



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 November 30, 2016, 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
January 5, 2017



SONOMA CLEAN POWER AUTHORITY

STATEMENT OF NET POSITION

As of November 30, 2016

ASSETS

Current assets	
Cash and cash equivalents	\$ 36,064,127
Accounts receivable, net of allowance	15,963,406
Other receivables	785,513
Accrued revenue	5,965,095
Prepaid expenses	34,550
Deposits	568,825
Investments	7,007,726
Total current assets	<u>66,389,242</u>
Noncurrent assets	
Capital assets, net of depreciation	193,577
Deposits	3,714,666
Total noncurrent assets	<u>3,908,243</u>
Total assets	<u>70,297,485</u>

LIABILITIES

Current liabilities	
Accounts payable	653,942
Accrued cost of electricity	19,503,786
Other accrued liabilities	229,781
User taxes and energy surcharges due to other governments	440,731
Total current liabilities	<u>20,828,240</u>
Noncurrent liabilities	
Supplier security deposits	<u>150,000</u>
Total liabilities	<u>20,978,240</u>

NET POSITION

Net investment in capital assets	193,577
Unrestricted	49,125,668
Total net position	<u>\$ 49,319,245</u>

SONOMA CLEAN POWER AUTHORITY
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
July 1, 2016 through November 30, 2016

OPERATING REVENUES

Electricity sales, net	\$ 68,311,863
Evergreen electricity premium	81,823
Electricity sales for resale	5,358,743
Liquidated damages	368,441
Total operating revenues	<u>74,120,870</u>

OPERATING EXPENSES

Cost of electricity	61,291,324
Staff compensation	930,203
Data manager	1,232,064
Service fees - PG&E	433,981
Consultants and other professional fees	408,649
Legal	104,617
Communications	406,743
General and administration	179,195
Program rebates and incentives	351,175
Depreciation	19,999
Total operating expenses	<u>65,357,950</u>
Operating income	<u>8,762,920</u>

NONOPERATING REVENUES (EXPENSES)

Interest income	<u>77,585</u>
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CHANGE IN NET POSITION

	8,840,505
Net position at beginning of period	<u>40,478,740</u>
Net position at end of period	<u>\$ 49,319,245</u>

SONOMA CLEAN POWER AUTHORITY

STATEMENT OF CASH FLOWS July 1, 2016 through November 30, 2016

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from electricity sales	\$ 71,417,919
Receipts from electricity sales for resale	5,991,865
Receipts from supplier security deposits	150,000
Tax and surcharge receipts from customers	1,029,637
Payments to purchase electricity	(61,628,619)
Payments for staff compensation	(880,598)
Payments for contract services	(2,171,887)
Payments for communications	(396,716)
Payments for general and administration	(197,501)
Payments for program rebates and incentives	(510,000)
Tax and surcharge payments to other governments	(1,051,958)
Net cash provided (used) by operating activities	<u>11,752,142</u>

CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES

Deposits and collateral paid	(3,470,000)
Deposits and collateral returned	<u>100,000</u>
Net cash provided (used) by non-capital financing activities	<u>(3,370,000)</u>

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Acquisition of capital assets	<u>(18,007)</u>
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CASH FLOWS FROM INVESTING ACTIVITIES

Interest income received	<u>68,825</u>
Net change in cash and cash equivalents	8,432,960
Cash and cash equivalents at beginning of year	<u>27,631,167</u>
Cash and cash equivalents at end of period	<u><u>\$ 36,064,127</u></u>

SONOMA CLEAN POWER AUTHORITY
STATEMENT OF CASH FLOWS (continued)
July 1, 2016 through November 30, 2016

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

Operating income	\$ 8,762,920
Adjustments to reconcile operating income to net cash provided (used) by operating activities	
Depreciation expense	19,999
Revenue reduced for uncollectible accounts	343,681
(Increase) decrease in net accounts receivable	(679,261)
(Increase) decrease in other receivables	264,681
(Increase) decrease in accrued revenue	3,359,812
(Increase) decrease in prepaid expenses	(14,402)
(Increase) decrease in current deposits	(158,825)
Increase (decrease) in accounts payable	2,189
Increase (decrease) in accrued cost of electricity	(1,284,276)
Increase (decrease) in accrued liabilities	1,007,945
Increase (decrease) in user taxes and energy surcharges due to other governments	(22,321)
Increase (decrease) in supplier security deposits	150,000
Net cash provided (used) by operating activities	<u>\$ 11,752,142</u>