



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 February 29, 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 26, 2020

SONOMA CLEAN POWER AUTHORITY

STATEMENT OF NET POSITION

As of February 29, 2020

ASSETS

Current assets	
Cash and cash equivalents	\$ 69,444,201
Accounts receivable, net of allowance	16,247,647
Other receivables	3,969,654
Accrued revenue	7,776,329
Prepaid expenses	1,239,114
Deposits and other current assets	757,079
Investments	20,133,474
Total current assets	<u>119,567,498</u>
Noncurrent assets	
Land and construction-in-progress	6,167,543
Capital assets, net of depreciation	160,256
Deposits and other noncurrent assets	5,459,242
Total noncurrent assets	<u>11,787,041</u>
Total assets	<u>131,354,539</u>

LIABILITIES

Current liabilities	
Accounts payable	1,385,627
Accrued cost of electricity	15,730,339
Advanced from grantors	347,000
Other accrued liabilities	2,934,141
User taxes and energy surcharges due to other governments	484,782
Total current liabilities	<u>20,881,889</u>

NET POSITION

Investment in capital assets	6,327,799
Unrestricted	104,144,851
Total net position	<u>\$ 110,472,650</u>

SONOMA CLEAN POWER AUTHORITY
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
July 1, 2019 through February 29, 2020

OPERATING REVENUES

Electricity sales, net	\$ 126,870,702
Evergreen electricity premium	390,698
Grant revenue	2,866,814
Total operating revenues	<u>130,128,214</u>

OPERATING EXPENSES

Cost of electricity	99,262,586
Contract services	9,294,014
Staff compensation	2,732,379
General and administration	708,036
Program rebates and incentives	438,396
Depreciation	42,698
Total operating expenses	<u>112,478,109</u>
Operating income	<u>17,650,105</u>

NONOPERATING REVENUES (EXPENSES)

Interest income	903,278
Other nonoperating revenue	710
Total nonoperating revenues (expenses)	<u>903,988</u>

CHANGE IN NET POSITION

	18,554,093
Net position at beginning of period	<u>91,918,557</u>
Net position at end of period	<u>\$ 110,472,650</u>

SONOMA CLEAN POWER AUTHORITY

STATEMENT OF CASH FLOWS July 1, 2019 through February 29, 2020

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from customers	\$ 132,640,144
Receipts from grantors	1,021,283
Other operating receipts	20,000
Payments to electricity suppliers	(98,157,440)
Payments for other goods and services	(8,309,010)
Payments for staff compensation	(2,838,309)
Tax and surcharge payments to other governments	(1,758,210)
Payments for program rebates and incentives	(506,621)
Net cash provided (used) by operating activities	<u>22,111,837</u>

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Payments to acquire capital assets	<u>(1,222,170)</u>
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CASH FLOWS FROM INVESTING ACTIVITIES

Interest income received	689,858
Proceeds from certificates of deposit matured	10,274,237
Purchase of certificates of deposit	(20,000,000)
Net cash provided (used) by investing activities	<u>(9,035,905)</u>

Net change in cash and cash equivalents (including County Investment Pool)	11,853,762
Cash and cash equivalents at beginning of year	57,590,439
Cash and cash equivalents at end of year	<u>\$ 69,444,201</u>

SONOMA CLEAN POWER AUTHORITY
STATEMENT OF CASH FLOWS (continued)
July 1, 2019 through February 29, 2020

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

Operating income	\$ 17,650,105
Adjustments to reconcile operating income to net cash provided (used) by operating activities	
Depreciation expense	42,698
Revenue adjusted for allowance for uncollectible accounts	974,251
(Increase) decrease in:	
Accounts receivable	27,011
Other receivables	(2,819,763)
Accrued revenue	2,632,822
Prepaid expenses	378,022
Deposits	(425,000)
Increase (decrease) in:	
Accounts payable	(545,500)
Accrued cost of electricity	1,165,807
Advance from grantors	(97,625)
Accrued liabilities	3,157,159
User taxes due to other governments	(13,550)
Supplier security deposits	(14,600)
Net cash provided (used) by operating activities	<u>\$ 22,111,837</u>