



## 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 May 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  
June 25, 2020

# SONOMA CLEAN POWER AUTHORITY

## STATEMENT OF NET POSITION

As of May 31, 2020

### ASSETS

Current assets	
Cash and cash equivalents	\$ 66,338,508
Accounts receivable, net of allowance	17,592,366
Other receivables	2,640,336
Accrued revenue	10,399,908
Prepaid expenses	1,113,540
Deposits	757,079
Investments	20,212,350
Total current assets	<u>119,054,087</u>
Noncurrent assets	
Land and construction-in-progress	7,036,818
Capital assets, net of depreciation	146,549
Deposits	5,459,242
Total noncurrent assets	<u>12,642,609</u>
Total assets	<u>131,696,696</u>

### LIABILITIES

Current liabilities	
Accounts payable	1,867,693
Accrued cost of electricity	13,726,490
Advanced from grantors	300,625
Other accrued liabilities	730,153
User taxes and energy surcharges due to other governments	458,555
Total current liabilities	<u>17,083,516</u>

### NET POSITION

Investment in capital assets	7,183,367
Unrestricted	107,429,813
Total net position	<u>\$ 114,613,180</u>

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

**OPERATING REVENUES**

Electricity sales, net	\$ 170,992,476
Evergreen electricity premium	553,446
Grant revenue	2,516,104
Total operating revenues	<u>174,062,026</u>

**OPERATING EXPENSES**

Cost of electricity	137,743,050
Contract services	9,413,350
Staff compensation	3,876,820
General and administration	1,006,451
Program rebates and incentives	587,446
Depreciation	59,788
Total operating expenses	<u>152,686,905</u>
Operating income	<u>21,375,121</u>

**NONOPERATING REVENUES (EXPENSES)**

Interest income	1,318,792
Other nonoperating revenue	710
Total nonoperating revenues (expenses)	<u>1,319,502</u>

**CHANGE IN NET POSITION**

Net position at beginning of period	<u>91,918,557</u>
Net position at end of period	<u>\$ 114,613,180</u>

# SONOMA CLEAN POWER AUTHORITY

## STATEMENT OF CASH FLOWS July 1, 2019 through May 31, 2020

### CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from customers	\$ 173,525,754
Receipts from grantors	1,020,911
Other operating receipts	20,000
Payments to electricity suppliers	(137,301,485)
Payments for other goods and services	(10,613,307)
Payments for staff compensation	(3,900,390)
Tax and surcharge payments to other governments	(2,353,823)
Payments for program rebates and incentives	(868,593)
Net cash provided (used) by operating activities	<u>19,529,067</u>

### CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Payments to acquire capital assets	<u>(1,997,934)</u>
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### CASH FLOWS FROM INVESTING ACTIVITIES

Interest income received	942,699
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>(8,783,064)</u>

Net change in cash and cash equivalents (including County Investment Pool)	8,748,069
Cash and cash equivalents at beginning of year	<u>57,590,439</u>
Cash and cash equivalents at end of year	<u>\$ 66,338,508</u>

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

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

Operating income	\$ 21,375,121
Adjustments to reconcile operating income to net cash provided (used) by operating activities	
Depreciation expense	59,788
Revenue adjusted for allowance for uncollectible accounts	1,313,386
(Increase) decrease in:	
Accounts receivable	(1,656,847)
Other receivables	(1,406,647)
Accrued revenue	9,243
Prepaid expenses	503,596
Deposits	(425,000)
Increase (decrease) in:	
Accounts payable	(131,876)
Accrued cost of electricity	269,802
Advance from grantors	(144,000)
Accrued liabilities	(183,122)
User taxes due to other governments	(39,777)
Supplier security deposits	(14,600)
Net cash provided (used) by operating activities	<u>\$ 19,529,067</u>