



Blue Sky Utility Sub 1 LLC

(NSG Orland)

Quarterly Report- Q1
1/1/2020 – 3/31/2020

*The information contained in this report is for informational purposes only and is not intended to provide tax, legal or investment advice. Adjustments and modifications to the information contained in this report may be identified after the date of distribution of this report. This report does not constitute a solicitation of any order to buy or sell securities. This report is confidential and proprietary to **Blue Sky Utility Sub 1 LLC***

CONFIDENTIAL

1 | Executive Summary

In Q1, the portfolio performed 12% above the predicted production for the quarter for – this amounts to 17,952kWh. Year to date the production total is 160,247kWh.

In Q1 2020, the financial income was 91% above the predicted financial model for the quarter – this amounts to \$13,284.84.

	PVSyst	Production Meter	Production Variance	Invoiced	Accrued Credits	Value Created	Projected Revenue	Revenue Variance
Month	kWh	kWh	kWh	\$	\$	\$	\$	\$
Jan	31,678	32,422	744	\$ 9,731.56	\$ -	\$ 9,731.56	\$ 2,040.56	\$ 7,691.00
Feb	40,121	57,758	17,637	\$ 7,393.71	\$ -	\$ 7,393.71	\$ 4,761.30	\$ 2,632.41
Mar	70,496	70,067	-429	\$ 10,783.56	\$ -	\$ 10,783.56	\$ 7,822.13	\$ 2,961.43
Total	142,295	160,247	17,952	\$ 27,908.83	\$ -	\$ 27,908.83	\$ 14,623.99	\$ 13,284.84

Summary by Quarter

	PVSyst	Production Meter	Production Variance	Invoiced*	Accrued Credits*	Value Created*	Projected Revenue	Revenue Variance
Quarter	kWh	kWh	kWh	\$	\$	\$	\$	\$
20 – Q1	142,295	160,247	17,952	\$ 27,908.83	\$ -	\$ 27,908.83	\$ 14,623.99	\$ 13,284.84
20 – Q2								
20 – Q4								
20 – Q4								
YTD Total	142,295	160,247	17,952	\$ 27,908.83	\$ -	\$ 27,908.83	\$ 14,623.99	\$ 13,284.84

2 | Portfolio Performance

The predicted energy output for the **Blue Sky Utility Sub 1 LLC (NSG Orland)** project during Q1–2020 was **142,295 kWh**. The actual energy output for the project during Q1-2020 was **160,247 kWh**.

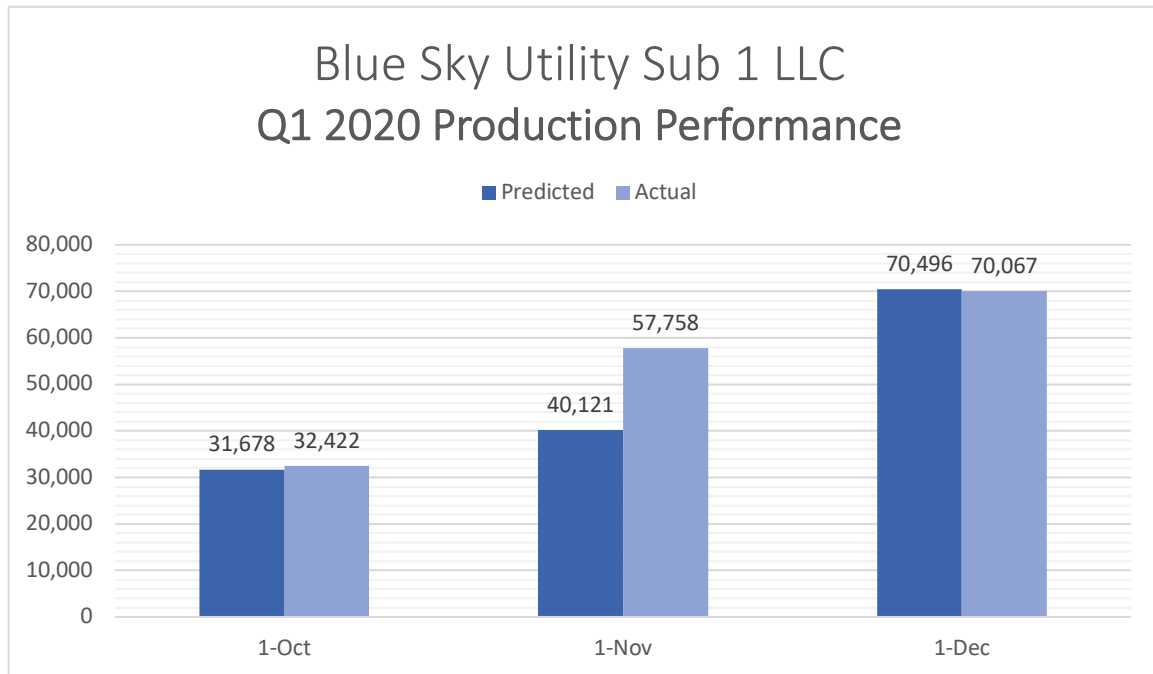
The reason for this performance:

- Irradiance was above expectation 30% in February.

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 graph shows performance (*Actual*-metered energy v. *Predicted*- PVSYST forecast) for Q1.



4 | Weather Adjusted Performance

	Measured Avg Irradiance	Assumed Avg Irradiance	Measured Avg Temp	Assumed Avg Temp	Weather adjusted expected production variance
Month	kWh/m^2	kWh/m^2	F	F	% Variance
JAN	58.21	54.3	49.01	44.49	7%
FEB	104.5	72.4	55.72	51.53	30%
MAR	131.2	130.6	54.99	55.45	0%

5 | Operations & Maintenance

The following table details all operations/maintenance related issues and corrective actions for Q1-2020

Operations:

NA

Cleaning:

2019

6 | Availability

The overall availability for this quarter was **100%** and there was no outage.

7 | Billings & Collections

Month	Invoiced	Collected
Jan	\$ 9,731.56	\$ 9,731.56
Feb	\$ 7,393.71	\$ 7,393.71
Mar	\$ 10,783.56	\$ 10,783.56
Total	\$ 27,908.83	\$ 27,908.83

8 | Financials

Financials are attached below or sent in separate document.

Blue Sky Utility Sub 1 LLC

Balance Sheet

As of March 31, 2020

	Mar 31, 20
ASSETS	
Current Assets	
Checking/Savings	
10000 · Cash and Cash Equivalents	
10050 · Orland Operating Account	1,185.52
Total 10000 · Cash and Cash Equivalents	1,185.52
Total Checking/Savings	1,185.52
Accounts Receivable	
11000 · Accounts Receivable	
11200 · Accounts Receivable - Unbilled	10,783.56
Total 11000 · Accounts Receivable	10,783.56
Total Accounts Receivable	10,783.56
Other Current Assets	
11150 · Accounts Receivable - Billed	7,393.78
13000 · Other Current Assets	
13100 · DFC - Current Portion	1,700.00
Total 13000 · Other Current Assets	1,700.00
Total Other Current Assets	9,093.78
Total Current Assets	21,062.86
Fixed Assets	
14000 · Property, Plant & Equipment	
14100 · Plant Equipment	1,901,958.45
14500 · Capitalized Interest	44,450.00
14900 · Accumulated Depreciation	-151,387.32
Total 14000 · Property, Plant & Equipment	1,795,021.13
Total Fixed Assets	1,795,021.13
Other Assets	
16000 · Other Assets	
16100 · Restricted Cash - O&M Reserve	10,679.13
16200 · Restricted Cash - Min Pymt Res	43,201.80
16300 · Restricted Cash -Inv Res	6,900.00
16500 · Deferred Financing Costs	10,483.22
Total 16000 · Other Assets	71,264.15
18000 · Intercompany Receivables	
18200 · Due from Colusa (BSU 2017 III)	14,721.00
Total 18000 · Intercompany Receivables	14,721.00
Total Other Assets	85,985.15
TOTAL ASSETS	1,902,069.14
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Other Current Liabilities	
22000 · Taxes Payable	
22200 · Commission Taxes Payable	176.41
Total 22000 · Taxes Payable	176.41

9:58 PM

05/06/20

Accrual Basis

Blue Sky Utility Sub 1 LLC

Balance Sheet

As of March 31, 2020

	Mar 31, 20
23000 · LT Debt - Current Portion	41,625.00
25100 · Interest Payable	11,199.26
Total Other Current Liabilities	53,000.67
Total Current Liabilities	53,000.67
Long Term Liabilities	
28000 · Long-term Debt	
28100 · Loan 400119500	1,067,940.00
Total 28000 · Long-term Debt	1,067,940.00
Total Long Term Liabilities	1,067,940.00
Total Liabilities	1,120,940.67
Equity	
32100 · REA Equity	699,530.37
32300 · BSU Equity	90,083.49
33000 · Retained Earnings	-667.28
Net Income	-7,818.11
Total Equity	781,128.47
TOTAL LIABILITIES & EQUITY	1,902,069.14

Blue Sky Utility Sub 1 LLC
Profit & Loss
January through March 2020

	Jan - Mar 20
Ordinary Income/Expense	
Income	
40000 · Revenues	
41000 · Tenant Revenues	30,972.94
43000 · Sales Discount	-3,097.29
	Total 40000 · Revenues
	27,875.65
Total Income	27,875.65
Gross Profit	27,875.65
Expense	
60000 · Operating Expenses	
62200 · Asset Management Fees	0.00
	Total 60000 · Operating Expenses
	0.00
63000 · Depreciation Expense	16,220.07
64000 · Facilities Expenses	
64100 · Repairs and Maintenance	
64150 · O&M Amortization	0.00
	Total 64100 · Repairs and Maintenance
	0.00
Total 64000 · Facilities Expenses	0.00
Total Expense	16,220.07
Net Ordinary Income	11,655.58
Other Income/Expense	
Other Income	
71000 · Interest Income	1.32
Total Other Income	1.32
Other Expense	
72000 · Interest Expense	
72100 · Amortization of DFC	425.01
72200 · Interest Expense	19,050.00
	Total 72000 · Interest Expense
	19,475.01
Total Other Expense	19,475.01
Net Other Income	-19,473.69
Net Income	-7,818.11