



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 August 31, 2021, 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
October 14, 2021

SONOMA CLEAN POWER AUTHORITY

STATEMENT OF NET POSITION

As of August 31, 2021

ASSETS

Current assets	
Cash and cash equivalents	\$ 53,795,243
Accounts receivable, net of allowance	21,205,155
Other receivables	2,108,040
Accrued revenue	9,437,270
Prepaid expenses	1,252,590
Deposits	4,042,916
Total current assets	<u>91,841,214</u>
Noncurrent assets	
Unrestricted cash in Rate Stabilization Fund	22,000,000
Land	860,520
Capital assets, net of depreciation	19,270,667
Deposits	6,160,922
Total noncurrent assets	<u>48,292,109</u>
Total assets	<u>140,133,323</u>

LIABILITIES

Current liabilities	
Accrued cost of electricity	12,957,338
Accounts payable	1,513,754
Other accrued liabilities	1,693,427
User taxes and energy surcharges due to other governments	559,651
Total current liabilities	<u>16,724,170</u>

DEFERRED INFLOWS OF RESOURCES

Rate Stabilization Fund	22,000,000
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NET POSITION

Investment in capital assets	20,131,187
Unrestricted	81,277,966
Total net position	<u>\$ 101,409,153</u>

SONOMA CLEAN POWER AUTHORITY
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
July 1, 2021 through August 31, 2021

OPERATING REVENUES

Electricity sales, net	\$ 33,905,875
Evergreen electricity premium	343,598
Liquidated damages	150,672
Total operating revenues	<u>34,400,145</u>

OPERATING EXPENSES

Cost of electricity	33,920,579
Contract services	1,360,955
Staff compensation	874,099
General and administration	342,680
Depreciation	225,605
Total operating expenses	<u>36,723,918</u>
Operating income (loss)	<u>(2,323,773)</u>

NONOPERATING REVENUES (EXPENSES)

Interest income	44,711
Nonoperating revenues (expenses), net	<u>44,711</u>

CHANGE IN NET POSITION

	(2,279,062)
Net position at beginning of period	<u>103,688,215</u>
Net position at end of period	<u><u>\$ 101,409,153</u></u>

SONOMA CLEAN POWER AUTHORITY

STATEMENT OF CASH FLOWS July 1, 2021 through August 31, 2021

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from customers	\$ 31,793,043
Other operating receipts	541,031
Payments to electricity suppliers	(35,778,795)
Payments for other goods and services	(2,011,878)
Payments for staff compensation	(858,809)
Tax and surcharge payments to other governments	(392,738)
Payments for program rebates and incentives	<u>(25,816)</u>
Net cash provided (used) by operating activities	<u>(6,733,962)</u>

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Payments to acquire capital assets	<u>(2,626,986)</u>
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CASH FLOWS FROM INVESTING ACTIVITIES

Interest income received	<u>59,825</u>
Net cash provided (used) by investing activities	<u>59,825</u>

Net change in cash and cash equivalents	(9,301,123)
Cash and cash equivalents at beginning of year	<u>85,096,366</u>
Cash and cash equivalents at end of period	<u>\$ 75,795,243</u>

Reconciliation to the Statement of Net Position

Unrestricted cash and cash equivalents (current)	\$ 53,795,243
Unrestricted cash and cash equivalents (noncurrent)	<u>22,000,000</u>
Cash and cash equivalents	<u>\$ 75,795,243</u>

SONOMA CLEAN POWER AUTHORITY
STATEMENT OF CASH FLOWS (continued)
July 1, 2021 through August 31, 2021

**RECONCILIATION OF OPERATING INCOME (LOSS) TO NET
CASH PROVIDED (USED) BY OPERATING ACTIVITIES**

Operating income (loss)	\$ (2,323,773)
Adjustments to reconcile operating income to net cash provided (used) by operating activities	
Depreciation expense	225,605
Revenue adjusted for allowance for uncollectible accounts	698,969
(Increase) decrease in:	
Accounts receivable	(3,128,995)
Other receivables	(580,196)
Accrued revenue	(458,667)
Prepaid expenses	(142,248)
Deposits	(250,000)
Increase (decrease) in:	
Accrued cost of electricity	(1,140,969)
Accounts payable	(337,463)
Accrued liabilities	(162,394)
User taxes due to other governments	39,523
Supplier security deposits	826,646
Net cash provided (used) by operating activities	<u>\$ (6,733,962)</u>