td>
</tr>
<tr>
<td>User taxes and energy surcharges due to other governments</td>
<td>498,332</td>
</tr>
<tr>
<td><strong>Total current liabilities</strong></td>
<td><strong>17,061,240</strong></td>
</tr>
</tbody>
</table>

### NET POSITION

| Investment in capital assets                      | 4,978,658 |
| Unrestricted                                      | 86,939,899 |
| **Total net position**                            | **$91,918,557** |
SONOMA CLEAN POWER AUTHORITY

STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
July 1, 2018 through June 30, 2019

OPERATING REVENUES
Electricity sales, net $ 172,215,645
Evergreen electricity premium 455,454
Grant revenue 1,658,635
Total operating revenues 174,329,734

OPERATING EXPENSES
Cost of electricity 145,314,794
Staff compensation 3,536,210
Data manager 3,158,651
Service fees - PG&E 953,613
Consultants and other professional fees 2,892,866
Legal 624,674
Communications 1,204,014
General and administration 874,455
Program rebates and incentives 1,658,031
Depreciation 59,857
Total operating expenses 160,277,165
Operating income 14,052,569

NONOPERATING REVENUES (EXPENSES)
Interest income 1,104,358
Gain on sale of equipment 503
Total nonoperating revenues (expenses) 1,104,861

CHANGE IN NET POSITION
Net position at beginning of period 76,761,127
Net position at end of period $ 91,918,557

See accountants' compilation report.
SONOMA CLEAN POWER AUTHORITY
STATEMENT OF CASH FLOWS
July 1, 2018 through June 30, 2019

CASH FLOWS FROM OPERATING ACTIVITIES
Receipts from electricity sales $172,466,526
Receipts from grantors 821,538
Receipts from supplier for security deposits 35,600
Tax and surcharge receipts from customers 2,337,583
Deposits and collateral returned 372,500
Payments to purchase electricity (146,139,613)
Payments for staff compensation (3,379,303)
Payments for contract services (6,951,432)
Payments for communications (1,472,619)
Payments for general and administration (805,700)
Payments for program rebates and incentives (1,758,431)
Return of security deposits to suppliers (21,000)
Tax and surcharge payments to other governments (2,332,060)
Deposits and collateral paid (1,538,290)
Payments for charitable contributions (108,000)
Net cash provided (used) by operating activities 11,527,299

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES
Acquisition of capital assets (1,255,978)
Net cash provided (used) by capital and financing activities (1,255,978)

CASH FLOWS FROM INVESTING ACTIVITIES
Interest income received 1,079,315
Purchase of certificate of deposit (10,208,015)
Net cash provided (used) by investing activities (9,128,700)

Net change in cash and cash equivalents (including County Investment Pool) 1,142,621
Cash and cash equivalents at beginning of year 56,447,818
Cash and cash equivalents at end of year $57,590,439

Reconciliation to the Statement of Net Position
Cash and cash equivalents $42,187,641
Investment in Sonoma County Investment Pool 15,402,798
Cash and cash equivalents $57,590,439

See accountants' compilation report.
SONOMA CLEAN POWER AUTHORITY

STATEMENT OF CASH FLOWS (continued)
July 1, 2018 through June 30, 2019

RECONCILIATION OF OPERATING INCOME TO NET
CASH PROVIDED BY OPERATING ACTIVITIES

Operating income $ 14,052,569

Adjustments to reconcile operating income to net
cash provided (used) by operating activities

Depreciation expense 48,238
Revenue reduced for uncollectible accounts (1,096,511)
Charitable contributions considered an operating
activity for cash flow purposes only (108,000)
(Increase) decrease in net accounts receivable 1,711,751
(Increase) decrease in other receivables (928,379)
(Increase) decrease in accrued revenue (836,130)
(Increase) decrease in prepaid expenses (1,086,605)
(Increase) decrease in current deposits (1,132,290)
Increase (decrease) in accounts payable 396,581
Increase (decrease) in accrued cost of electricity 428,061
Increase (decrease) in advance from grantors (55,375)
Increase (decrease) in accrued liabilities 96,949
Increase (decrease) in user taxes and energy
surcharges due to other governments 21,840
Increase (decrease) in supplier security deposits 14,600

Net cash provided (used) by operating activities $ 11,527,299

See accountants' compilation report.