



Blue Sky Utility Sub 1 LLC

Quarterly Report- Q1 2018
Period Ending March 31, 2018

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1 | Executive Summary

In Q1 2018, the portfolio performed 5.06% below the predicted production for the quarter.

The project had a favorable January and February and overproduced the estimated energy generation by about 6.44% and 5.58% respectively. In March, the project experienced below average production (due to weather). Invoicing for the initiation of the project was somewhat delayed due to systems syncing with client. No future delays are expected. Please note that billing is synced to utility cycle and is generally from the 8-10th of the month till the 9-11th of the following month

Blue Sky Utility Sub 1 LLC			
	PRODUCTION METER	SIMULATION PVSYST	INVOICED
MONTH	kWh	kWh	\$
18-Jan	33,420	31,398	
18-Feb	42,336	39,863	
18-Mar	58,770	70,439	\$15,007.53

2 | Portfolio Performance

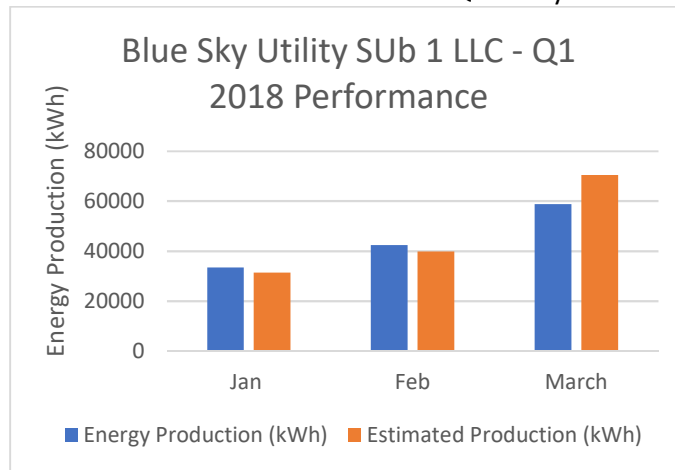
The predicted energy output for Blue Sky Utility Sub 1 LLC project during Jan-Mar 2018 was **141,700 kWh**.

The actual energy output for the Blue Sky Utility Sub 1 LLC project during Jan-Mar 2018 was **134,526 kWh**.

The performance of the portfolio is evaluated by comparing the produced energy to two quantities: (1) the energy forecasted/modeled during pre-acquisition of each array (PVSyst model), to which the quantities are labeled as “predicted” will be associated, and (2) the energy expected using the same model as the forecast, but applied to the actual irradiance, temperature, and wind speed observed at the site during the reporting period. Quantities associated with the specific energy production are labeled as “actual”.

3 | Forecasted vs. Actual Energy

The following graphs shows performance (*Actual*-metered energy v. *Predicted*- PVSYST forecast) for Q1 2018.



4 | Weather Adjusted Performance

The weather station located at the Blue Sky Utility Sub 1 LLC site is currently being installed; therefore, a quantitative weather adjusted comparison table is not available for Q1 2018. Weather adjusted performance will be included in the Q2 2018 report.

5 | Operations & Maintenance

The following table details all operations/maintenance related issues and corrective actions for Q1 2018.

Project SVP	Issue/Date	Corrective Action	Resolved/Not Resolved	kWh Lost
Blue Sky Utility Sub 1 LLC	n/a	n/a	n/a	0

6 | Availability

The overall availability for this quarter was **100.00%** and there were no outages.

7 | Billings & Collections

Invoicing for the initiation of the project was somewhat delayed due to systems syncing with client. No future delays are expected. Please note that billing is synced to utility cycle and is generally from the 8-10th of the month till the 9-11th of the following month. All invoiced amounts were paid in early April directly to the loan accounts.

MONTH	INVOICE AMOUNTS (\$)	COLLECTIONS (\$)
18-Jan		
18-Feb		
18-Mar	\$15,007.53	

8 | Financials

Financials are attached below or sent in separate document:

Blue Sky Utility Sub 1 LLC
Balance Sheet
As of March 31, 2018

Mar 31, 18

ASSETS

Current Assets

Accounts Receivable

11000 · Accounts Receivable

11200 · Accounts Receivable - Unbilled

7,485.93

Total 11000 · Accounts Receivable

7,485.93

Total Accounts Receivable

7,485.93

Other Current Assets

11150 · Accounts Receivable - Billed

15,007.53

13000 · Other Current Assets

13100 · DFC - Current Portion

1,700.00

Total 13000 · Other Current Assets

1,700.00

Total Other Current Assets

16,707.53

Total Current Assets

24,193.46

Fixed Assets

14000 · Property, Plant & Equipment

14100 · Plant Equipment

1,902,014.00

14500 · Capitalized Interest

44,450.00

14900 · Accumulated Depreciation

-21,627.36

Total 14000 · Property, Plant & Equipment

1,924,836.64

Total Fixed Assets

1,924,836.64

Other Assets

16000 · Other Assets

16100 · Restricted Cash - O&M Reserve

18,967.52

16200 · Restricted Cash - Min Pymt Res

32,293.06

16300 · Restricted Cash -Inv Res

6,900.00

16500 · Deferred Financing Costs

14,024.99

Total 16000 · Other Assets

72,185.57

Total Other Assets

72,185.57

TOTAL ASSETS

2,021,215.67

LIABILITIES & EQUITY

Liabilities

Current Liabilities

Other Current Liabilities

23000 · LT Debt - Current Portion

35,100.00

25100 · Interest Payable

6,936.05

Total Other Current Liabilities

42,036.05

Total Current Liabilities

42,036.05

Long Term Liabilities

28000 · Long-term Debt

28100 · Loan 400119500

1,146,140.00

Total 28000 · Long-term Debt

1,146,140.00

29000 · Other LT Liabilities

29100 · Due To BSU LLC

29,068.04

Total 29000 · Other LT Liabilities

29,068.04

Total Long Term Liabilities

1,175,208.04

Total Liabilities

1,217,244.09

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Accrual Basis

Blue Sky Utility Sub 1 LLC

Balance Sheet

As of March 31, 2018

	Mar 31, 18
Equity	
32300 · Membership Interest Equity	839,047.84
33000 · Retained Earnings	-10,587.26
Net Income	-24,489.00
Total Equity	803,971.58
TOTAL LIABILITIES & EQUITY	<u>2,021,215.67</u>

Blue Sky Utility Sub 1 LLC
Profit & Loss
January through March 2018

Jan - Mar 18

Ordinary Income/Expense	
Income	
40000 · Revenues	
41000 · Tenant Revenues	23,217.08
43000 · Sales Discount	-2,321.70
Total 40000 · Revenues	20,895.38
Total Income	20,895.38
Gross Profit	20,895.38
Expense	
60000 · Operating Expenses	
61100 · Business Licenses and Permits	800.00
61700 · Bank Service Charges	30.00
62200 · Asset Management Fees	2,400.00
Total 60000 · Operating Expenses	3,230.00
63000 · Depreciation Expense	16,220.52
66700 · Professional Fees	6,461.22
Total Expense	25,911.74
Net Ordinary Income	-5,016.36
Other Income/Expense	
Other Income	
71000 · Interest Income	2.37
Total Other Income	2.37
Other Expense	
72000 · Interest Expense	19,475.01
Total Other Expense	19,475.01
Net Other Income	-19,472.64
Net Income	<u>-24,489.00</u>