



## 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, 2017, and the related statement of revenues, expenses, and changes in net position, and the statement 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 disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Authority's financial position, results of operations, and cash flows. Accordingly, the 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  
February 23, 2017



# SONOMA CLEAN POWER AUTHORITY

## STATEMENT OF NET POSITION

As of January 31, 2017

### ASSETS

Current assets	
Cash and cash equivalents	\$ 38,410,772
Accounts receivable, net of allowance	15,795,492
Other receivables	72,489
Accrued revenue	6,475,803
Prepaid expenses	25,068
Deposits	305,941
Investments	7,007,726
Total current assets	<u>68,093,291</u>
Noncurrent assets	
Capital assets, net of depreciation	191,932
Deposits	3,714,666
Total noncurrent assets	<u>3,906,598</u>
Total assets	<u>71,999,889</u>

### LIABILITIES

Current liabilities	
Accounts payable	524,093
Accrued cost of electricity	19,639,727
Other accrued liabilities	250,145
User taxes and energy surcharges due to other governments	391,203
Total current liabilities	<u>20,805,168</u>
Noncurrent liabilities	
Supplier security deposits	<u>150,000</u>
Total liabilities	<u>20,955,168</u>

### NET POSITION

Net investment in capital assets	191,932
Unrestricted	50,852,789
Total net position	<u><u>\$ 51,044,721</u></u>

**SONOMA CLEAN POWER AUTHORITY**  
**STATEMENT OF REVENUES, EXPENSES**  
**AND CHANGES IN NET POSITION**  
**July 1, 2016 through January 31, 2017**

**OPERATING REVENUES**

Electricity sales, net	\$ 93,415,887
Evergreen electricity premium	132,053
Electricity sales for resale	7,398,819
Liquidated damages	368,441
Total operating revenues	<u>101,315,200</u>

**OPERATING EXPENSES**

Cost of electricity	84,879,863
Staff compensation	1,358,354
Data manager	1,688,002
Service fees - PG&E	607,782
Consultants and other professional fees	613,705
Legal	143,250
Communications	499,438
General and administration	239,806
Program rebates and incentives	803,588
Depreciation	27,868
Total operating expenses	<u>90,861,656</u>
Operating income	<u>10,453,544</u>

**NONOPERATING REVENUES (EXPENSES)**

Interest income	<u>112,437</u>
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**CHANGE IN NET POSITION**

	10,565,981
Net position at beginning of period	<u>40,478,740</u>
Net position at end of period	<u>\$ 51,044,721</u>

# SONOMA CLEAN POWER AUTHORITY

## STATEMENT OF CASH FLOWS July 1, 2016 through January 31, 2017

### CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from electricity sales	\$ 96,229,379
Receipts from electricity sales for resale	8,380,028
Receipts from liquidated damages	368,441
Receipts from supplier security deposits	150,000
Tax and surcharge receipts from customers	1,421,962
Payments to purchase electricity	(85,081,217)
Payments for staff compensation	(1,281,807)
Payments for contract services	(3,125,000)
Payments for communications	(534,659)
Payments for general and administration	(261,065)
Payments for program rebates and incentives	(898,588)
Tax and surcharge payments to other governments	(1,493,811)
Net cash provided (used) by operating activities	<u>13,873,663</u>

### CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES

Deposits and collateral paid	(3,470,000)
Deposits and collateral returned	300,000
Net cash provided (used) by non-capital financing activities	<u>(3,170,000)</u>

### CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Acquisition of capital assets	<u>(24,231)</u>
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### CASH FLOWS FROM INVESTING ACTIVITIES

Interest income received	<u>100,173</u>
Net change in cash and cash equivalents	10,779,605
Cash and cash equivalents at beginning of year	<u>27,631,167</u>
Cash and cash equivalents at end of period	<u>\$ 38,410,772</u>

**SONOMA CLEAN POWER AUTHORITY**  
**STATEMENT OF CASH FLOWS (continued)**  
**July 1, 2016 through January 31, 2017**

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

Operating income	\$ 10,453,544
Adjustments to reconcile operating income to net cash provided (used) by operating activities	
Depreciation expense	27,868
Revenue reduced for uncollectible accounts	473,958
(Increase) decrease in net accounts receivable	(641,624)
(Increase) decrease in other receivables	981,209
(Increase) decrease in accrued revenue	2,849,104
(Increase) decrease in prepaid expenses	(4,920)
(Increase) decrease in current deposits	(95,941)
Increase (decrease) in accounts payable	(127,660)
Increase (decrease) in accrued cost of electricity	(750,447)
Increase (decrease) in accrued liabilities	630,421
Increase (decrease) in user taxes and energy surcharges due to other governments	(71,849)
Increase (decrease) in supplier security deposits	150,000
Net cash provided (used) by operating activities	<u>\$ 13,873,663</u>