

# VALLEY CLEAN ENERGY ALLIANCE

FINANCIAL STATEMENTS (UNAUDITED) FOR THE PERIOD OF DECEMBER 1 TO DECEMBER 31, 2021 PREPARED ON FEBRUARY 2, 2022

## VALLEY CLEAN ENERGY ALLIANCE STATEMENT OF NET POSITION DECEMBER 31, 2021 (UNAUDITED)

#### ASSETS

Cash and cash equivalents\$ $3,990,009$ Accounts receivable, net of allowance $7,129,816$ Accrued revenue $1,768,193$ Prepaid expenses $885,230$ Other current assets and deposits $1,998,276$ Total current assets $15,771,524$ Restricted assets: $15,771,524$ Debt service reserve fund $2,461,158$ Total restricted assets $3,561,158$ Noncurrent assets $3,561,158$ Other noncurrent assets and deposits $-$ Total noncurrent assets $-$ Current liabilities: $-$ Accrued payroll $63,909$ Interest payable $2,786$ Due to member agencies $117,945$ Accrued cost of electricity $5,332,169$ Other accrued liabilities $9,583,585$ Noncurrent liabilities $9,583,585$ Noncurrent liabilities $-$ Total noncurrent liabilities $9,583,585$ Noncurrent liabilities $-$ Total current liabilities $-$ </th <th>Current assets:</th> <th></th>	Current assets:	
Accounts receivable, net of allowance7,129,816Accrued revenue1,768,193Prepaid expenses885,230Other current assets and deposits1.998,276Total current assets15,771,524Restricted assets:1,100,000Power purchase reserve fund2,461,158Total restricted assets:3,561,158Noncurrent assets:3,561,158Other noncurrent assets-Total current assets:-Other noncurrent assets-Total noncurrent assets-Current liabilities:\$Accrued payroll63,909Interest payable2,786Due to member agencies117,945Accrued cost of electricity5,332,169Other accrued liabilities285,750Security deposits - energy supplies1,980,000User taxes and energy surcharges118,763Limited Term Loan1,153,026Total current liabilities-Total current liabilities- <td>Cash and cash equivalents</td> <td>\$ 3,990,009</td>	Cash and cash equivalents	\$ 3,990,009
Prepaid expenses885,230Other current assets and deposits1,998,276Total current assets15,771,524Restricted assets:1,100,000Power purchase reserve fund2,461,158Total restricted assets3,561,158Noncurrent assets:0ther noncurrent assets and depositsTotal noncurrent assets\$TOTAL ASSETS\$LIABILITIESCurrent liabilities:Accounts payable\$Accrued payroll63,909Interest payable2,786Due to member agencies117,945Accrued cost of electricity2,332,169Other accrued liabilities285,750Security deposits - energy supplies1,980,000User taxes and energy surcharges118,763Limited Term Loan1,153,026Total current liabilities9,583,585Noncurrent liabilities\$Total current liabilities9,583,585Nettroed\$Local Programs Reserve224,500Restricted3,561,158Unrestricted3,561,158Unrestricted5,963,439		
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Accounts payable\$529,237Accrued payroll63,909Interest payable2,786Due to member agencies117,945Accrued cost of electricity5,332,169Other accrued liabilities285,750Security deposits - energy supplies1,980,000User taxes and energy surcharges118,763Limited Term Loan1,153,026Total current liabilities9,583,585Noncurrent liabilities9,583,585Noncurrent liabilities-Total noncurrent liabilities-Total noncurrent liabilities-Total noncurrent liabilities-S9,583,585NET POSITION\$Restricted224,500Local Programs Reserve224,500Restricted3,561,158Unrestricted5,963,439	LIABILITIES	
Accrued payroll63,909Interest payable2,786Due to member agencies117,945Accrued cost of electricity5,332,169Other accrued liabilities285,750Security deposits - energy supplies1,980,000User taxes and energy surcharges118,763Limited Term Loan1,153,026Total current liabilities9,583,585Noncurrent liabilities-Total noncurrent liabilities-Total noncurrent liabilities-Total noncurrent liabilities-S9,583,585NET POSITION\$Restricted224,500Local Programs Reserve224,500Restricted3,561,158Unrestricted5,963,439	Current liabilities:	
Interest payable2,786Due to member agencies117,945Accrued cost of electricity5,332,169Other accrued liabilities285,750Security deposits - energy supplies1,980,000User taxes and energy surcharges118,763Limited Term Loan1,153,026Total current liabilities9,583,585Noncurrent liabilities9,583,585Noncurrent liabilities\$ 9,583,585NET POSITION\$ 9,583,585Restricted224,500Local Programs Reserve224,500Restricted3,561,158Unrestricted5,963,439	Accounts payable	\$ 529,237
Due to member agencies117,945Accrued cost of electricity5,332,169Other accrued liabilities285,750Security deposits - energy supplies1,980,000User taxes and energy surcharges118,763Limited Term Loan1,153,026Total current liabilities9,583,585Noncurrent liabilities9,583,585Noncurrent liabilities-Total noncurrent liabilities-Total noncurrent liabilities-Total Programs Reserve224,500Restricted3,561,158Unrestricted5,963,439	Accrued payroll	63,909
Accrued cost of electricity5,332,169Other accrued liabilities285,750Security deposits - energy supplies1,980,000User taxes and energy surcharges118,763Limited Term Loan1,153,026Total current liabilities9,583,585Noncurrent liabilities9,583,585Total noncurrent liabilities-Total noncurrent liabilities-TotAL LIABILITIES\$ 9,583,585NET POSITION\$ 224,500Restricted3,561,158Unrestricted5,963,439	Interest payable	2,786
Other accrued liabilities285,750Security deposits - energy supplies1,980,000User taxes and energy surcharges118,763Limited Term Loan1,153,026Total current liabilities9,583,585Noncurrent liabilities9,583,585Total noncurrent liabilities-TOTAL LIABILITIES\$ 9,583,585NET POSITION\$ 9,583,585Restricted224,500Restricted3,561,158Unrestricted5,963,439	Due to member agencies	117,945
Security deposits - energy supplies1,980,000User taxes and energy surcharges118,763Limited Term Loan1,153,026Total current liabilities9,583,585Noncurrent liabilities-Total noncurrent liabilities-Total noncurrent liabilities-Total noncurrent liabilities-TOTAL LIABILITIES\$ 9,583,585NET POSITION\$ 9,583,585Restricted224,500Restricted3,561,158Unrestricted5,963,439	Accrued cost of electricity	5,332,169
User taxes and energy surcharges 118,763 Limited Term Loan 1,153,026 Total current liabilities 9,583,585 Noncurrent liabilities - Total noncurrent liabilities - TOTAL LIABILITIES \$ 9,583,585 NET POSITION Restricted Local Programs Reserve 224,500 Restricted 3,561,158 Unrestricted 5,963,439	Other accrued liabilities	285,750
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Term Loan- RCBTotal noncurrent liabilitiesTOTAL LIABILITIES\$ 9,583,585NET POSITIONRestrictedLocal Programs Reserve224,500RestrictedJurestrictedSystemUnrestricted5,963,439		 9,583,585
Total noncurrent liabilities-TOTAL LIABILITIES\$ 9,583,585NET POSITION Restricted Local Programs Reserve224,500 3,561,158 5,963,439		
TOTAL LIABILITIES\$ 9,583,585NET POSITION Restricted Local Programs Reserve224,500Restricted Unrestricted3,561,158Unrestricted5,963,439		
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Restricted224,500Local Programs Reserve3,561,158Restricted3,563,439	TOTAL LIABILITIES	\$ 9,583,585
Local Programs Reserve224,500Restricted3,561,158Unrestricted5,963,439		
Restricted 3,561,158   Unrestricted 5,963,439		
Unrestricted 5,963,439		
TOTAL NET POSITION \$ 9,749,097		
	TOTAL NET POSITION	\$ 9,749,097

## VALLEY CLEAN ENERGY ALLIANCE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION FOR THE PERIOD OF DECEMBE 1, 2021 TO DECEMBER 31, 2021 (WITH COMPARATIVE YEAR TO DATE INFORMATION) (UNAUDITED)

	FOR THE PERIOD ENDING		
	DECEMBER 31, 2021	YEA	AR TO DATE
OPERATING REVENUE			
Electricity sales, net	\$ 3,616,867	\$	29,676,961
TOTAL OPERATING REVENUES	3,616,867		29,676,961
OPERATING EXPENSES			
Cost of electricity	4,458,815		30,132,779
Contract services	195,280		1,383,829
Staff compensation	94,690		537,689
General, administration, and other	24,224		341,143
TOTAL OPERATING EXPENSES	4,773,009		32,395,440
TOTAL OPERATING INCOME (LOSS)	(1,156,142)		(2,718,479)
NONOPERATING REVENUES (EXPENSES)			
Other Revenue			
Interest income	1,325		8,731
Interest and related expenses	(3,545)		(22,545)
TOTAL NONOPERATING REVENUES			
(EXPENSES)	(2,220)		(13,814)
CHANGE IN NET POSITION	(1,158,362)		(2,732,293)
Net position at beginning of period	10,907,459		12,481,390
Net position at end of period	\$ 9,749,097	\$	9,749,097

## VALLEY CLEAN ENERGY ALLIANCE STATEMENTS OF CASH FLOWS FOR THE PERIOD OF DECEMBER 1 TO DECEMBER 31, 2021 (WITH YEAR TO DATE INFORMATION) (UNAUDITED)

	FOR THE PERIOD ENDING DECEMBER 31, 2021			
			YEAR TO DATE	
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from electricity sales	\$	4,195,092	\$	31,566,898
Receipts for security deposits with energy suppliers		-		-
Payments to purchase electricity		(3,880,924)		(31,379,421)
Payments for contract services, general, and adminstration		(671,295)		(3,251,148)
Payments for staff compensation		(84,870)		(517,485)
Other cash payments		(8,673)		(11,393)
Net cash provided (used) by operating activities		(450,670)		(3,592,549)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES				
Principal payments of Debt		(32,943)		(197,661)
Interest and related expenses		(3,528)		(23,018)
Net cash provided (used) by non-capital financing activities		(36,471)		(220,679)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest income		1,325		8,731
Net cash provided (used) by investing activities		1,325		8,731
NET CHANGE IN CASH AND CASH EQUIVALENTS		(485,816)		(3,804,497)
Cash and cash equivalents at beginning of period		8,036,983		11,355,664
Cash and cash equivalents at end of period	\$	7,551,167	\$	7,551,167
Cash and cash equivalents included in:				
Cash and cash equivalents		3,990,009		3,990,009
Restricted assets		3,561,158		3,561,158
Cash and cash equivalents at end of period	\$	7,551,167	\$	7,551,167

## VALLEY CLEAN ENERGY ALLIANCE STATEMENTS OF CASH FLOWS FOR THE PERIOD OF DECEMBER 1 TO DECEMBER 31, 2021 (WITH YEAR TO DATE INFORMATION) (UNAUDITED)

	FOR THE PERIOD ENDING DECEMBER 31, 2021		YEAR TO DATE	
RECONCILIATION OF OPERATING INCOME TO NET CASH				
PROVIDED (USED) BY OPERATING ACTIVITIES Operating Income (Loss)	\$	(1,156,142)	\$	(2,718,479)
(Increase) decrease in net accounts receivable	Ψ	304,244.41	Ψ	674,395.41
(Increase) decrease in accrued revenue		257,252		1,167,097.74
(Increase) decrease in prepaid expenses		(317,970)		(870,087.00)
(Increase) decrease in inventory - renewable energy credits		(317,570)		-
(Increase) decrease in inventory renewable energy creatis		(8,673)		(11,393.00)
Increase (decrease) in accounts payable		(33,210)		45,276.00
Increase (decrease) in accrued payroll		9,820		20,204.00
Increase (decrease) in due to member agencies		20,963		(5,461.00)
Increase (decrease) in accrued cost of electricity		577,891		(1,246,642.00)
Increase (decrease) in other accrued liabilities		(121,574)		(695,904.00)
Increase (decrease) security deposits with energy suppliers		-		-
Increase (decrease) in user taxes and energy surcharges		16,729		48,443.90
Net cash provided (used) by operating activities	\$	(450,670)	\$	(3,592,549)
The cubic provided (about of operating activities	Ŷ	(150,070)	Ψ	(3,372,317)