



## 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, 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  
October 21, 2022

# PENINSULA CLEAN ENERGY AUTHORITY

## STATEMENT OF NET POSITION

As of September 30, 2022

### ASSETS

#### Current assets

Cash and cash equivalents	\$ 25,204,697
Accounts receivable, net of allowance	50,961,719
Accrued revenue	21,945,245
Investments	14,973,521
Other receivables	4,701,524
Prepaid expenses	1,326,857
Deposits	11,258,236
Total current assets	<u>130,371,799</u>

#### Noncurrent assets

Investments	103,560,852
Deposits and other assets	187,878
Lease asset, net of amortization	1,970,872
Capital assets, net of depreciation	266,109
Total noncurrent assets	<u>105,985,711</u>

#### Total assets

236,357,510

### LIABILITIES

#### Current liabilities

Accrued cost of electricity	34,062,629
Accounts payable	1,014,781
Other accrued liabilities	754,239
Deferred revenue	4,752,063
User taxes and energy surcharges due to other governments	1,325,052
Supplier deposits - energy suppliers	2,067,890
Lease liability	476,533
Total current liabilities	<u>44,453,187</u>

#### Noncurrent liabilities

Supplier deposits - energy suppliers	1,653,433
Lease liability	1,637,411
Total noncurrent liabilities	<u>3,290,844</u>

#### Total liabilities

47,744,031

### NET POSITION

Investment in capital assets	266,109
Unrestricted	188,347,370
Total net position	<u>\$ 188,613,479</u>

**PENINSULA CLEAN ENERGY AUTHORITY**  
**STATEMENT OF REVENUES, EXPENSES**  
**AND CHANGES IN NET POSITION**  
**Three Months Ended September 30, 2022**

<b>OPERATING REVENUES</b>	
Electricity sales, net	\$ 112,628,344
Green electricity premium	767,960
Liquidated damages revenue	113,643
Total operating revenues	<u>113,509,947</u>
<b>OPERATING EXPENSES</b>	
Cost of electricity	84,875,610
Contract services	2,501,335
Staff compensation	1,798,114
General and administration	992,548
Depreciation and amortization	142,486
Total operating expenses	<u>90,310,093</u>
Operating income (loss)	<u>23,199,854</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>	
Interest and investment income (loss)	(2,240,129)
Finance costs	(16,980)
Nonoperating revenues (expenses), net	<u>(2,257,109)</u>
<b>CHANGE IN NET POSITION</b>	20,942,745
Net position at beginning of period	<u>167,670,734</u>
Net position at end of period	<u><u>\$ 188,613,479</u></u>

**PENINSULA CLEAN ENERGY AUTHORITY**

**STATEMENT OF CASH FLOWS**

**Three Months Ended September 30, 2022**

**CASH FLOWS FROM OPERATING ACTIVITIES**

Receipts from customers	\$ 94,194,343
Receipts from grantors	6,270,562
Receipts from supplier security deposits	53,100
Payments to suppliers for electricity	(76,737,645)
Payments for other goods and services	(3,685,368)
Payments for staff compensation	(1,800,346)
Payments of taxes and surcharges to other governments	(1,348,778)
Net cash provided (used) by operating activities	<u>16,945,868</u>

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

Deposits and collateral received	9,000,000
Deposits and collateral paid	(14,799,213)
Net cash provided (used) by non-capital financing activities	<u>(5,799,213)</u>

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

Payments of lease liability	(151,139)
Payments to acquire capital assets	(23,641)
Net cash provided (used) by capital financing activities	<u>(174,780)</u>

**CASH FLOWS FROM INVESTING ACTIVITIES**

Proceeds from investment sales	11,773,608
Investment income received	435,939
Purchase of investments	(7,754,177)
Net cash provided (used) by investing activities	<u>4,455,370</u>

Net change in cash and cash equivalents	15,427,245
Cash and cash equivalents at beginning of period	9,777,452
Cash and cash equivalents at end of period	<u>\$ 25,204,697</u>

**PENINSULA CLEAN ENERGY AUTHORITY**  
**STATEMENT OF CASH FLOWS (continued)**  
**Three Months Ended September 30, 2022**

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

Operating income (loss)	\$ 23,199,854
Adjustments to reconcile operating income to net cash provided (used) by operating activities	
Depreciation and amortization expense	142,486
Provision for uncollectible accounts	856,899
(Increase) decrease in:	
Accounts receivable	(18,949,239)
Accrued revenue	(1,223,264)
Other receivables	(1,631,516)
Prepaid expenses	3,649,714
Increase (decrease) in:	
Accrued cost of electricity	6,923,711
Accounts payable	(157,022)
Deferred revenue	4,478,563
Other accrued liabilities	(31,339)
User taxes and energy surcharges due to other governments	243,221
Supplier security deposits	(556,200)
Net cash provided (used) by operating activities	<u>\$ 16,945,868</u>