



ACCOUNTANTS' COMPILATION REPORT

Management
Marin Clean Energy

Management is responsible for the accompanying financial statements of Marin Clean Energy (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 three months and year-to-date 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. Marin Clean Energy'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
November 1, 2022

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

ASSETS

Current assets	
Cash and cash equivalents	\$ 103,757,661
Accounts receivable, net of allowance	71,257,901
Accrued revenue	25,297,319
Other receivables	2,587,129
Prepaid expenses	1,846,266
Restricted cash	33,752,764
Investments	35,000,000
Deposits	20,526,466
Total current assets	<u>294,025,506</u>
Noncurrent assets	
Unrestricted cash and cash equivalents	15,000,000
Capital assets, net of depreciation	678,562
Lease assets	1,346,381
Prepaid expenses	3,400,000
Deposits	203,499
Total noncurrent assets	<u>20,628,442</u>
Total assets	<u>314,653,948</u>

LIABILITIES

Current liabilities	
Accrued cost of electricity	55,305,795
Accounts payable	2,450,054
Other accrued liabilities	1,634,678
User taxes and energy surcharges due to other governments	2,753,989
Security deposits - energy suppliers	5,291,900
Deferred revenues	1,937,500
Lease liabilities	838,782
Advances from grantors	33,752,764
Total current liabilities	<u>103,965,462</u>
Noncurrent liabilities	
Lease liabilities	899,782
Total liabilities	<u>104,865,244</u>

DEFERRED INFLOWS OF RESOURCES

Operating Reserve Fund	<u>15,000,000</u>
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NET POSITION

Net position	
Investment in capital assets	678,562
Unrestricted	194,110,142
Total net position	<u><u>\$ 194,788,704</u></u>

MARIN CLEAN ENERGY
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
Six Months Ended September 30, 2022

	Three Months	Year-to-Date
OPERATING REVENUES		
Electricity sales, net	\$ 176,040,814	\$ 304,706,208
Grant revenue	1,400,398	3,768,229
Wholesale resource sales	8,798,700	13,196,140
Other revenue	25,045	131,889
Total operating revenues	<u>186,264,957</u>	<u>321,802,466</u>
OPERATING EXPENSES		
Cost of electricity	178,198,654	309,835,808
Contract services	4,336,174	8,958,332
Staff compensation	4,156,049	8,340,338
General and administration	1,374,571	3,114,855
Depreciation and amortization	219,779	438,378
Total operating expenses	<u>188,285,227</u>	<u>330,687,711</u>
Operating income (loss)	<u>(2,020,270)</u>	<u>(8,885,245)</u>
NONOPERATING REVENUES (EXPENSES)		
Interest income	704,580	956,714
Finance costs	<u>(59,688)</u>	<u>(120,627)</u>
Nonoperating revenues (expenses), net	<u>644,892</u>	<u>836,087</u>
CHANGE IN NET POSITION	<u>(1,375,378)</u>	<u>(8,049,158)</u>
Net position at beginning of period (as restated)	196,164,082	202,837,862
Net position at end of period	<u><u>\$ 194,788,704</u></u>	<u><u>\$ 194,788,704</u></u>

MARIN CLEAN ENERGY
STATEMENT OF CASH FLOWS
Six Months Ended September 30, 2022

	Three Months	Year-to-Date
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	\$ 179,008,444	\$ 293,031,089
Receipts from grantors	5,222,501	24,673,017
Other operating receipts	150,403	535,359
Payments to suppliers for electricity	(186,935,416)	(303,016,801)
Payments for other goods and services	(9,145,196)	(16,002,696)
Payments for staff compensation	(4,216,361)	(8,307,185)
Payments of tax and surcharges to other governments	(2,207,119)	(4,213,745)
Net cash provided (used) by operating activities	<u>(18,122,744)</u>	<u>(13,300,962)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES		
Loan fees paid	<u>(59,193)</u>	<u>(119,638)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Payments of lease liability	<u>(219,593)</u>	<u>(440,998)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	462,445	692,361
Purchase of investments	(27,000,000)	(35,000,000)
Net cash provided (used) by investing activities	<u>(26,537,555)</u>	<u>(34,307,639)</u>
Net change in cash and cash equivalents	(44,939,085)	(48,169,237)
Cash and cash equivalents at beginning of period	197,449,510	200,679,662
Cash and cash equivalents at end of period	<u><u>\$ 152,510,425</u></u>	<u><u>\$ 152,510,425</u></u>
Reconciliation to the Statement of Net Position		
Current assets		
Cash and cash equivalents (unrestricted)	\$ 103,757,661	\$ 103,757,661
Restricted cash	33,752,764	33,752,764
Noncurrent assets		
Cash and cash equivalents (unrestricted)	15,000,000	15,000,000
Cash and cash equivalents	<u><u>\$ 152,510,425</u></u>	<u><u>\$ 152,510,425</u></u>

MARIN CLEAN ENERGY
STATEMENT OF CASH FLOWS (CONTINUED)
Six Months Ended September 30, 2022

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

	<u>Three Months</u>	<u>Year-to-Date</u>
Operating income (loss)	\$ (2,020,270)	\$ (8,885,245)
Adjustments to reconcile operating income to net cash provided (used) by operating activities		
Depreciation and amortization expense	219,779	438,378
Provision for uncollectible accounts	5,071,134	8,777,545
(Increase) decrease in:		
Accounts receivable	(20,153,088)	(33,737,598)
Other receivables	827,108	(89,983)
Accrued revenue	5,608,193	(4,783,508)
Prepaid expenses	885,132	(431,964)
Deposits	(8,039,408)	(8,077,907)
Increase (decrease) in:		
Accrued cost of electricity	(3,076,159)	13,604,761
Accounts payable	(457,966)	(561,569)
Other accrued liabilities	(1,716,847)	240,725
Deferred revenues	1,623,750	1,623,750
Security deposits from energy suppliers	-	278,400
User taxes due to other governments	521,910	602,721
Advances from grantor	2,583,988	17,700,532
Net cash provided (used) by operating activities	<u>\$ (18,122,744)</u>	<u>\$ (13,300,962)</u>