



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 December 31, 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.

Mahe Accountancy

San Rafael, CA
February 28, 2023

MARIN CLEAN ENERGY
STATEMENT OF NET POSITION
As of December 31, 2022

ASSETS

Current assets	
Cash and cash equivalents	\$ 72,441,090
Accounts receivable, net of allowance	50,406,053
Accrued revenue	40,601,884
Other receivables	3,489,019
Prepaid expenses	885,676
Restricted cash	32,350,411
Investments	48,961,546
Deposits	30,931,430
Total current assets	<u>280,067,109</u>
Noncurrent assets	
Unrestricted cash and cash equivalents	15,000,000
Capital assets, net of depreciation	638,245
Lease assets	1,170,776
Investments	29,400,479
Deposits	203,499
Total noncurrent assets	<u>46,412,999</u>
Total assets	<u>326,480,108</u>

LIABILITIES

Current liabilities	
Accrued cost of electricity	68,553,961
Accounts payable	3,210,946
Other accrued liabilities	1,724,353
User taxes and energy surcharges due to other governments	2,578,496
Security deposits - energy suppliers	741,900
Deferred revenues	180,000
Lease liabilities	859,133
Advances from grantors	32,350,411
Total current liabilities	<u>110,199,200</u>
Noncurrent liabilities	
Lease liabilities	675,999
Total liabilities	<u>110,875,199</u>

DEFERRED INFLOWS OF RESOURCES

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

Net position	
Net investment in capital assets	273,889
Unrestricted	200,331,020
Total net position	<u>\$ 200,604,909</u>

MARIN CLEAN ENERGY
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
Nine Months Ended December 31, 2022

	Three Months	Year-to-Date
OPERATING REVENUES		
Electricity sales, net	\$ 146,388,173	\$ 451,094,381
Grant revenue	3,631,118	7,399,347
Wholesale resource sales	10,364,745	23,560,885
Other revenue	4,639,522	4,771,411
Total operating revenues	165,023,558	486,826,024
OPERATING EXPENSES		
Cost of electricity	148,385,866	458,221,674
Contract services	5,319,329	14,277,661
Staff compensation	4,162,202	12,502,540
Other operating expenses	2,252,674	5,367,529
Depreciation and amortization	215,922	654,300
Total operating expenses	160,335,993	491,023,704
Operating income (loss)	4,687,565	(4,197,680)
NONOPERATING REVENUES (EXPENSES)		
Investment income	1,189,434	2,146,148
Finance costs	(60,794)	(181,421)
Nonoperating revenues (expenses), net	1,128,640	1,964,727
CHANGE IN NET POSITION	5,816,205	(2,232,953)
Net position at beginning of period (as restated)	194,788,704	202,837,862
Net position at end of period	\$ 200,604,909	\$ 200,604,909

MARIN CLEAN ENERGY
STATEMENT OF CASH FLOWS
Nine Months Ended December 31, 2022

	Three Months	Year-to-Date
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	\$ 163,993,657	\$ 457,024,746
Receipts from grantors	3,668,527	28,341,544
Other operating receipts	43,315	578,674
Payments to suppliers for electricity	(142,465,045)	(445,481,846)
Payments for other goods and services	(8,304,815)	(24,307,511)
Payments for staff compensation	(4,069,157)	(12,376,342)
Payments of tax and surcharges to other governments	(2,475,091)	(6,688,836)
Net cash provided (used) by operating activities	10,391,391	(2,909,571)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES		
Loan fees paid	(59,805)	(179,443)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Payments of lease liability	(220,498)	(661,496)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	563,458	1,255,819
Proceeds from investment sales	-	8,000,000
Purchase of investments	(51,393,470)	(86,393,470)
Net cash provided (used) by investing activities	(50,830,012)	(77,137,651)
Net change in cash and cash equivalents	(32,718,924)	(80,888,161)
Cash and cash equivalents at beginning of period	152,510,425	200,679,662
Cash and cash equivalents at end of period	\$ 119,791,501	\$ 119,791,501
Reconciliation to the Statement of Net Position		
Current assets		
Cash and cash equivalents (unrestricted)	\$ 72,441,090	\$ 72,441,090
Restricted cash	32,350,411	32,350,411
Noncurrent assets		
Cash and cash equivalents (unrestricted)	15,000,000	15,000,000
Cash and cash equivalents	\$ 119,791,501	\$ 119,791,501

MARIN CLEAN ENERGY
STATEMENT OF CASH FLOWS (CONTINUED)
Nine Months Ended December 31, 2022

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

	Three Months	Year-to-Date
Operating income (loss)	\$ 4,687,565	\$ (4,197,680)
Adjustments to reconcile operating income to net cash provided (used) by operating activities		
Depreciation and amortization expense	215,922	654,300
Provision for uncollectible accounts	4,216,943	12,994,488
(Increase) decrease in:		
Accounts receivable	16,634,905	(17,102,693)
Other receivables	(362,932)	(452,915)
Accrued revenue	(15,304,565)	(20,088,073)
Prepaid expenses	4,360,590	3,928,626
Deposits	(10,286,501)	(18,364,408)
Increase (decrease) in:		
Accrued cost of electricity	13,248,166	26,852,927
Accounts payable	759,903	198,334
Other accrued liabilities	106,741	347,466
Deferred revenues	(1,757,500)	(133,750)
Security deposits from energy suppliers	(4,550,000)	(4,271,600)
User taxes due to other governments	(175,493)	427,228
Advances from grantor	(1,402,353)	16,298,179
Net cash provided (used) by operating activities	\$ 10,391,391	\$ (2,909,571)