



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 January 31, 2026, and the related statement of revenues, expenses, and changes in net position, and the statement of cash flows for the seven 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
March 5, 2026

SONOMA CLEAN POWER AUTHORITY

STATEMENT OF NET POSITION

As of January 31, 2026

ASSETS

Current assets	
Cash and cash equivalents	\$ 237,967,851
Accounts receivable, net of allowance	15,579,006
Other receivables	3,974,408
Accrued revenue	8,418,295
Prepaid expenses	1,102,411
Loan receivable	6,101
Deposits	930,008
Investments	97,424,482
Total current assets	<u>365,402,562</u>
Noncurrent assets	
Investments	79,542,816
Loan receivable	3,319,560
Other receivables	806,006
Deposits	16,000
Capital assets, net of depreciation	18,173,060
Total noncurrent assets	<u>101,857,442</u>
Total assets	<u>467,260,004</u>

LIABILITIES

Current liabilities	
Accrued cost of electricity	20,516,686
Accounts payable	2,196,237
Other accrued liabilities	2,204,326
User taxes and energy surcharges due to other governments	571,829
Supplier security deposits	510,000
Total current liabilities	<u>25,999,078</u>
Noncurrent liabilities	
Supplier security deposits	1,332,121
Total liabilities	<u>27,331,199</u>

DEFERRED INFLOWS OF RESOURCES

Rate stabilization fund	<u>137,500,000</u>
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NET POSITION

Investment in capital assets	17,813,545
Unrestricted	284,615,260
Total net position	<u>\$ 302,428,805</u>

SONOMA CLEAN POWER AUTHORITY
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
Seven Months Ended January 31, 2026

OPERATING REVENUES

Electricity sales, net	\$ 153,646,506
Evergreen electricity premium	1,851,384
Liquidated damages	15,032,388
Grant revenue	355,174
Total operating revenues	170,885,452

OPERATING EXPENSES

Cost of electricity	91,018,840
Contract services	5,626,542
Staff compensation	7,073,359
Program rebates and incentives	1,629,692
Other operating expenses	1,737,401
Depreciation	834,891
Total operating expenses	107,920,725
Operating income	62,964,727

NONOPERATING REVENUES (EXPENSES)

Investment income	9,866,873
Charitable contribution	(250,000)
Nonoperating revenues (expenses), net	9,616,873

CHANGE IN NET POSITION

	72,581,600
Net position at beginning of year	229,847,205
Net position at end of period	\$ 302,428,805

SONOMA CLEAN POWER AUTHORITY

STATEMENT OF CASH FLOWS Seven Months Ended January 31, 2026

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from customers	\$ 160,898,747
Receipts from grantors	301,811
Receipts of security deposits and liquidated damages revenue	19,651,124
Receipts from wholesale sales and other operating activities	26,240,975
Payments to electricity suppliers	(113,858,440)
Payments for other goods and services	(7,670,291)
Payments for staff compensation	(7,140,149)
Payments for program rebates and incentives	(1,541,435)
Payments of taxes and surcharges to other governments	(2,128,475)
Deposits and collateral paid	<u>(2,054,000)</u>
Net cash provided (used) by operating activities	<u>72,699,867</u>

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Purchases of capital assets	<u>(1,056,432)</u>
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CASH FLOWS FROM INVESTING ACTIVITIES

Investment income received	7,286,016
Proceeds from sales and maturities of investments	13,485,980
Loan principal received	1,323
Purchase of investments	(28,037,885)
Loan issued	<u>(3,326,984)</u>
Net cash provided (used) by investing activities	<u>(10,591,550)</u>

Net change in cash and cash equivalents	61,051,885
Cash and cash equivalents at beginning of year	<u>176,915,966</u>
Cash and cash equivalents at end of period	<u>\$ 237,967,851</u>

SUPPLEMENTAL CASH FLOW INFORMATION

Capital acquisitions included in accounts payable and other liabilities	\$ 359,515
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NONCASH INVESTING ACTIVITIES

Change in fair value of investments	\$ 2,594,448
Change in interest receivable	\$ (13,591)

SONOMA CLEAN POWER AUTHORITY

STATEMENT OF CASH FLOWS

(Continued)

Seven Months Ended January 31, 2026

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

Operating income (loss)	\$ 62,964,727
Adjustments to reconcile operating income to net cash provided (used) by operating activities:	
Depreciation expense	834,891
Charitable contributions considered an operating activity for cash flow purposes only	(250,000)
(Increase) decrease in:	
Accounts receivable, net of allowance	(866,938)
Other receivables	2,442,849
Accrued revenue	4,211,670
Prepaid expenses	422,594
Deposits	5,599,065
Increase (decrease) in:	
Accrued cost of electricity	872,312
Accounts payable	193,218
Other accrued liabilities	284,182
User taxes due to other governments	(72,350)
Supplier security deposits	(3,936,353)
Net cash provided (used) by operating activities	<u>\$ 72,699,867</u>