



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 September 30, 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
October 28, 2022

CLEAN ENERGY ALLIANCE
STATEMENT OF NET POSITION
As of September 30, 2022

ASSETS

Current assets

| | |
|---------------------------|--------------|
| Cash and cash equivalents | \$ 6,452,406 |
| Accounts receivable, net | 11,507,887 |
| Accrued revenue | 5,701,344 |
| Prepaid expenses | 347,134 |
| Deposits | 500,000 |
| Total current assets | 24,508,771 |

Noncurrent assets

| | |
|-------------------------|------------|
| Restricted cash | 227,000 |
| Deposits | 1,115,000 |
| Total noncurrent assets | 1,342,000 |
| Total assets | 25,850,771 |

LIABILITIES

Current liabilities

| | |
|---------------------------|------------|
| Accrued cost of energy | 10,622,178 |
| Accounts payable | 206,002 |
| Deferred revenue | 164,000 |
| Other accrued liabilities | 259,884 |
| Total current liabilities | 11,252,064 |

Noncurrent liabilities

| | |
|------------------------------|------------|
| Due to member agencies | 504,017 |
| Bank note payable | 13,820,000 |
| Total noncurrent liabilities | 14,324,017 |
| Total liabilities | 25,576,081 |

NET POSITION

| | |
|--------------------|------------|
| Unrestricted | 274,690 |
| Total net position | \$ 274,690 |

CLEAN ENERGY ALLIANCE
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
Three Months ended September 30, 2022

| | |
|---|--------------------------|
| OPERATING REVENUES | |
| Electricity sales, net | \$ 25,953,421 |
| OPERATING EXPENSES | |
| Cost of electricity | 21,032,300 |
| Contract services | 631,957 |
| General and administration | 36,816 |
| Total operating expenses | <u>21,701,073</u> |
| Operating income (loss) | <u>4,252,348</u> |
| NONOPERATING REVENUES (EXPENSES) | |
| Interest income | 3,192 |
| Interest expense | <u>(206,855)</u> |
| Nonoperating revenues (expenses), net | <u>(203,663)</u> |
| CHANGE IN NET POSITION | 4,048,685 |
| Net position at beginning of period | <u>(3,773,995)</u> |
| Net position at end of period | <u><u>\$ 274,690</u></u> |

CLEAN ENERGY ALLIANCE
STATEMENT OF CASH FLOWS
Three Months Ended September 30, 2022

CASH FLOWS FROM OPERATING ACTIVITIES

| | |
|--|---------------|
| Receipts from customers | \$ 21,692,276 |
| Receipts of supplier security deposits | 147,000 |
| Payments to suppliers for electricity | (16,433,874) |
| Payments for goods and services | (515,400) |
| Payments for state surcharges | (44,124) |
| Net cash provided (used) by operating activities | 4,845,878 |

CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES

| | |
|--|-----------|
| Proceeds from note | 300,000 |
| Interest and related expense payments | (204,685) |
| Net cash provided (used) by non-capital financing activities | 95,315 |

CASH FLOWS FROM INVESTING ACTIVITIES

| | |
|--------------------------|-------|
| Interest income received | 3,192 |
| | 3,192 |

| | |
|--|--------------|
| Net change in cash and cash equivalents | 4,944,385 |
| Cash and cash equivalents at beginning of period | 1,735,021 |
| Cash and cash equivalents at end of period | \$ 6,679,406 |

Reconciliation to the Statement of Net Position

| | |
|--|--------------|
| Cash and cash equivalents (unrestricted) | \$ 6,452,406 |
| Restricted cash | 227,000 |
| Cash and cash equivalents | \$ 6,679,406 |

CLEAN ENERGY ALLIANCE
STATEMENT OF CASH FLOWS (continued)
Three Months Ended September 30, 2022

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

| | |
|---|---------------------|
| Operating income | \$ 4,252,348 |
| Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities | |
| Provision for uncollectible accounts | 326,451 |
| (Increase) decrease in: | |
| Accounts receivable | (2,749,435) |
| Accrued revenue | (1,894,921) |
| Other receivables | 185,358 |
| Prepaid expenses | (214,323) |
| Deposits | 147,000 |
| Increase (decrease) in: | |
| Accrued cost of electricity | 4,849,996 |
| Accounts payable | 50,279 |
| Energy settlements payable | (209,400) |
| Other accrued liabilities | 102,525 |
| Net cash provided (used) by operating activities | <u>\$ 4,845,878</u> |