



## ACCOUNTANTS' COMPILATION REPORT

Board of Directors  
Peninsula Clean Energy Authority

Management is responsible for the accompanying financial statements of Peninsula Clean Energy Authority (PCE), a California Joint Powers Authority, which comprise the statement of net position as of September 30, 2021, and the statement of revenues, expenses, and changes in net position, and the statement of cash flows for the period 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. PCE's annual audited financial statements will 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 PCE because we performed certain accounting services that impaired our independence.

*Maher Accountancy*

San Rafael, CA  
October 25, 2021

# PENINSULA CLEAN ENERGY AUTHORITY

## STATEMENT OF NET POSITION

As of September 30, 2021

### ASSETS

#### Current assets

Cash and cash equivalents	\$ 17,947,461
Accounts receivable, net of allowance	21,378,382
Accrued revenue	11,267,128
Investments	14,586,156
Other receivables	2,717,237
Prepaid expenses	2,223,112
Deposits	7,947,178
Restricted cash	3,808,546
Total current assets	<u>81,875,200</u>

#### Noncurrent assets

Capital assets, net of depreciation	323,002
Intangible assets	2,114,527
Investments	124,374,329
Deposits and other assets	248,976
Total noncurrent assets	<u>127,060,834</u>

Total assets 208,936,034

### LIABILITIES

#### Current liabilities

Accrued cost of electricity	22,139,528
Accounts payable	1,434,789
Other accrued liabilities	620,697
User taxes and energy surcharges due to other governments	855,299
Supplier deposits - energy suppliers	1,539,749
Lease liability	446,445
Total current liabilities	<u>27,036,507</u>

#### Noncurrent liabilities

Supplier deposits - energy suppliers	1,593,433
Lease liability	2,121,366
Total noncurrent liabilities	<u>3,714,799</u>

Total liabilities 30,751,306

### NET POSITION

Investment in capital assets	323,002
Restricted for security collateral	3,808,546
Unrestricted	<u>174,053,180</u>
Total net position	<u>\$ 178,184,728</u>

**PENINSULA CLEAN ENERGY AUTHORITY**  
**STATEMENT OF REVENUES, EXPENSES**  
**AND CHANGES IN NET POSITION**  
**July 1, 2021 through September 30, 2021**

**OPERATING REVENUES**

Electricity sales, net	\$ 57,618,027
Green electricity premium	736,681
Total operating revenues	58,354,708

**OPERATING EXPENSES**

Cost of electricity	56,463,956
Contract services	2,538,485
Staff compensation	1,477,989
General and administration	449,292
Depreciation and amortization	126,364
Total operating expenses	61,056,086
Operating income (loss)	(2,701,378)

**NONOPERATING REVENUES (EXPENSES)**

Liquidated damages revenue	483,200
Interest and investment income (loss)	79,968
Interest expense	(20,461)
Nonoperating revenues (expenses), net	542,707

**CHANGE IN NET POSITION**

	(2,158,671)
Net position at beginning of period (as restated)	180,343,399
Net position at end of period	\$ 178,184,728

**PENINSULA CLEAN ENERGY AUTHORITY**

**STATEMENT OF CASH FLOWS**

**July 1, 2021 through September 30, 2021**

**CASH FLOWS FROM OPERATING ACTIVITIES**

Receipts from customers	\$ 56,061,111
Payments to suppliers for electricity	(56,103,294)
Payments for other goods and services	(2,852,284)
Payments for staff compensation	(1,504,736)
Payments of taxes and surcharges to other governments	(880,597)
Net cash provided (used) by operating activities	<u>(5,279,800)</u>

**CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES**

Interest expense paid	(20,461)
Deposits and collateral paid	(4,165,284)
Net cash provided (used) by non-capital financing activities	<u>(4,185,745)</u>

**CASH FLOWS FROM INVESTING ACTIVITIES**

Proceeds from investment sales	19,003,833
Investment income received	491,351
Purchase of investments	(4,427,235)
Net cash provided (used) by investing activities	<u>15,067,949</u>

Net change in cash and cash equivalents	5,602,404
Cash and cash equivalents at beginning of period	16,153,603
Cash and cash equivalents at end of period	<u>\$ 21,756,007</u>

**Reconciliation to the Statement of Net Position**

Cash and cash equivalents (unrestricted)	\$ 17,947,461
Restricted cash	3,808,546
Cash and cash equivalents	<u>\$ 21,756,007</u>

**PENINSULA CLEAN ENERGY AUTHORITY**  
**STATEMENT OF CASH FLOWS (continued)**  
**July 1, 2021 through September 30, 2021**

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

Operating income (loss)	\$ (2,701,378)
Adjustments to reconcile operating income to net cash provided (used) by operating activities	
Depreciation and amortization expense	126,364
Revenue adjusted for allowance for uncollectible accounts	440,968
(Increase) decrease in:	
Accounts receivable	(3,409,354)
Accrued revenue	(312,117)
Other receivables	2,154,018
Prepaid expenses	1,348,100
Increase (decrease) in:	
Accrued cost of electricity	(1,434,728)
Accounts payable	187,681
Other accrued liabilities	(482,437)
User taxes and energy surcharges due to other governments	106,312
Lease liability	(107,581)
Supplier security deposits	(1,195,648)
Net cash provided (used) by operating activities	<u>\$ (5,279,800)</u>