



ACCOUNTANTS' COMPILATION REPORT

Management
Clean Energy Alliance

Management is responsible for the accompanying financial statements of Clean Energy Alliance, a California Joint Powers Authority, which comprise the statement of net position as of December 31, 2022, and the related statement of revenues, expenses, and changes in net position, and the statement of 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 note disclosures required by accounting principles generally accepted in the United States of America in these interim financial statements. Clean Energy Alliance'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
January 25, 2023

CLEAN ENERGY ALLIANCE
STATEMENT OF NET POSITION
As of December 31, 2022

ASSETS

Current assets

Cash and cash equivalents	\$ 7,543,440
Accounts receivable, net of allowance	6,105,177
Accrued revenue	2,480,532
Other receivables	82,266
Prepaid expenses	2,754,794
Deposits	554,000
Total current assets	19,520,209

Noncurrent assets

Restricted cash	227,000
Deposits	1,115,000
Total noncurrent assets	1,342,000
Total assets	20,862,209

LIABILITIES

Current liabilities

Accrued cost of electricity	7,901,736
Accounts payable	232,929
Other accrued liabilities	596,340
Interest payable	104,813
Bank note payable	5,000,000
Total current liabilities	13,835,818

Noncurrent liabilities

Bank note payable	8,820,000
Due to member agencies	504,017
Total noncurrent liabilities	9,324,017
Total liabilities	23,159,835

NET POSITION

Unrestricted (deficit)	(2,297,626)
Total net position	\$ (2,297,626)

CLEAN ENERGY ALLIANCE
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
Six Months ended December 31, 2022

OPERATING REVENUES	
Electricity sales, net	\$ 40,240,954
OPERATING EXPENSES	
Cost of electricity	37,020,949
Contract services	1,221,106
General and administration	72,982
Total operating expenses	<u>38,315,037</u>
Operating income (loss)	<u>1,925,917</u>
NONOPERATING REVENUES (EXPENSES)	
Interest income	23,415
Interest expense	<u>(472,963)</u>
Nonoperating revenues (expenses), net	<u>(449,548)</u>
CHANGE IN NET POSITION	
Net position at beginning of period	<u>(3,773,995)</u>
Net position at end of period	<u><u>\$ (2,297,626)</u></u>

CLEAN ENERGY ALLIANCE
STATEMENT OF CASH FLOWS
Six Months Ended December 31, 2022

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from customers	\$ 44,651,637
Receipts of supplier security deposits	147,000
Payments to suppliers for electricity	(37,799,479)
Payments for goods and services	(764,120)
Payments for state surcharges	(100,884)
Payments for deposits and collateral	(54,000)
Net cash provided (used) by operating activities	6,080,154

CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES

Proceeds from note	300,000
Interest and related expense payments	(368,150)
Net cash provided (used) by non-capital financing activities	(68,150)

CASH FLOWS FROM INVESTING ACTIVITIES

Interest income received	23,415
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Net change in cash and cash equivalents	6,035,419
Cash and cash equivalents at beginning of period	1,735,021
Cash and cash equivalents at end of period	\$ 7,770,440

Reconciliation to the Statement of Net Position

Cash and cash equivalents (unrestricted)	\$ 7,543,440
Restricted cash	227,000
Cash and cash equivalents	\$ 7,770,440

CLEAN ENERGY ALLIANCE
STATEMENT OF CASH FLOWS (continued)
Six Months Ended December 31, 2022

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

Operating income	\$ 1,925,917
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities	
Provision for uncollectible accounts	506,027
(Increase) decrease in:	
Accounts receivable	2,473,699
Accrued revenue	1,325,891
Other receivables	103,092
Prepaid expenses	(2,626,637)
Deposits	93,000
Increase (decrease) in:	
Accrued cost of electricity	2,129,554
Accounts payable	84,030
Energy settlements payable	(373,400)
Other accrued liabilities	438,981
Net cash provided (used) by operating activities	<u>\$ 6,080,154</u>