



## ACCOUNTANTS' COMPILATION REPORT

Management  
Sonoma Clean Power

Management is responsible for the accompanying financial statements of Sonoma Clean Power (a California Joint Powers Authority) which comprise the statement of net position as of August 31, 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  
September 27, 2016



# SONOMA CLEAN POWER AUTHORITY

## STATEMENT OF NET POSITION

As of August 31, 2016

### ASSETS

Current assets	
Cash and cash equivalents	\$ 32,134,842
Accounts receivable, net of allowance	16,970,243
Other receivables	1,671,868
Accrued revenue	7,478,527
Prepaid expenses	16,449
Investments	7,007,726
Total current assets	<u>65,279,655</u>
Noncurrent assets	
Capital assets, net of depreciation	200,460
Deposits	824,666
Total noncurrent assets	<u>1,025,126</u>
Total assets	<u>66,304,781</u>

### LIABILITIES

Current liabilities	
Accounts payable	570,915
Accrued cost of electricity	21,584,469
Other accrued liabilities	180,693
User taxes and energy surcharges due to other governments	455,851
Total current liabilities	<u>22,791,928</u>

### NET POSITION

Net investment in capital assets	200,460
Unrestricted	43,312,393
Total net position	<u>\$ 43,512,853</u>

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

**OPERATING REVENUES**

Electricity sales, net	\$ 28,610,282
Evergreen electricity premium	27,688
Electricity sales for resale	2,411,815
Total operating revenues	<u>31,049,785</u>

**OPERATING EXPENSES**

Cost of electricity	26,561,181
Staff compensation	352,164
Data manager	547,644
Service fees - PG&E	173,692
Consultants and other professional fees	153,793
Legal	37,907
Communications	114,406
General and administration	93,731
Depreciation	8,034
Total operating expenses	<u>28,042,552</u>
Operating income	<u>3,007,233</u>

**NONOPERATING REVENUES (EXPENSES)**

Interest income	<u>26,880</u>
-----------------	---------------

**CHANGE IN NET POSITION**

	3,034,113
Net position at beginning of period	<u>40,478,740</u>
Net position at end of period	<u>\$ 43,512,853</u>

# SONOMA CLEAN POWER AUTHORITY

## STATEMENT OF CASH FLOWS July 1, 2016 through August 31, 2016

### CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from customers	\$ 29,141,934
Receipts from electricity sales for resale	1,784,885
Tax and surcharge receipts from customers	435,359
Payments to purchase electricity	(24,811,621)
Payments for staff compensation	(356,839)
Payments for contract services	(989,641)
Payments for communications	(145,316)
Payments for general and administration	(52,977)
Tax and surcharge payments to other governments	(442,560)
Net cash provided (used) by operating activities	<u>4,563,224</u>

### CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES

Deposits and collateral paid	(110,000)
Deposits and collateral returned	40,000
Net cash provided (used) by non-capital financing activities	<u>(70,000)</u>

### CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Acquisition of capital assets	<u>(12,925)</u>
-------------------------------	-----------------

### CASH FLOWS FROM INVESTING ACTIVITIES

Interest income received	<u>23,376</u>
Net change in cash and cash equivalents	4,503,675
Cash and cash equivalents at beginning of year	<u>27,631,167</u>
Cash and cash equivalents at end of period	<u>\$ 32,134,842</u>

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

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

Operating income	\$ 3,007,233
Adjustments to reconcile operating income to net cash provided (used) by operating activities	
Depreciation expense	8,034
(Increase) decrease in net accounts receivable	(1,342,417)
(Increase) decrease in other receivables	(626,930)
(Increase) decrease in accrued revenue	1,846,380
(Increase) decrease in prepaid expenses	3,699
Increase (decrease) in accounts payable	(80,838)
Increase (decrease) in accrued cost of electricity	844,725
Increase (decrease) in accrued liabilities	910,539
Increase (decrease) in user taxes and energy surcharges due to other governments	(7,201)
Net cash provided (used) by operating activities	<u>\$ 4,563,224</u>