



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, 2025, and the related statement of revenues, expenses, and changes in net position, and the statement of cash flows for the eleven months 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
July 31, 2025

SONOMA CLEAN POWER AUTHORITY

STATEMENT OF NET POSITION

As of May 31, 2025

ASSETS

Current assets

Cash and cash equivalents - unrestricted	\$ 121,608,576
Cash and cash equivalents - restricted for grant purposes	2,002,255
Accounts receivable, net of allowance	11,438,489
Other receivables	5,546,799
Accrued revenue	10,340,438
Prepaid expenses	1,424,103
Deposits	6,117,990
Investments	69,852,022
Total current assets	<u>228,330,672</u>

Noncurrent assets

Cash and cash equivalents - unrestricted	56,000,000
Investments	88,861,759
Other receivables	911,572
Deposits	16,000
Capital assets, net of depreciation	17,630,944
Total noncurrent assets	<u>163,420,275</u>
Total assets	<u>391,750,947</u>

LIABILITIES

Current liabilities

Accrued cost of electricity	20,375,549
Accounts payable	1,474,892
Advances from grantors	2,002,255
Other accrued liabilities	2,077,478
User taxes and energy surcharges due to other governments	583,908
Supplier security deposits	6,754,235
Total current liabilities	<u>33,268,317</u>

Noncurrent liabilities

Supplier security deposits	1,380,121
Total liabilities	<u>34,648,438</u>

DEFERRED INFLOWS OF RESOURCES

Rate stabilization fund	<u>56,000,000</u>
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NET POSITION

Investment in capital assets	17,630,944
Unrestricted	283,471,565
Total net position	<u><u>\$ 301,102,509</u></u>

SONOMA CLEAN POWER AUTHORITY
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
Eleven Months Ended May 31, 2025

OPERATING REVENUES

Electricity sales, net	\$ 235,283,554
Evergreen electricity premium	2,877,454
Miscellaneous income	4,178,074
Grant revenue	380,121
Total operating revenues	<u>242,719,203</u>

OPERATING EXPENSES

Cost of electricity	160,168,099
Contract services	8,954,496
Staff compensation	10,037,358
Program rebates and incentives	2,261,341
Other operating expenses	2,282,540
Depreciation	1,313,673
Total operating expenses	<u>185,017,507</u>
Operating income	<u>57,701,696</u>

NONOPERATING REVENUES (EXPENSES)

Investment income	13,882,196
Nonoperating revenues (expenses), net	<u>13,882,196</u>

CHANGE IN NET POSITION

	71,583,892
Net position at beginning of year	229,518,617
Net position at end of period	<u><u>\$ 301,102,509</u></u>

SONOMA CLEAN POWER AUTHORITY

STATEMENT OF CASH FLOWS Eleven Months Ended May 31, 2025

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from customers	\$ 256,675,495
Receipts of security deposits	9,880,235
Other operating receipts	4,749,119
Payments to electricity suppliers	(165,542,349)
Payments for other goods and services	(11,218,805)
Payments for staff compensation	(9,907,825)
Payments for program rebates and incentives	(2,228,158)
Payments of taxes and surcharges to other governments	(3,263,690)
Net cash provided (used) by operating activities	<u>79,144,022</u>

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Purchases of capital assets	<u>(371,645)</u>
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CASH FLOWS FROM INVESTING ACTIVITIES

Investment income received	11,281,468
Proceeds from sales and maturities of investments	149,630,325
Purchase of investments	<u>(129,756,464)</u>
Net cash provided (used) by investing activities	<u>31,155,329</u>

Net change in cash and cash equivalents	109,927,706
Cash and cash equivalents at beginning of year	<u>69,683,125</u>
Cash and cash equivalents at end of period	<u><u>\$ 179,610,831</u></u>

Reconciliation to the Statement of Net Position

Cash and cash equivalents - unrestricted (current)	121,608,576
Cash and cash equivalents - restricted (current)	2,002,255
Cash and cash equivalents - unrestricted (noncurrent)	<u>56,000,000</u>
Cash and cash equivalents	<u><u>179,610,831</u></u>

NONCASH INVESTING ACTIVITIES

Unrealized appreciation and timing differences in investment income	\$ 2,600,728
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SONOMA CLEAN POWER AUTHORITY

STATEMENT OF CASH FLOWS

(Continued)

Eleven Months Ended May 31, 2025

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

Operating income (loss)	\$ 57,701,696
Adjustments to reconcile operating income to net cash provided (used) by operating activities:	
Depreciation expense	1,313,673
(Increase) decrease in:	
Accounts receivable, net	10,732,058
Other receivables	(2,319,295)
Accrued revenue	4,634,181
Prepaid expenses	(532,097)
Deposits	(3,462,375)
Increase (decrease) in:	
Accrued cost of electricity	5,482,525
Accounts payable	422,308
Advances from grantors	(380,121)
Accrued liabilities	(883,323)
User taxes due to other governments	(115,443)
Supplier security deposits	6,550,235
Net cash provided (used) by operating activities	<u>\$ 79,144,022</u>