



## 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 March 31, 2022, 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  
April 27, 2022

# PENINSULA CLEAN ENERGY AUTHORITY

## STATEMENT OF NET POSITION

As of March 31, 2022

### ASSETS

#### Current assets

Cash and cash equivalents	\$ 8,820,301
Accounts receivable, net of allowance	15,267,817
Accrued revenue	7,975,307
Investments	17,000,397
Other receivables	995,417
Prepaid expenses	2,082,578
Deposits	7,947,922
Restricted cash	500,000
Total current assets	<u>60,589,739</u>

#### Noncurrent assets

Capital assets, net of depreciation	281,772
Intangible assets	1,903,075
Investments	112,037,057
Deposits and other assets	192,878
Total noncurrent assets	<u>114,414,782</u>
Total assets	<u>175,004,521</u>

### LIABILITIES

#### Current liabilities

Accrued cost of electricity	21,468,404
Accounts payable	996,947
Other accrued liabilities	652,028
User taxes and energy surcharges due to other governments	730,876
Supplier deposits - energy suppliers	1,949,090
Lease liability	461,218
Total current liabilities	<u>26,258,563</u>

#### Noncurrent liabilities

Supplier deposits - energy suppliers	1,593,433
Lease liability	1,886,382
Total noncurrent liabilities	<u>3,479,815</u>

#### Total liabilities

29,738,378

### NET POSITION

Investment in capital assets	281,772
Restricted for security collateral	500,000
Unrestricted	144,484,371
Total net position	<u>\$ 145,266,143</u>

**PENINSULA CLEAN ENERGY AUTHORITY**  
**STATEMENT OF REVENUES, EXPENSES**  
**AND CHANGES IN NET POSITION**  
**Nine Months Ended March 31, 2022**

<b>OPERATING REVENUES</b>	
Electricity sales, net	\$ 142,649,987
Green electricity premium	2,101,241
Grant revenue	2,497,067
Total operating revenues	<u>147,248,295</u>
<b>OPERATING EXPENSES</b>	
Cost of electricity	163,831,444
Contract services	7,321,945
Staff compensation	4,600,723
General and administration	1,618,419
Depreciation and amortization	378,683
Total operating expenses	<u>177,751,214</u>
Operating income (loss)	<u>(30,502,919)</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>	
Liquidated damages revenue	493,183
Interest and investment income (loss)	(5,008,676)
Finance costs	(58,844)
Nonoperating revenues (expenses), net	<u>(4,574,337)</u>
<b>CHANGE IN NET POSITION</b>	<b>(35,077,256)</b>
Net position at beginning of period (as restated)	<u>180,343,399</u>
Net position at end of period	<u>\$ 145,266,143</u>

**PENINSULA CLEAN ENERGY AUTHORITY**

**STATEMENT OF CASH FLOWS**  
**Nine Months Ended March 31, 2022**

**CASH FLOWS FROM OPERATING ACTIVITIES**

Receipts from customers	\$ 156,495,914
Receipts from supplier security deposits	1,889,091
Payments to suppliers for electricity	(164,510,882)
Payments for other goods and services	(9,678,630)
Payments for staff compensation	(4,552,810)
Payments of taxes and surcharges to other governments	(2,650,664)
Net cash provided (used) by operating activities	<u>(23,007,981)</u>

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

Finance costs paid	(58,844)
Deposits and collateral paid	(4,109,931)
Net cash provided (used) by non-capital financing activities	<u>(4,168,775)</u>

**CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES**

Payments on lease assets and to acquire capital assets	<u>401,965</u>
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**CASH FLOWS FROM INVESTING ACTIVITIES**

Proceeds from investment sales	46,227,398
Investment income received	1,431,515
Purchase of investments	(27,717,424)
Net cash provided (used) by investing activities	<u>19,941,489</u>

Net change in cash and cash equivalents	(6,833,302)
Cash and cash equivalents at beginning of period	16,153,603
Cash and cash equivalents at end of period	<u>\$ 9,320,301</u>

**Reconciliation to the Statement of Net Position**

Cash and cash equivalents (unrestricted)	\$ 8,820,301
Restricted cash	500,000
Cash and cash equivalents	<u>\$ 9,320,301</u>

**PENINSULA CLEAN ENERGY AUTHORITY**  
**STATEMENT OF CASH FLOWS (continued)**  
**Nine Months Ended March 31, 2022**

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

Operating income (loss)	\$ (30,502,919)
Adjustments to reconcile operating income to net cash provided (used) by operating activities	
Depreciation and amortization expense	376,867
Provision for uncollectible accounts	(363,801)
Nonoperating liquidated damages revenue	493,183
(Increase) decrease in:	
Accounts receivable	3,505,980
Accrued revenue	2,979,704
Other receivables	3,353,485
Prepaid expenses	1,488,634
Increase (decrease) in:	
Accrued cost of electricity	(2,105,852)
Accounts payable	(250,161)
Other accrued liabilities	(1,178,683)
User taxes and energy surcharges due to other governments	(18,111)
Supplier security deposits	(786,307)
Net cash provided (used) by operating activities	<u>\$ (23,007,981)</u>