



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 October 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
December 4, 2020

SONOMA CLEAN POWER AUTHORITY

STATEMENT OF NET POSITION

As of October 31, 2020

ASSETS

Current assets	
Cash and cash equivalents	\$ 67,116,550
Accounts receivable, net of allowance	24,303,059
Other receivables	4,130,774
Accrued revenue	10,243,482
Prepaid expenses	1,037,471
Deposits	407,079
Total current assets	<u>107,238,415</u>
Noncurrent assets	
Unrestricted cash in Rate Stabilization Fund	22,000,000
Land and construction-in-progress	12,857,551
Capital assets, net of depreciation	209,672
Deposits	5,430,922
Total noncurrent assets	<u>40,498,145</u>
Total assets	<u>147,736,560</u>

LIABILITIES

Current liabilities	
Accrued cost of electricity	15,517,295
Accounts payable	3,220,419
Advanced from grantors	154,875
Other accrued liabilities	1,016,636
User taxes and energy surcharges due to other governments	535,834
Total current liabilities	<u>20,445,059</u>

DEFERRED INFLOWS OF RESOURCES

Rate Stabilization Fund	22,000,000
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NET POSITION

Investment in capital assets	13,067,223
Unrestricted	92,224,278
Total net position	<u>\$ 105,291,501</u>

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

OPERATING REVENUES

Electricity sales, net	\$ 78,656,635
Evergreen electricity premium	423,215
Grant revenue	785,137
Total operating revenues	<u>79,864,987</u>

OPERATING EXPENSES

Cost of electricity	64,769,872
Contract services	3,073,259
Staff compensation	1,535,667
General and administration	387,411
Program rebates and incentives	103,426
Depreciation	25,384
Total operating expenses	<u>69,895,019</u>
Operating income	<u>9,969,968</u>

NONOPERATING REVENUES (EXPENSES)

Interest income	330,130
Other nonoperating revenue	7,009
Nonoperating revenues (expenses), net	<u>337,139</u>

CHANGE IN NET POSITION

Net position at beginning of period	<u>94,984,394</u>
Net position at end of period	<u>\$ 105,291,501</u>

SONOMA CLEAN POWER AUTHORITY

STATEMENT OF CASH FLOWS July 1, 2020 through October 31, 2020

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from customers	\$ 77,380,248
Other operating receipts	428,320
Payments to electricity suppliers	(64,272,884)
Payments for other goods and services	(3,576,560)
Payments for staff compensation	(1,553,874)
Tax and surcharge payments to other governments	(1,030,833)
Payments for program rebates and incentives	(905,013)
Net cash provided (used) by operating activities	<u>6,469,404</u>

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Payments to acquire capital assets	<u>(3,265,458)</u>
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CASH FLOWS FROM INVESTING ACTIVITIES

Interest income received	530,445
Proceeds from certificates of deposit matured	<u>20,291,718</u>
Net cash provided (used) by investing activities	<u>20,822,163</u>

Net change in cash and cash equivalents	24,026,109
Cash and cash equivalents at beginning of year	<u>65,090,441</u>
Cash and cash equivalents at end of year	<u>\$ 89,116,550</u>

Reconciliation to the Statement of Net Position

Cash and cash equivalents (current)	\$ 67,116,550
Cash and cash equivalents (noncurrent)	<u>22,000,000</u>
Cash and cash equivalents	<u>\$ 89,116,550</u>

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

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

Operating income	\$ 9,969,968
Adjustments to reconcile operating income to net cash provided (used) by operating activities	
Depreciation expense	25,384
Revenue adjusted for allowance for uncollectible accounts	1,001,010
(Increase) decrease in:	
Accounts receivable	(3,650,117)
Other receivables	(1,512,667)
Accrued revenue	(48,024)
Prepaid expenses	40,776
Deposits	378,320
Increase (decrease) in:	
Accrued cost of electricity	(1,419,041)
Accounts payable	138,520
Advance from grantors	(34,000)
Accrued liabilities	1,612,582
User taxes due to other governments	(33,307)
Net cash provided (used) by operating activities	<u>\$ 6,469,404</u>