



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, 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.

Accounting principles generally accepted in the United States of America require that deferred inflows of financial resources be presented in the statement of net position. As of the date of issuance, the amount of the rate stabilization contribution has not been determined and is presented as \$0 in the statement of net position. Further, net position as of the beginning of the period is subject to change pending the results of the audit of the annual financial statements for the year ended June 30, 2020.

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 9, 2020

SONOMA CLEAN POWER AUTHORITY

STATEMENT OF NET POSITION

As of July 31, 2020

ASSETS

Current assets	
Cash and cash equivalents	\$ 68,409,680
Accounts receivable, net of allowance	22,857,324
Other receivables	3,019,543
Accrued revenue	9,553,471
Prepaid expenses	1,102,647
Deposits	357,079
Investments	20,264,919
Total current assets	<u>125,564,663</u>
Noncurrent assets	
Land and construction-in-progress	8,860,073
Capital assets, net of depreciation	154,939
Deposits	5,430,922
Total noncurrent assets	<u>14,445,934</u>
Total assets	<u>140,010,597</u>

LIABILITIES

Current liabilities	
Accounts payable	2,048,442
Accrued cost of electricity	16,587,887
Advanced from grantors	154,875
Other accrued liabilities	812,286
User taxes and energy surcharges due to other governments	521,253
Total current liabilities	<u>20,124,743</u>
Total liabilities	<u>20,124,743</u>

DEFERRED INFLOWS OF RESOURCES

Rate Stabilization Fund	-
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NET POSITION

Investment in capital assets	9,015,012
Unrestricted	110,870,842
Total net position	<u>\$ 119,885,854</u>

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

OPERATING REVENUES

Electricity sales, net	\$ 19,532,333
Evergreen electricity premium	60,548
Grant revenue	79,000
Total operating revenues	<u>19,671,881</u>

OPERATING EXPENSES

Cost of electricity	15,430,790
Contract services	640,813
Staff compensation	388,172
General and administration	98,694
Program rebates and incentives	101,275
Depreciation	5,772
Total operating expenses	<u>16,665,516</u>
Operating income	<u>3,006,365</u>

NONOPERATING REVENUES (EXPENSES)

Interest income	106,683
Total nonoperating revenues (expenses)	<u>106,683</u>

CHANGE IN NET POSITION

	3,113,048
Net position at beginning of period	<u>116,772,806</u>
Net position at end of period	<u>\$ 119,885,854</u>

SONOMA CLEAN POWER AUTHORITY

STATEMENT OF CASH FLOWS

July 1, 2020 through July 31, 2020

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from customers	\$ 19,289,670
Other operating receipts	428,320
Payments to electricity suppliers	(14,106,477)
Payments for other goods and services	(881,064)
Payments for staff compensation	(457,120)
Tax and surcharge payments to other governments	(306,064)
Payments for program rebates and incentives	<u>(54,889)</u>
Net cash provided (used) by operating activities	<u>3,912,376</u>

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Payments to acquire capital assets	<u>(544,554)</u>
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CASH FLOWS FROM INVESTING ACTIVITIES

Interest income received	<u>163,005</u>
Net cash provided (used) by investing activities	<u>163,005</u>

Net change in cash and cash equivalents (including County Investment Pool)	3,530,827
Cash and cash equivalents at beginning of year	<u>64,878,853</u>
Cash and cash equivalents at end of year	<u>\$ 68,409,680</u>

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

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

Operating income	\$ 3,006,365
Adjustments to reconcile operating income to net cash provided (used) by operating activities	
Depreciation expense	5,772
Revenue adjusted for allowance for uncollectible accounts	248,010
(Increase) decrease in:	
Accounts receivable	(1,451,382)
Other receivables	(230,643)
Accrued revenue	641,987
Prepaid expenses	(24,400)
Deposits	428,320
Increase (decrease) in:	
Accounts payable	123,885
Accrued cost of electricity	470,266
Advance from grantors	(34,000)
Accrued liabilities	776,084
User taxes due to other governments	(47,888)
Net cash provided (used) by operating activities	<u>\$ 3,912,376</u>