



# **VALLEY CLEAN ENERGY**

**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**

Current 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	<u>15,771,524</u>
Restricted assets:	
Debt service reserve fund	1,100,000
Power purchase reserve fund	2,461,158
Total restricted assets	<u>3,561,158</u>
Noncurrent assets:	
Other noncurrent assets and deposits	
Total noncurrent assets	-
<b>TOTAL ASSETS</b>	<u><u>\$ 19,332,682</u></u>

**LIABILITIES**

Current liabilities:	
Accounts payable	\$ 529,237
Accrued payroll	63,909
Interest payable	2,786
Due to member agencies	117,945
Accrued cost of electricity	5,332,169
Other accrued liabilities	285,750
Security deposits - energy supplies	1,980,000
User taxes and energy surcharges	118,763
Limited Term Loan	1,153,026
Total current liabilities	<u>9,583,585</u>
Noncurrent liabilities	
Term Loan- RCB	
Total noncurrent liabilities	-
<b>TOTAL LIABILITIES</b>	<u><u>\$ 9,583,585</u></u>

**NET POSITION**

Restricted	
Local Programs Reserve	224,500
Restricted	3,561,158
Unrestricted	5,963,439
<b>TOTAL NET POSITION</b>	<u><u>\$ 9,749,097</u></u>

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

	<b>FOR THE PERIOD</b>	
	<b>ENDING</b>	<b>YEAR TO DATE</b>
	<b>DECEMBER 31, 2021</b>	<b>YEAR TO DATE</b>
<b>OPERATING REVENUE</b>		
Electricity sales, net	\$ 3,616,867	\$ 29,676,961
<b>TOTAL OPERATING REVENUES</b>	<u>3,616,867</u>	<u>29,676,961</u>
<b>OPERATING EXPENSES</b>		
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
<b>TOTAL OPERATING EXPENSES</b>	<u>4,773,009</u>	<u>32,395,440</u>
<b>TOTAL OPERATING INCOME (LOSS)</b>	(1,156,142)	(2,718,479)
<b>NONOPERATING REVENUES (EXPENSES)</b>		
Other Revenue		
Interest income	1,325	8,731
Interest and related expenses	(3,545)	(22,545)
<b>TOTAL NONOPERATING REVENUES</b>	<u></u>	<u></u>
<b>(EXPENSES)</b>	<u>(2,220)</u>	<u>(13,814)</u>
<b>CHANGE IN NET POSITION</b>	(1,158,362)	(2,732,293)
Net position at beginning of period	10,907,459	12,481,390
Net position at end of period	<u>\$ 9,749,097</u>	<u>\$ 9,749,097</u>

**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
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
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 administration	(671,295)	(3,251,148)
Payments for staff compensation	(84,870)	(517,485)
Other cash payments	(8,673)	(11,393)
<b>Net cash provided (used) by operating activities</b>	<b>(450,670)</b>	<b>(3,592,549)</b>
<b>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES</b>		
Principal payments of Debt	(32,943)	(197,661)
Interest and related expenses	(3,528)	(23,018)
<b>Net cash provided (used) by non-capital financing activities</b>	<b>(36,471)</b>	<b>(220,679)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest income	1,325	8,731
<b>Net cash provided (used) by investing activities</b>	<b>1,325</b>	<b>8,731</b>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>(485,816)</b>	<b>(3,804,497)</b>
Cash and cash equivalents at beginning of period	8,036,983	11,355,664
<b>Cash and cash equivalents at end of period</b>	<b>\$ 7,551,167</b>	<b>\$ 7,551,167</b>
Cash and cash equivalents included in:		
Cash and cash equivalents	3,990,009	3,990,009
Restricted assets	3,561,158	3,561,158
<b>Cash and cash equivalents at end of period</b>	<b>\$ 7,551,167</b>	<b>\$ 7,551,167</b>

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

	<u>FOR THE PERIOD ENDING DECEMBER 31, 2021</u>	<u>YEAR TO DATE</u>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>		
Operating Income (Loss)	\$ (1,156,142)	\$ (2,718,479)
(Increase) decrease in net accounts receivable	304,244.41	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	-	-
(Increase) decrease in other assets and deposits	(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
<b>Net cash provided (used) by operating activities</b>	<u><u>\$ (450,670)</u></u>	<u><u>\$ (3,592,549)</u></u>