



ACCOUNTANTS' COMPILATION REPORT

Management
Sonoma Clean Power Authority

We have compiled the accompanying statement of net position of Sonoma Clean Power Authority (a California Joint Powers Authority) as of January 31, 2014, and the statement of revenues, expenses, and changes in fund net position, and cash flows for the period then ended. We have not audited or reviewed the accompanying statements and, accordingly, do not express an opinion or provide any assurance about whether the statement of net position, the statement of revenues, expenses, and changes in fund net position, and the statement of cash flows are in accordance with accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the financial statement in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of a statement of net position and statement of revenues, expenses, and changes in fund net position without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the 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 Company'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.

Certain accounting functions provided by Maher Accountancy are considered management functions by the American Institute of Certified Public Accountants. Accordingly, we are not independent with respect to Sonoma Clean Power Authority.

Maher Accountancy

February 26, 2014



SONOMA CLEAN POWER AUTHORITY

STATEMENT OF NET POSITION

January 31, 2014

ASSETS

Current assets	
Cash and cash equivalents	\$ 1,780,113
Prepaid expenses	4,505
Total current assets	<u>1,784,618</u>
Noncurrent assets	
Capital assets, net of depreciation	65,331
Deposits	105,000
Total noncurrent assets	<u>170,331</u>
Total assets	<u><u>\$ 1,954,949</u></u>

LIABILITIES

Current liabilities	
Accounts payable	\$ 115,558
Other accrued liabilities	37,332
Total current liabilities	<u>152,890</u>
Noncurrent liabilities	
Lines of credit - FCB	2,495,000
Loan - SCWA	1,692,556
Total Noncurrent liabilities	<u>4,187,556</u>
Total liabilities	<u><u>4,340,446</u></u>

NET POSITION

Unrestricted	<u>(2,385,497)</u>
Total net position	<u><u>\$ (2,385,497)</u></u>

SONOMA CLEAN POWER AUTHORITY
STATEMENTS OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
July 1, 2013 through January 31, 2014

	Actual
OPERATING REVENUES	
Electricity sales	\$ -
OPERATING EXPENSES	
Staffing compensation	333,095
Consultants	423,330
Legal	236,830
Communications	80,259
General and administration	79,013
Total operating expenses	1,152,527
Operating income	(1,152,527)
NONOPERATING REVENUES (EXPENSES)	
Interest expense	(16,305)
Total nonoperating revenues (expenses)	(16,305)
CHANGES IN NET POSITION	
Increase (decrease) in net position	(1,168,832)
Net position at beginning of period	(1,216,665)
Net position at end of period	\$ (2,385,497)

SONOMA CLEAN POWER AUTHORITY

STATEMENT OF CASH FLOWS

July 1, 2013 through January 31, 2014

CASH FLOWS FROM OPERATING ACTIVITIES

Cash payments for staff compensation	\$ (168,244)
Cash payments for professional services	(360,282)
Cash payments for general and administration	(10,923)
Net cash provided (used) by operating activities	<u>(539,449)</u>

CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES

Loan proceeds from bank line of credit	2,495,000
Deposit to California Public Utilities Commission	(105,000)
Interest expense	(3,156)
Net cash provided (used) by non-capital financing activities	<u>2,386,844</u>

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Acquisition of capital assets	<u>(67,282)</u>
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Net increase in cash and cash equivalents	1,780,113
Cash and cash equivalents at beginning of year	-
Cash and cash equivalents at end of year	<u>\$ 1,780,113</u>

RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES

Operating income	\$ (1,152,527)
Adjustments to reconcile operating income to net cash provided (used) by operating activities	
Expenses financed by SCWA Loan	475,891
Depreciation expense	1,951
(Increase) decrease in prepaid expenses	(4,505)
Increase (decrease) in accounts payable	102,409
Increase (decrease) in accrued liabilities	37,332
Net cash provided by operating activities	<u>\$ (539,449)</u>