

PENINSULA CLEAN ENERGY AUTHORITY

STATEMENT OF NET POSITION

As of June 30, 2017

ASSETS

Current assets	
Cash and cash equivalents	\$ 20,381,547
Accounts receivable, net of allowance	21,125,690
Other receivables	33,817
Accrued revenue	11,626,628
Prepaid expenses	224,524
Total current assets	<u>53,392,206</u>
Noncurrent assets	
Capital assets, net of depreciation	18,913
Deposits	1,645,661
Total noncurrent assets	<u>1,664,574</u>
Total assets	<u>55,056,780</u>

LIABILITIES

Current liabilities	
Accounts payable	754,283
Accrued cost of electricity	25,466,702
Accrued interest payable	34,130
Accrued payroll and related liabilities	116,005
Supplier security deposits	50,000
User taxes and energy surcharges due to other governments	688,782
Total current liabilities	<u>27,109,902</u>
Noncurrent liabilities	
Loan payable to bank	3,000,000
Loans payable to County of San Mateo	4,480,800
Supplier security deposits	75,000
Total noncurrent liabilities	<u>7,555,800</u>
Total liabilities	<u>34,665,702</u>

NET POSITION

Net investment in capital assets	18,913
Unrestricted	20,372,165
Total net position	<u>\$ 20,391,078</u>

PENINSULA CLEAN ENERGY AUTHORITY

STATEMENT OF REVENUES, EXPENSES

AND CHANGES IN NET POSITION

July 1, 2016 through June 30, 2017

OPERATING REVENUES

Electricity sales, net	\$ 92,689,114
Green electricity premium	197,162
Total operating revenues	<u>92,886,276</u>

OPERATING EXPENSES

Cost of electricity	65,577,607
Staff compensation and benefits	1,017,677
Data manager	1,471,147
Service fees - PG&E	481,301
Consultants and other professional fees	342,412
Legal	914,070
Communications and noticing	1,208,403
General and administration	164,228
Depreciation	3,733
Total operating expenses	<u>71,180,578</u>
Operating income (loss)	<u>21,705,698</u>

NONOPERATING REVENUES (EXPENSES)

Interest income	9,443
Interest and related expense	(150,156)
Financing costs	(131,583)
Total nonoperating revenues (expenses)	<u>(272,296)</u>

CHANGE IN NET POSITION

	21,433,402
Net position at beginning of period	<u>(1,042,324)</u>
Net position at end of period	<u>\$ 20,391,078</u>

PENINSULA CLEAN ENERGY AUTHORITY

STATEMENT OF CASH FLOWS
July 1, 2016 through June 30, 2017

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from electricity sales	\$ 60,415,804
Receipts from supplier security deposits	125,000
Tax and surcharge receipts from customers	1,065,640
Payments to purchase electricity	(40,342,764)
Payments for staff compensation and benefits	(929,318)
Payments for consultants and other professional fees	(1,650,411)
Payments for legal fees	(1,200,692)
Payments for communications and noticing	(1,125,252)
Payments for general and administration	(163,470)
Tax and surcharge payments to other governments	(658,703)
Net cash provided (used) by operating activities	<u>15,535,834</u>

CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES

Loan proceeds from bank notes and loans	1,421,333
Deposits and collateral paid	(1,645,821)
Deposits and collateral returned	160
Interest and related expense payments	(117,383)
Finance costs	(131,583)
Net cash provided (used) by non-capital financing activities	<u>(473,294)</u>

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Acquisition of capital assets	<u>(22,646)</u>
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CASH FLOWS FROM INVESTING ACTIVITIES

Interest income received	<u>8,885</u>
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Net change in cash and cash equivalents	15,048,779
Cash and cash equivalents at beginning of year	5,332,768
Cash and cash equivalents at end of period	<u>\$ 20,381,547</u>

PENINSULA CLEAN ENERGY AUTHORITY

STATEMENT OF CASH FLOWS (continued)

July 1, 2016 through June 30, 2017

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

Operating income (loss)	\$ 21,705,698
Adjustments to reconcile operating income to net cash provided (used) by operating activities	
Depreciation expense	3,733
Revenue reduced for uncollectible accounts	326,244
(Increase) decrease in net accounts receivable	(21,451,934)
(Increase) decrease in other receivables	(33,259)
(Increase) decrease in accrued revenue	(11,626,628)
(Increase) decrease in prepaid expenses	(224,524)
Increase (decrease) in accounts payable	754,283
Increase (decrease) in accrued payroll and related	90,359
Increase (decrease) in accrued cost of electricity	25,466,702
Increase (decrease) in accrued liabilities	(288,622)
Increase (decrease) in user taxes and energy surcharges due to other governments	688,782
Increase (decrease) in supplier security deposits	125,000
Net cash provided (used) by operating activities	<u>\$ 15,535,834</u>