



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 January 31, 2020, 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
March 2, 2020

SONOMA CLEAN POWER AUTHORITY

STATEMENT OF NET POSITION

As of January 31, 2020

ASSETS

Current assets	
Cash and cash equivalents	\$ 70,034,092
Accounts receivable, net of allowance	16,826,332
Other receivables	2,129,627
Accrued revenue	8,128,045
Prepaid expenses	1,284,416
Deposits and other current assets	757,079
Investments	20,108,713
Total current assets	<u>119,268,304</u>
Noncurrent assets	
Land and construction-in-progress	5,587,774
Capital assets, net of depreciation	164,127
Deposits and other noncurrent assets	5,459,242
Total noncurrent assets	<u>11,211,143</u>
Total assets	<u>130,479,447</u>

LIABILITIES

Current liabilities	
Accounts payable	1,474,654
Accrued cost of electricity	14,913,083
Advanced from grantors	347,000
Other accrued liabilities	2,469,650
User taxes and energy surcharges due to other governments	447,916
Total current liabilities	<u>19,652,303</u>

NET POSITION

Investment in capital assets	5,751,901
Unrestricted	105,075,243
Total net position	<u>\$ 110,827,144</u>

SONOMA CLEAN POWER AUTHORITY
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
July 1, 2019 through January 31, 2020

OPERATING REVENUES

Electricity sales, net	\$ 113,908,936
Evergreen electricity premium	327,813
Grant revenue	2,416,814
Total operating revenues	<u>116,653,563</u>

OPERATING EXPENSES

Cost of electricity	86,906,023
Contract services	8,164,117
Staff compensation	2,380,132
General and administration	609,166
Program rebates and incentives	438,396
Depreciation	37,096
Total operating expenses	<u>98,534,930</u>
Operating income	<u>18,118,633</u>

NONOPERATING REVENUES (EXPENSES)

Interest income	789,244
Other nonoperating revenue	710
Total nonoperating revenues (expenses)	<u>789,954</u>

CHANGE IN NET POSITION

Net position at beginning of period	<u>91,918,557</u>
Net position at end of period	<u>\$ 110,827,144</u>

SONOMA CLEAN POWER AUTHORITY

STATEMENT OF CASH FLOWS July 1, 2019 through January 31, 2020

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from customers	\$ 118,490,948
Receipts from grantors	1,021,283
Payments to electricity suppliers	(85,350,666)
Payments for other goods and services	(7,260,725)
Payments for staff compensation	(2,483,003)
Tax and surcharge payments to other governments	(1,600,932)
Payments for program rebates and incentives	<u>(506,621)</u>
Net cash provided (used) by operating activities	<u>22,310,284</u>

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Payments to acquire capital assets	<u>(791,453)</u>
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CASH FLOWS FROM INVESTING ACTIVITIES

Interest income received	650,585
Proceeds from certificates of deposit matured	10,274,237
Purchase of certificates of deposit	<u>(20,000,000)</u>
Net cash provided (used) by investing activities	<u>(9,075,178)</u>

Net change in cash and cash equivalents (including County Investment Pool)	12,443,653
Cash and cash equivalents at beginning of year	<u>57,590,439</u>
Cash and cash equivalents at end of year	<u>\$ 70,034,092</u>

SONOMA CLEAN POWER AUTHORITY
STATEMENT OF CASH FLOWS (continued)
July 1, 2019 through January 31, 2020

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

Operating income	\$ 18,118,633
Adjustments to reconcile operating income to net cash provided (used) by operating activities	
Depreciation expense	37,096
Revenue adjusted for allowance for uncollectible accounts	874,505
(Increase) decrease in:	
Accounts receivable	(451,928)
Other receivables	(1,029,736)
Accrued revenue	2,281,106
Prepaid expenses	332,720
Deposits	(425,000)
Increase (decrease) in:	
Accounts payable	(326,746)
Accrued cost of electricity	196,282
Advance from grantors	(97,625)
Accrued liabilities	2,865,993
User taxes due to other governments	(50,416)
Supplier security deposits	(14,600)
Net cash provided (used) by operating activities	<u>\$ 22,310,284</u>