



## ACCOUNTANTS' COMPILATION REPORT

Board of Directors  
AVA Community Energy

Management is responsible for the accompanying financial statements of AVA Community Energy (a California Joint Powers Authority) which comprise the statement of net position as of September 30, 2024, and the related statements of revenues, expenses, and changes in net position, and the statement of cash flows for the three months 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. AVA Community 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  
September 15, 2024

**AVA COMMUNITY ENERGY**  
**STATEMENT OF NET POSITION**  
**As of September 30, 2024**

**ASSETS**

Current assets	
Cash and cash equivalents - unrestricted	\$ 649,360,916
Cash and cash equivalents - restricted	9,021,563
Accounts receivable, net of allowance	90,998,672
Accrued revenue	52,276,797
Market settlements receivable	1,534,027
Other receivables	1,244,880
Prepaid expenses	2,576,077
Deposits	11,143,357
Total current assets	818,156,289
Noncurrent assets	
Cash and cash equivalents in Rate Stabilization Fund - unrestricted	57,472,293
Deposits	1,200,867
Loan receivable	282,889
Capital assets, net of depreciation and amortization	10,163,259
Total noncurrent assets	69,119,308
Total assets	887,275,597

**LIABILITIES**

Current liabilities	
Accrued cost of electricity	146,084,657
Accounts payable	7,145,959
Advances from grantors	9,021,563
Other accrued liabilities	1,875,027
User taxes and energy surcharges due to other governments	8,325,123
Lease liability	486,821
Security deposits - energy suppliers	3,367,268
Total current liabilities	176,306,418
Noncurrent liabilities	
Security deposits - energy suppliers	3,600,000
Total liabilities	179,906,418

**DEFERRED INFLOWS OF RESOURCES**

Rate Stabilization Fund	79,916,987
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**NET POSITION**

Net investment in capital assets	9,676,438
Unrestricted	617,775,754
Total net position	\$ 627,452,192

**AVA COMMUNITY ENERGY**  
**STATEMENT OF REVENUES, EXPENSES**  
**AND CHANGE IN NET POSITION**  
**Three Months Ended September 30, 2024**

	<b>Year-to-Date</b>
<b>OPERATING REVENUES</b>	
Electricity sales, net	\$ 271,627,656
Liquidated damages	6,315,000
Grant revenue	409,027
Other operating revenues	101,731
Total operating revenues	278,453,414
<b>OPERATING EXPENSES</b>	
Cost of electricity	177,599,859
Contract services	6,052,948
Staff compensation	5,039,267
Other operating expenses	1,495,610
Depreciation and amortization	231,484
Total operating expenses	190,419,168
Operating income (loss)	88,034,246
<b>NONOPERATING REVENUES (EXPENSES)</b>	
Investment income	4,098,727
Interest expense	(14,812)
Nonoperating revenues (expenses), net	4,083,915
<b>CHANGE IN NET POSITION</b>	92,118,161
Net position at beginning of period	535,334,031
Net position at end of period	\$ 627,452,192

**AVA COMMUNITY ENERGY**  
**STATEMENT OF CASH FLOWS**  
**Three Months Ended September 30, 2024**

	<b>Year-to-Date</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Receipts from customers	\$ 284,389,300
Other operating receipts	6,795,171
Payments to suppliers for electricity	(185,639,805)
Payments for other goods and services	(6,095,137)
Payments of staff compensation	(4,789,378)
Payments for deposits and collateral	(5,000,000)
Tax and surcharge payments to other governments	(9,241,436)
Net cash provided by operating activities	80,418,715
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>	
Payments under lease obligation	(236,607)
Payments to acquire capital assets	(45,864)
Net cash (used) by capital and related financing activities	(282,471)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Principal payments received of loan receivable	3,588
Investment income received	4,128,869
Net cash provided (used) by investing activities	4,132,457
Net change in cash and cash equivalents	84,268,701
Cash and cash equivalents at beginning of period	631,586,071
Cash and cash equivalents at end of period	\$ 715,854,772
<b>Reconciliation to the Statement of Net Position</b>	
Cash and cash equivalents - unrestricted (current)	\$ 649,360,916
Cash and cash equivalents - restricted (current)	9,021,563
Cash and cash equivalents (noncurrent)	57,472,293
Cash and cash equivalents	\$ 715,854,772

**AVA COMMUNITY ENERGY**  
**STATEMENT OF CASH FLOWS (Continued)**  
**Three Months Ended September 30, 2024**

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

	<b>Year-to-Date</b>
Operating income (loss)	\$ 88,034,246
Adjustments to reconcile operating income to net cash provided (used) by operating activities	
Depreciation and amortization expense	231,484
(Increase) decrease in:	
Accounts receivable	(6,035,872)
Market settlements receivable	(1,534,027)
Other receivables	(1,039,669)
Accrued revenue	8,675,596
Prepaid expenses	249,464
Deposits	(5,000,000)
Increase (decrease) in:	
Accrued cost of electricity	(3,214,852)
Accounts payable	1,707,363
Other accrued liabilities	241,550
Advances from grantors	(30,588)
Deferred revenue	(1,784,936)
User taxes due to other governments	880,486
Security deposits from energy suppliers	(961,530)
Net cash provided (used) by operating activities	\$ 80,418,715