



# VALLEY CLEAN ENERGY

**VALLEY CLEAN ENERGY ALLIANCE**

**FINANCIAL STATEMENTS**

**(UNAUDITED)**

**FOR THE PERIOD OF JUNE 1 TO JUNE 30, 2019**

**(WITH COMPARATIVE YEAR TO DATE INFORMATION)**

**PREPARED ON AUGUST 8, 2019**

**VALLEY CLEAN ENERGY ALLIANCE**  
**STATEMENT OF NET POSITION**  
AS OF JUNE 30, 2019  
(UNAUDITED)

**ASSETS**

Current assets:

Cash and cash equivalents	\$ 6,914,296
Accounts receivable, net of allowance	4,995,273
Accrued revenue	4,295,713
Prepaid expenses	-
Inventory - Renewable Energy Credits	207,168
Other current assets and deposits	2,540
Total current assets	16,414,990

Restricted assets:

Debt service reserve fund	1,100,000
Power purchase reserve fund	655,745
Total restricted assets	1,755,745

Noncurrent assets:

Other noncurrent assets and deposits	100,000
Total noncurrent assets	100,000
<b>TOTAL ASSETS</b>	<b>\$ 18,270,735</b>

**LIABILITIES**

Current liabilities:

Accounts payable	\$ 586,120
Accrued payroll	3,789
Interest payable	112,312
Due to member agencies	410,309
Accrued cost of electricity	5,210,656
Other accrued liabilities	1,084,658
User taxes and energy surcharges	57,448
Line of credit	1,976,610
Total current liabilities	9,441,902

Noncurrent liabilities

Loans from member agencies	1,500,000
Total noncurrent liabilities	1,500,000
<b>TOTAL LIABILITIES</b>	<b>\$ 10,941,902</b>

**NET POSITION**

Net position:

Restricted	
Local Programs Reserve	\$ 87,525
Unrestricted	7,241,308
<b>TOTAL NET POSITION</b>	<b>\$ 7,328,833</b>

**VALLEY CLEAN ENERGY ALLIANCE**  
**STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN NET POSITION**  
**FOR THE PERIOD OF JUNE 1, 2019 TO JUNE 30, 2019**  
**(WITH COMPARATIVE YEAR TO DATE INFORMATION)**  
**(UNAUDITED)**

	FOR THE PERIOD ENDING JUNE 30, 2019	YEAR TO DATE
<b>OPERATING REVENUE</b>		
Electricity sales, net	\$ 6,878,613	\$ 51,141,568
<b>TOTAL OPERATING REVENUES</b>	<u>6,878,613</u>	<u>51,141,568</u>
<b>OPERATING EXPENSES</b>		
Cost of electricity	4,635,740	38,539,605
Contract services	221,533	2,309,962
Staff compensation	83,085	981,805
General, administration, and other	36,938	392,897
<b>TOTAL OPERATING EXPENSES</b>	<u>4,977,296</u>	<u>42,224,269</u>
<b>TOTAL OPERATING INCOME (LOSS)</b>	1,901,317	8,917,299
<b>NONOPERATING REVENUES (EXPENSES)</b>		
Interest income	5,657	37,944
Interest and related expenses	(26,732)	(202,557)
<b>TOTAL NONOPERATING REVENUES (EXPENSES)</b>	<u>(21,075)</u>	<u>(164,613)</u>
<b>CHANGE IN NET POSITION</b>	1,880,242	8,752,686
Net position at beginning of period	5,448,591	(1,423,853)
Net position at end of period	<u>\$ 7,328,833</u>	<u>\$ 7,328,833</u>

**VALLEY CLEAN ENERGY ALLIANCE**  
**STATEMENTS OF CASH FLOWS**  
**FOR THE PERIOD OF JUNE 1 TO JUNE 30, 2019**  
**(WITH COMPARATIVE YEAR TO DATE INFORMATION)**  
**(UNAUDITED)**

	FOR THE	
	PERIOD ENDING	
	JUNE 30, 2019	YEAR TO DATE
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from electricity sales	\$ 3,833,066	\$ 44,728,189
Payments for security deposits with energy suppliers	-	500,000
Payments to purchase electricity	(3,001,551)	(35,773,468)
Payments for contract services, general, and administration	(295,830)	(2,238,396)
Payments for staff compensation	(82,946)	(872,425)
<b>Net cash provided (used) by operating activities</b>	<u>452,739</u>	<u>6,343,900</u>
<b>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES</b>		
Draw of line of credit	-	4,376,610
Principal payments of Line of Credit to bank	-	(4,000,000)
Interest and related expenses	(12,991)	(151,801)
<b>Net cash provided (used) by non-capital financing activities</b>	<u>(12,991)</u>	<u>224,809</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest income	5,657	37,944
<b>Net cash provided (used) by investing activities</b>	<u>5,657</u>	<u>37,944</u>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	445,405	6,606,653
Cash and cash equivalents at beginning of period	8,224,636	2,063,388
<b>Cash and cash equivalents at end of period</b>	<u>\$ 8,670,041</u>	<u>\$ 8,670,041</u>
Cash and cash equivalents included in:		
Cash and cash equivalents	\$ 6,914,296	\$ 6,914,296
Restricted assets	1,755,745	1,755,745
<b>Cash and cash equivalents at end of period</b>	<u>\$ 8,670,041</u>	<u>\$ 8,670,041</u>

**VALLEY CLEAN ENERGY ALLIANCE**  
**STATEMENTS OF CASH FLOWS**  
**FOR THE PERIOD OF JUNE 1 TO JUNE 30, 2019**  
**(WITH COMPARATIVE YEAR TO DATE INFORMATION)**  
**(UNAUDITED)**

	<u>FOR THE PERIOD ENDING JUNE 30, 2019</u>	<u>YEAR TO DATE</u>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>		
Operating Income (Loss)	\$ 1,901,317	\$ 8,917,299
(Increase) decrease in net accounts receivable	(1,141,866)	(4,989,602)
(Increase) decrease in accrued revenue	(1,925,583)	(1,471,223)
(Increase) decrease in prepaid expenses	9,585	-
(Increase) decrease in inventory - renewable energy credits	(132,510)	229,419
(Increase) decrease in other assets and deposits	-	500,000
Increase (decrease) in accounts payable	111,398	448,645
Increase (decrease) in accrued payroll	139	2,165
Increase (decrease) in due to member agencies	(95,490)	(124,330)
Increase (decrease) in accrued cost of electricity	1,766,699	2,536,717
Increase (decrease) in other accrued liabilities	(62,852)	247,364
Increase (decrease) in user taxes and energy surcharges	21,902	47,446
<b>Net cash provided (used) by operating activities</b>	<u>\$ 452,739</u>	<u>\$ 6,343,900</u>