



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 February 28, 2026, and the related statement of revenues, expenses, and changes in net position, and the statement of cash flows for the eight 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
April 3, 2026

SONOMA CLEAN POWER AUTHORITY

STATEMENT OF NET POSITION

As of February 28, 2026

ASSETS

Current assets	
Cash and cash equivalents	\$ 232,505,600
Accounts receivable, net of allowance	11,351,960
Other receivables	3,556,465
Accrued revenue	8,347,694
Prepaid expenses	896,098
Loan receivable	12,229
Deposits	848,445
Investments	99,793,404
Total current assets	<u>357,311,895</u>
Noncurrent assets	
Investments	78,307,756
Loan receivable	3,417,071
Other receivables	794,520
Deposits	16,000
Capital assets, net of depreciation	23,047,988
Total noncurrent assets	<u>105,583,335</u>
Total assets	<u>462,895,229</u>

LIABILITIES

Current liabilities	
Accrued cost of electricity	21,036,795
Accounts payable	1,183,159
Other accrued liabilities	1,826,609
User taxes and energy surcharges due to other governments	570,671
Supplier security deposits	510,000
Total current liabilities	<u>25,127,234</u>
Noncurrent liabilities	
Supplier security deposits	1,053,421
Total liabilities	<u>26,180,655</u>

DEFERRED INFLOWS OF RESOURCES

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

Investment in capital assets	22,819,335
Unrestricted	276,395,239
Total net position	<u>\$ 299,214,574</u>

SONOMA CLEAN POWER AUTHORITY
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
Eight Months Ended February 28, 2026

OPERATING REVENUES

Electricity sales, net	\$ 166,258,358
Evergreen electricity premium	2,102,616
Liquidated damages	15,034,329
Grant revenue	355,174
Total operating revenues	<u>183,750,477</u>

OPERATING EXPENSES

Cost of electricity	106,220,434
Contract services	6,227,553
Staff compensation	8,437,567
Program rebates and incentives	1,825,335
Other operating expenses	2,042,279
Depreciation	903,841
Total operating expenses	<u>125,657,009</u>
Operating income	<u>58,093,468</u>

NONOPERATING REVENUES (EXPENSES)

Investment income	11,523,901
Charitable contribution	(250,000)
Nonoperating revenues (expenses), net	<u>11,273,901</u>

CHANGE IN NET POSITION

	69,367,369
Net position at beginning of year	229,847,205
Net position at end of period	<u><u>\$ 299,214,574</u></u>

SONOMA CLEAN POWER AUTHORITY

STATEMENT OF CASH FLOWS Eight Months Ended February 28, 2026

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from customers	\$ 178,262,773
Receipts from grantors	301,811
Receipts of security deposits and liquidated damages revenue	19,653,065
Receipts from wholesale sales and other operating activities	26,923,284
Payments to electricity suppliers	(129,048,814)
Payments for other goods and services	(9,339,191)
Payments for staff compensation	(8,354,217)
Payments for program rebates and incentives	(1,591,626)
Payments of taxes and surcharges to other governments	(2,332,928)
Deposits and collateral paid	(2,903,400)
Net cash provided (used) by operating activities	<u>71,570,757</u>

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Purchases of capital assets	<u>(6,099,909)</u>
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CASH FLOWS FROM INVESTING ACTIVITIES

Investment income received	8,277,418
Proceeds from sales and maturities of investments	13,852,821
Loan principal received	1,323
Purchase of investments	(28,582,154)
Loan issued	(3,430,622)
Net cash provided (used) by investing activities	<u>(9,881,214)</u>

Net change in cash and cash equivalents	55,589,634
Cash and cash equivalents at beginning of year	176,915,966
Cash and cash equivalents at end of period	<u>\$ 232,505,600</u>

SUPPLEMENTAL CASH FLOW INFORMATION

Capital acquisitions included in accounts payable and other liabilities	\$ 228,653
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NONCASH INVESTING ACTIVITIES

Change in fair value of investments	\$ 3,574,868
Change in interest receivable	\$ (328,385)

SONOMA CLEAN POWER AUTHORITY

STATEMENT OF CASH FLOWS

(Continued)

Eight Months Ended February 28, 2026

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

Operating income (loss)	\$ 58,093,468
Adjustments to reconcile operating income to net cash provided (used) by operating activities:	
Depreciation expense	903,841
Charitable contributions considered an operating activity for cash flow purposes only	(250,000)
(Increase) decrease in:	
Accounts receivable, net of allowance	3,360,108
Other receivables	2,557,485
Accrued revenue	4,282,271
Prepaid expenses	628,907
Deposits	5,704,614
Increase (decrease) in:	
Accrued cost of electricity	1,568,428
Accounts payable	(688,998)
Other accrued liabilities	(280,106)
User taxes due to other governments	(73,508)
Supplier security deposits	(4,235,753)
Net cash provided (used) by operating activities	<u>\$ 71,570,757</u>