



November 19, 2015

TO: Marin Clean Energy Board
FROM: John Dalessi
RE: Monthly FY 15/16 Budget Report (Agenda Item #04 – C.3)
ATTACHMENT: MCE Budget Reports 2015-09 (Unaudited)

Dear Board Members:

SUMMARY:

The attached budget update compares the FY 2015/16 budget to the unaudited revenue and expenses of MCE for the month ending September 2015.

OPERATING BUDGET:

Year-to-date revenues continue slightly over budget, with cost of energy at levels slightly under budget. Operating expenditures are generally below anticipated year-to-date levels, but much of this will be smoothed as the year continues.

The Debt Service expense line includes approximately \$92,000 of loan fees related to a Line of Credit and a Letter of Credit issued in September, which causes a slight variance from the budget. A budget amendment will be requested for this variance at a future date.

Overall, MCE continues to spend near projections, as reflected in year-to-date figures.

ENERGY EFFICIENCY PROGRAM BUDGET:

The Energy Efficiency Program is entirely funded by the California Public Utilities Commission. For financial reporting purposes, MCE treats funds received from this program as a reimbursable grant. The result is that program expenses are mostly offset by revenue. Certain planning and grant writing activities are not reimbursable under this grant. A deferred asset is recorded for funds received by the CPUC that have yet to be expended by MCE.

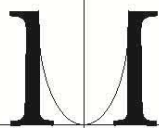
LOCAL DEVELOPMENT RENEWABLE ENERGY BUDGET:

This program is funded through a portion of the Deep Green service provided to customers. To date, expenses primarily relate to legal costs associated with establishing a local renewable energy project.

RENEWABLE ENERGY RESERVE BUDGET:

This fund is intended for the procurement or development of renewable energy not planned for in the operating funds. Resources may accumulate from year to year and be expended as management determines.

Recommendation: No action needed. Informational only.



MAHER ACCOUNTANCY 1101 FIFTH AVENUE • SUITE 200 • SAN RAFAEL, CA 94901

Financial Plumline

ACCOUNTANTS' COMPILATION REPORT

Board of Directors
Marin Clean Energy

We have compiled the accompanying budgetary comparison schedules of Marin Clean Energy (a California Joint Powers Authority) for the period ended September 30, 2015. We have not audited or reviewed the accompanying financial statement and, accordingly, do not express an opinion or provide any assurance about whether the financial statement is in accordance with accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the financial statement in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements with undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statement.

The supplementary information contained on page 4 is presented for purposes of additional analysis. The supplementary information has been compiled from information that is the representation of management. We have not audited or reviewed the supplementary information and, accordingly, do not express an opinion or provide any assurance on such supplementary information.

Certain accounting functions provided by Maher Accountancy are considered management functions by the American Institute of Certified Public Accountants. Accordingly, we are not independent with respect to Marin Clean Energy.

Maher Accountancy

October 20, 2015

TEL 415.459.1249
FAX 415.459.5406
WEB www.mahercpa.com



MARIN CLEAN ENERGY
OPERATING FUND
BUDGETARY COMPARISON SCHEDULE
April 1, 2015 through September 30, 2015

	April 1, 2014 through September 30, 2014	2015/16 YTD Budget (Amended)	2015/16 YTD Actual	2015/16 YTD Budget Variance (Under) Over	2015/16 YTD Actual/Budget %	2015/16 Annual Budget (Amended)	2015/16 Budget Remaining
REVENUE AND OTHER SOURCES:							
Revenue - Electricity (net of allowance)	\$ 50,689,310	75,535,385	\$ 77,330,800	\$ 1,795,415	102.38%	\$ 145,933,098	\$ 68,602,298
Other revenues	25,380	-	392,081	392,081	-	-	-
Total sources	<u>50,714,690</u>	<u>75,535,385</u>	<u>77,722,881</u>	<u>2,187,496</u>	<u>102.90%</u>	<u>145,933,098</u>	<u>68,602,298</u>
EXPENDITURES AND OTHER USES:							
CURRENT EXPENDITURES							
Cost of energy	40,441,521	63,072,733	61,767,579	(1,305,154)	97.93%	129,522,715	67,755,136
Staffing	955,594	1,444,950	1,395,202	(49,748)	96.56%	2,964,000	1,568,798
Technical consultants	252,997	325,572	313,642	(11,930)	96.34%	629,000	315,358
Legal counsel	197,676	180,000	137,899	(42,101)	76.61%	360,000	222,101
Communications consultants and related expenses	235,305	375,500	360,253	(15,247)	95.94%	751,000	390,747
Data manager	1,324,154	1,431,000	1,416,955	(14,045)	99.02%	2,862,000	1,445,045
Service fees- PG&E	341,981	460,500	424,248	(36,252)	92.13%	921,000	496,752
Other services	165,054	209,000	224,272	15,272	107.31%	418,000	193,728
General and administration	208,321	164,500	123,269	(41,231)	74.94%	329,000	205,731
Occupancy	-	130,000	80,760	(49,240)	62.12%	260,000	179,240
Integrated Demand side pilot programs	-	25,000	21,340	(3,660)	85.36%	50,000	28,660
Marin County green business program	-	10,000	-	(10,000)	0.00%	10,000	10,000
Solar rebates	-	-	-	-	0.00%	35,000	35,000
Total current expenditures	<u>44,122,603</u>	<u>67,828,756</u>	<u>66,265,419</u>	<u>(1,563,337)</u>	<u>97.70%</u>	<u>139,111,715</u>	<u>72,846,296</u>
CAPITAL OUTLAY	9,966	123,000	135,199	12,199	109.92%	150,000	14,801
DEBT SERVICE *	596,939	2,080,000	2,147,718	67,718	103.26%	2,080,000	(67,718)
INTERFUND TRANSFER TO:							
Renewable Energy Reserve Fund	-	1,000,000	1,000,000	-	100.00%	1,000,000	-
Local Renewable Energy Development Fund	109,994	151,383	151,383	-	100.00%	151,383	-
Total expenditures	<u>44,839,502</u>	<u>71,183,139</u>	<u>69,699,719</u>	<u>\$ (1,483,420)</u>	<u>97.92%</u>	<u>142,493,098</u>	<u>\$ 72,793,379</u>
Net increase (decrease) in available fund balance	<u>\$ 5,875,188</u>	<u>\$ 4,352,246</u>	<u>\$ 8,023,162</u>	<u>\$ 3,670,916</u>		<u>\$ 3,440,000</u>	<u>\$ (4,191,081)</u>

* Debt Service includes fees related to a Line of Credit and a Letter of Credit issued during the 2015/16 year.

**MARIN CLEAN ENERGY
ENERGY EFFICIENCY PROGRAM FUND
BUDGETARY COMPARISON SCHEDULE
April 1, 2015 through September 30, 2015**

	<u>Budget</u>	<u>Actual</u>	<u>Budget Remaining</u>	<u>Actual/ Budget</u>
REVENUE AND OTHER SOURCES:				
Public purpose energy efficiency program	\$ 1,505,702	\$ 408,741	\$ 1,096,961	27.15%
EXPENDITURES AND OTHER USES:				
CURRENT EXPENDITURES				
Public purpose energy efficiency program	1,505,702	509,728	995,974	33.85%
Expenditures paid for by Operating fund		(98,524)		
Total expenditures paid for by EE program	<u>1,505,702</u>	<u>411,204</u>	<u>995,974</u>	
Net increase (decrease) in fund balance	<u>\$ -</u>	<u>\$ (2,463)</u>		

**LOCAL RENEWABLE ENERGY DEVELOPMENT FUND
BUDGETARY COMPARISON SCHEDULE
April 1, 2015 through September 30, 2015**

	<u>Budget</u>	<u>Actual</u>	<u>Budget Remaining</u>	<u>Actual/ Budget</u>
REVENUE AND OTHER SOURCES:				
Transfer from Operating Fund	\$ 151,383	\$ 151,383	\$ -	100.00%
EXPENDITURES AND OTHER USES:				
Capital Outlay	<u>151,383</u>	<u>130,810</u>	<u>20,573</u>	<u>86.41%</u>
Net increase (decrease) in fund balance	<u>\$ -</u>	<u>\$ 20,573</u>		

**RENEWABLE ENERGY RESERVE FUND
BUDGETARY COMPARISON SCHEDULE
April 1, 2015 through September 30, 2015**

	<u>Budget</u>	<u>Actual</u>	<u>Budget Remaining</u>	<u>Actual/ Budget</u>
REVENUE AND OTHER SOURCES:				
Transfer from Operating Fund	\$ 1,000,000	\$ 1,000,000	\$ -	100.00%
EXPENDITURES AND OTHER USES:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net increase (decrease) in fund balance	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>		

See accountants' compilation report.

MARIN CLEAN ENERGY
BUDGETARY SUPPLEMENTAL SCHEDULE
April 1, 2015 through September 30, 2015

	Actual
Other services	
Audit	\$ 35,500
Accounting	72,000
IT Consulting	37,323
Human resources & payroll fees	4,095
Legislative consulting	45,000
Miscellaneous professional fees	30,354
	\$ 224,272
	\$ 224,272
 General and administration	
Cell phones	\$ 408
Data and telephone service	15,801
Insurance	7,169
Office and meeting rentals	2,060
Office equipment lease	2,730
Dues and subscriptions	24,112
Conferences and professional education	9,178
Travel	11,709
Business meals	2,777
Office supplies and postage	47,325
	\$ 123,269
	\$ 123,269

See accountants' compilation report.