



VALLEY CLEAN ENERGY

VALLEY CLEAN ENERGY ALLIANCE

FINANCIAL STATEMENTS

(UNAUDITED)

FOR THE PERIOD OF DECEMBER 1 TO DECEMBER 31, 2019

PREPARED ON FEBRUARY 4, 2020

VALLEY CLEAN ENERGY ALLIANCE
STATEMENT OF NET POSITION
DECEMBER 31, 2019
(UNAUDITED)

ASSETS

Cash and cash equivalents	\$ 13,168,080
Accounts receivable, net of allowance	3,624,492
Accrued revenue	1,959,825
Prepaid expenses	2,500
Other current assets and deposits	2,540
Total current assets	<u>18,757,437</u>
Restricted assets:	
Debt service reserve fund	1,100,000
Power purchase reserve fund	902,231
Total restricted assets	<u>2,002,231</u>
Noncurrent assets:	
Other noncurrent assets and deposits	100,000
Total noncurrent assets	<u>100,000</u>
TOTAL ASSETS	<u><u>\$ 20,859,668</u></u>

LIABILITIES

Current liabilities:	
Accounts payable	\$ 658,247
Accrued payroll	3,496
Interest payable	8,253
Due to member agencies	273,364
Accrued cost of electricity	2,781,610
Other accrued liabilities	851,839
Security deposits - energy supplies	515,640
User taxes and energy surcharges	53,371
Current Portion of LT Debt	395,322
Total current liabilities	<u>5,541,142</u>
Noncurrent liabilities	
Term Loan- RCB	1,548,345
Total noncurrent liabilities	<u>1,548,345</u>
TOTAL LIABILITIES	<u><u>\$ 7,089,487</u></u>

NET POSITION

Restricted	
Local Programs Reserve	\$ 137,702
Restricted	\$ 2,002,231
Unrestricted	11,630,248
TOTAL NET POSITION	<u><u>\$ 13,770,181</u></u>

VALLEY CLEAN ENERGY ALLIANCE
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN NET POSITION
FOR THE PERIOD OF DECEMBER 1, 2019 TO DECEMBER 31, 2019
(WITH COMPARATIVE YEAR TO DATE INFORMATION)
(UNAUDITED)

	FOR THE PERIOD ENDING DECEMBER 31, 2019	YEAR TO DATE
OPERATING REVENUE		
Electricity sales, net	\$ 2,629,570	\$ 31,095,633
TOTAL OPERATING REVENUES	2,629,570	31,095,633
OPERATING EXPENSES		
Cost of electricity	2,611,330	22,369,285
Contract services	200,587	1,544,833
Staff compensation	94,599	512,748
General, administration, and other	42,038	207,924
TOTAL OPERATING EXPENSES	2,948,554	24,634,790
TOTAL OPERATING INCOME (LOSS)	(318,984)	6,460,843
NONOPERATING REVENUES (EXPENSES)		
Interest income	9,210	41,937
Interest and related expenses	(7,045)	(61,432)
TOTAL NONOPERATING REVENUES (EXPENSES)	2,165	(19,495)
CHANGE IN NET POSITION	(316,819)	6,441,348
Net position at beginning of period	14,087,000	7,328,833
Net position at end of period	\$ 13,770,181	\$ 13,770,181

VALLEY CLEAN ENERGY ALLIANCE
STATEMENTS OF CASH FLOWS
FOR THE PERIOD OF DECEMBER 1 TO DECEMBER 31, 2019
(WITH YEAR TO DATE INFORMATION)
(UNAUDITED)

	<u>FOR THE PERIOD ENDING DECEMBER 31, 2019</u>	<u>YEAR TO DATE</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from electricity sales	\$ 4,284,058	\$ 34,798,225
Receipts for security deposits with energy suppliers	-	515,640
Payments to purchase electricity	(5,305,555)	(24,591,163)
Payments for contract services, general, and administration	(300,978)	(2,052,894)
Payments for staff compensation	(94,697)	(513,041)
Net cash provided (used) by operating activities	<u>(1,417,172)</u>	<u>8,156,767</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES		
Loans from member agencies		(1,500,000)
Interest and related expenses	(10,649)	(165,491)
Net cash provided (used) by non-capital financing activities	<u>(43,593)</u>	<u>(1,698,434)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest income	9,210	41,937
Net cash provided (used) by investing activities	<u>9,210</u>	<u>41,937</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	(1,451,555)	6,500,270
Cash and cash equivalents at beginning of period	16,621,866	8,670,042
Cash and cash equivalents at end of period	<u>\$ 15,170,311</u>	<u>\$ 15,170,312</u>
Cash and cash equivalents included in:		
Cash and cash equivalents	\$ 13,168,080	\$ 13,168,080
Restricted assets	2,002,231	2,002,231
Cash and cash equivalents at end of period	<u>\$ 15,170,311</u>	<u>\$ 15,170,311</u>

VALLEY CLEAN ENERGY ALLIANCE
STATEMENTS OF CASH FLOWS
FOR THE PERIOD OF DECEMBER 1 TO DECEMBER 31, 2019
(WITH YEAR TO DATE INFORMATION)
(UNAUDITED)

	<u>FOR THE PERIOD ENDING DECEMBER 31, 2019</u>	<u>YEAR TO DATE</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	\$ (318,984)	\$ 6,460,843
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
(Increase) decrease in net accounts receivable	781,027.00	1,370,781.00
(Increase) decrease in accrued revenue	859,732	2,335,888.00
(Increase) decrease in prepaid expenses	9,497	(2,500.00)
(Increase) decrease in inventory - renewable energy credits	76,820	207,168.00
Increase (decrease) in accounts payable	56,790	72,127.00
Increase (decrease) in accrued payroll	(98)	(293.00)
Increase (decrease) in due to member agencies	(19,492)	(136,945.00)
Increase (decrease) in accrued cost of electricity	(2,771,045)	(2,429,046.00)
Increase (decrease) in other accrued liabilities	(105,148)	(232,819.00)
Increase (decrease) security deposits with energy suppliers	-	515,640.00
Increase (decrease) in user taxes and energy surcharges	13,729	(4,077.00)
Net cash provided (used) by operating activities	<u>\$ (1,417,172)</u>	<u>\$ 8,156,767</u>