

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, 2023, 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 May 1, 2023

STATEMENT OF NET POSITION As of March 31, 2023

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Cash and cash equivalents \$97,451,486 Accounts receivable, net of allowance 38,557,529 Accrued revenue 19,438,322 Investments 15,374,662 Other receivables 4,255,698 Prepaid expenses 1,242,165 Deposits 14,952,379 Total current assets 1108,708,955 Investments 108,708,955 Deposits and other assets 187,878 Lease asset, net of amortization 228,649 Total noncurrent assets 110,849,994 Total assets 20,697,252 Accoude cost of electricity 20,697,252 Accounts payable 2,669,291 Other accrued liabilities 832,738 Deferred revenue 4,798,063 User taxes and energy surcharges due to other governments 1,383,698 Deposits - energy suppliers 2,404,117 Lease liability 492,009 Total current liabilities 33,277,168 Noncurrent liabilities 33,247,200 Deposits - energy suppliers 1,653,433 Lease liability	Current assets	
Accrued revenue 19,438,322 Investments 15,374,662 Other receivables 4,255,698 Prepaid expenses 1,242,165 Deposits 14,952,379 Total current assets 191,272,241 Noncurrent assets 191,272,241 Noncurrent assets 187,878 Lease asset, net of amortization 1,724,512 Capital assets, net of depreciation 228,649 Total noncurrent assets 110,849,994 Total assets 302,122,235 LIABILITES 2 Current liabilities 2 Accounts payable 2,669,291 Other accrued liabilities 832,738 Deferred revenue 4,798,063 User taxes and energy surcharges due to other governments 1,383,698 Deposits - energy suppliers 2,404,117 Lease liability 492,009 Total current liabilities 33,277,168 Noncurrent liabilities 33,277,168 Noncurrent liabilities 3,040,270 Total liabilities 3,040,270 Tota	Cash and cash equivalents	\$ 97,451,486
Investments 15,374,662 Other receivables 4,255,698 Prepaid expenses 1,242,165 Deposits 14,952,379 Total current assets 191,272,241 Noncurrent assets 108,708,955 Deposits and other assets 108,708,955 Deposits and other assets 1,724,512 Capital assets, net of depreciation 228,649 Total noncurrent assets 110,849,994 Total assets 302,122,235 LIABILITIES Current liabilities 20,697,252 Accorued cost of electricity 20,697,252 Accounts payable 2,669,291 Other accrued liabilities 832,738 Deferred revenue 4,798,063 User taxes and energy surcharges due to other governments 1,383,698 Deposits - energy suppliers 2,404,117 Lease liability 492,009 Total current liabilities 33,277,168 Noncurrent liabilities 33,277,38 Deposits - energy suppliers 1,653,433 Lease liability 1,386,837	Accounts receivable, net of allowance	38,557,529
Other receivables 4,255,698 Prepaid expenses 1,242,165 Deposits 14,952,379 Total current assets 191,272,241 Noncurrent assets 108,708,955 Deposits and other assets 187,878 Lease asset, net of amortization 228,649 Total noncurrent assets 110,849,994 Total assets 302,122,235 LIABILITIES Current liabilities 20,697,252 Accounts payable 2,669,291 Other accrued liabilities 832,738 Deferred revenue 4,798,063 User taxes and energy surcharges due to other governments 1,383,698 Deposits - energy suppliers 2,404,117 Lease liability 492,009 Total current liabilities 33,277,168 Noncurrent liabilities 33,277,168 Noncurrent liabilities 3,040,270 Total liabilities 3,040,270 Total liabilities 3,040,270 Total liabilities 3,040,270 Total liabilities 36,317,438 NET	Accrued revenue	19,438,322
Prepaid expenses 1,242,165 Deposits 14,952,379 Total current assets 191,272,241 Noncurrent assets 108,708,955 Investments 108,708,955 Deposits and other assets 187,878 Lease asset, net of amortization 1,724,512 Capital assets, net of depreciation 228,649 Total noncurrent assets 110,849,994 Total assets 302,122,235 LIABILITIES Current liabilities 20,697,252 Accorded cost of electricity 20,697,252 Accounts payable 2,669,291 Other accrued liabilities 832,738 Deferred revenue 4,798,063 User taxes and energy surcharges due to other governments 1,383,698 Deposits - energy suppliers 2,404,117 Lease liability 492,009 Total current liabilities 33,277,168 Noncurrent liabilities 33,277,168 Noncurrent liabilities 3,040,270 Total liabilities 3,040,270 Total liabilities 3,040,270	Investments	15,374,662
Deposits 14,952,379 Total current assets 191,272,241 Noncurrent assets 108,708,955 Deposits and other assets 187,878 Lease asset, net of amortization 1,724,512 Capital assets, net of depreciation 228,649 Total noncurrent assets 110,849,994 Total assets 302,122,235 LIABILITIES Current liabilities 20,697,252 Accounts payable 2,669,291 Other accrued liabilities 832,738 Deferred revenue 4,798,063 User taxes and energy surcharges due to other governments 1,383,698 Deposits - energy suppliers 2,404,117 Lease liability 492,009 Total current liabilities 33,277,168 Noncurrent liabilities 33,277,168 Noncurrent liabilities 3,040,270 Total liabilities 3,040,270 Total liabilities 3,040,270 Total liabilities 3,040,270 Total liabilities 36,317,438 NET POSITION Net investment in	Other receivables	4,255,698
Total current assets 191,272,241 Noncurrent assets 108,708,955 Investments 187,878 Lease asset, net of amortization 228,649 Total noncurrent assets 110,849,994 Total assets 302,122,235 LIABILITIES Current liabilities 20,697,252 Accrued cost of electricity 20,697,252 Accounts payable 2,669,291 Other accrued liabilities 832,738 Deferred revenue 4,798,063 User taxes and energy surcharges due to other governments 1,383,698 Deposits - energy suppliers 2,404,117 Lease liability 492,009 Total current liabilities 33,277,168 Noncurrent liabilities 1,653,433 Lease liability 1,386,837 Total noncurrent liabilities 3,040,270 Total liabilities 36,317,438 NET POSITION Net investment in capital assets 74,315 Unrestricted 265,730,482	Prepaid expenses	1,242,165
Noncurrent assets 108,708,955 Deposits and other assets 187,878 Lease asset, net of amortization 1,724,512 Capital assets, net of depreciation 228,649 Total noncurrent assets 110,849,994 Total assets 302,122,235 LIABILITIES Current liabilities 20,697,252 Accounts payable 2,669,291 Other accrued liabilities 832,738 Deferred revenue 4,798,063 User taxes and energy surcharges due to other governments 1,383,698 Deposits - energy suppliers 2,404,117 Lease liability 492,009 Total current liabilities 33,277,168 Noncurrent liabilities 33,277,168 Noncurrent liabilities 3,040,270 Total noncurrent liabilities 3,040,270 Total liabilities 3,040,270 Total liabilities 36,317,438 NET POSITION Net investment in capital assets 74,315 Unrestricted 265,730,482	Deposits	14,952,379
Investments 108,708,955 Deposits and other assets 187,878 Lease asset, net of amortization 1,724,512 Capital assets, net of depreciation 228,649 Total noncurrent assets 110,849,994 Total assets 302,122,235 LIABILITIES Current liabilities 20,697,252 Accounts payable 2,669,291 Other accrued liabilities 832,738 Deferred revenue 4,798,063 User taxes and energy surcharges due to other governments 1,383,698 Deposits - energy suppliers 2,404,117 Lease liability 492,009 Total current liabilities 33,277,168 Noncurrent liabilities 33,277,168 Noncurrent liabilities 3,040,270 Total noncurrent liabilities 3,040,270 Total liabilities 3,040,270 Total liabilities 36,317,438 NET POSITION Xet investment in capital assets 74,315 Unrestricted 265,730,482	Total current assets	191,272,241
Deposits and other assets 187,878 Lease asset, net of amortization 1,724,512 Capital assets, net of depreciation 228,649 Total noncurrent assets 110,849,994 Total assets 302,122,235 LIABILITIES Current liabilities 20,697,252 Accounts payable 2,669,291 Other accrued liabilities 832,738 Deferred revenue 4,798,063 User taxes and energy surcharges due to other governments 1,383,693 Deposits - energy suppliers 2,404,117 Lease liability 492,009 Total current liabilities 33,277,168 Noncurrent liabilities 3,653,433 Lease liability 1,653,433 Lease liability 3,040,270 Total noncurrent liabilities 3,040,270 Total liabilities 36,317,438 NET POSITION Net investment in capital assets 74,315 Unrestricted 265,730,482	Noncurrent assets	
Lease asset, net of amortization 1,724,512 Capital assets, net of depreciation 228,649 Total noncurrent assets 110,849,994 Total assets 302,122,235 LIABILITIES Current liabilities 20,697,252 Accrued cost of electricity 20,697,252 Accounts payable 2,669,291 Other accrued liabilities 832,738 Deferred revenue 4,798,063 User taxes and energy surcharges due to other governments 1,383,698 Deposits - energy suppliers 2,404,117 Lease liability 492,009 Total current liabilities 33,277,168 Noncurrent liabilities 1,653,433 Lease liability 1,386,837 Total noncurrent liabilities 3,040,270 Total liabilities 36,317,438 NET POSITION Net investment in capital assets 74,315 Unrestricted 265,730,482	Investments	108,708,955
Capital assets, net of depreciation 228,649 Total noncurrent assets 110,849,994 Total assets 302,122,235 LIABILITIES Current liabilities 20,697,252 Accounts payable 2,669,291 Other accrued liabilities 832,738 Deferred revenue 4,798,063 User taxes and energy surcharges due to other governments 1,383,698 Deposits - energy suppliers 2,404,117 Lease liability 492,009 Total current liabilities 33,277,168 Noncurrent liabilities 1,653,433 Lease liability 1,386,837 Total noncurrent liabilities 3,040,270 Total liabilities 36,317,438 NET POSITION 74,315 Net investment in capital assets 74,315 Unrestricted 265,730,482	Deposits and other assets	187,878
Total noncurrent assets 110,849,994 Total assets 302,122,235 LIABILITIES Secured Isabilities Accrued cost of electricity 20,697,252 Accounts payable 2,669,291 Other accrued liabilities 832,738 Deferred revenue 4,798,063 User taxes and energy surcharges due to other governments 1,383,698 Deposits - energy suppliers 2,404,117 Lease liability 492,009 Total current liabilities 33,277,168 Noncurrent liabilities 1,653,433 Lease liability 1,386,837 Total noncurrent liabilities 3,040,270 Total liabilities 36,317,438 NET POSITION 74,315 Net investment in capital assets 74,315 Unrestricted 265,730,482	Lease asset, net of amortization	1,724,512
Total assets 302,122,235 LIABILITIES Current liabilities 20,697,252 Accounts payable 2,669,291 Other accrued liabilities 832,738 Deferred revenue 4,798,063 User taxes and energy surcharges due to other governments 1,383,698 Deposits - energy suppliers 2,404,117 Lease liability 492,009 Total current liabilities 33,277,168 Noncurrent liabilities 1,653,433 Lease liability 1,386,837 Total noncurrent liabilities 3,040,270 Total liabilities 36,317,438 NET POSITION 36,317,438 Net investment in capital assets 74,315 Unrestricted 265,730,482	Capital assets, net of depreciation	228,649
LIABILITIES Current liabilities 20,697,252 Accounts payable 2,669,291 Other accrued liabilities 832,738 Deferred revenue 4,798,063 User taxes and energy surcharges due to other governments 1,383,698 Deposits - energy suppliers 2,404,117 Lease liability 492,009 Total current liabilities 33,277,168 Noncurrent liabilities 1,653,433 Lease liability 1,386,837 Total noncurrent liabilities 3,040,270 Total liabilities 36,317,438 NET POSITION 74,315 Net investment in capital assets 74,315 Unrestricted 265,730,482	Total noncurrent assets	110,849,994
Current liabilities 20,697,252 Accounts payable 2,669,291 Other accrued liabilities 832,738 Deferred revenue 4,798,063 User taxes and energy surcharges due to other governments 1,383,698 Deposits - energy suppliers 2,404,117 Lease liability 492,009 Total current liabilities 33,277,168 Noncurrent liabilities 1,653,433 Lease liability 1,386,837 Total noncurrent liabilities 3,040,270 Total liabilities 36,317,438 NET POSITION Net investment in capital assets 74,315 Unrestricted 265,730,482	Total assets	302,122,235
Accrued cost of electricity 20,697,252 Accounts payable 2,669,291 Other accrued liabilities 832,738 Deferred revenue 4,798,063 User taxes and energy surcharges due to other governments 1,383,698 Deposits - energy suppliers 2,404,117 Lease liability 492,009 Total current liabilities 33,277,168 Noncurrent liabilities 1,653,433 Lease liability 1,386,837 Total noncurrent liabilities 3,040,270 Total liabilities 36,317,438 NET POSITION 74,315 Net investment in capital assets 74,315 Unrestricted 265,730,482	LIABILITIES	
Accounts payable 2,669,291 Other accrued liabilities 832,738 Deferred revenue 4,798,063 User taxes and energy surcharges due to other governments 1,383,698 Deposits - energy suppliers 2,404,117 Lease liability 492,009 Total current liabilities 33,277,168 Noncurrent liabilities 1,653,433 Lease liability 1,386,837 Total noncurrent liabilities 3,040,270 Total liabilities 36,317,438 NET POSITION Net investment in capital assets 74,315 Unrestricted 265,730,482	Current liabilities	
Accounts payable 2,669,291 Other accrued liabilities 832,738 Deferred revenue 4,798,063 User taxes and energy surcharges due to other governments 1,383,698 Deposits - energy suppliers 2,404,117 Lease liability 492,009 Total current liabilities 33,277,168 Noncurrent liabilities 1,653,433 Lease liability 1,386,837 Total noncurrent liabilities 3,040,270 Total liabilities 36,317,438 NET POSITION Net investment in capital assets 74,315 Unrestricted 265,730,482	Accrued cost of electricity	20,697,252
Deferred revenue 4,798,063 User taxes and energy surcharges due to other governments 1,383,698 Deposits - energy suppliers 2,404,117 Lease liability 492,009 Total current liabilities 33,277,168 Noncurrent liabilities 1,653,433 Lease liability 1,386,837 Total noncurrent liabilities 3,040,270 Total liabilities 36,317,438 NET POSITION Net investment in capital assets 74,315 Unrestricted 265,730,482		2,669,291
User taxes and energy surcharges due to other governments 1,383,698 Deposits - energy suppliers 2,404,117 Lease liability 492,009 Total current liabilities 33,277,168 Noncurrent liabilities 1,653,433 Lease liability 1,386,837 Total noncurrent liabilities 3,040,270 Total liabilities 36,317,438 NET POSITION Net investment in capital assets 74,315 Unrestricted 265,730,482	Other accrued liabilities	832,738
Deposits - energy suppliers 2,404,117 Lease liability 492,009 Total current liabilities 33,277,168 Noncurrent liabilities 1,653,433 Lease liability 1,386,837 Total noncurrent liabilities 3,040,270 Total liabilities 36,317,438 NET POSITION Net investment in capital assets 74,315 Unrestricted 265,730,482	Deferred revenue	4,798,063
Lease liability492,009Total current liabilities33,277,168Noncurrent liabilities1,653,433Deposits - energy suppliers1,386,837Total noncurrent liabilities3,040,270Total liabilities36,317,438NET POSITION74,315Net investment in capital assets74,315Unrestricted265,730,482	User taxes and energy surcharges due to other governments	1,383,698
Total current liabilities Noncurrent liabilities Deposits - energy suppliers Lease liability Total noncurrent liabilities Total liabilities NET POSITION Net investment in capital assets Unrestricted 33,277,168 1,653,433 1,386,837 3,040,270 3,040,270 36,317,438 74,315 265,730,482	Deposits - energy suppliers	2,404,117
Noncurrent liabilities Deposits - energy suppliers Lease liability Total noncurrent liabilities Total liabilities NET POSITION Net investment in capital assets Unrestricted 1,653,433 1,386,837 3,040,270 3,040,270 74,315	Lease liability	492,009
Deposits - energy suppliers Lease liability Total noncurrent liabilities Total liabilities NET POSITION Net investment in capital assets Unrestricted 1,653,433 1,386,837 3,040,270 36,317,438 74,315 265,730,482	Total current liabilities	33,277,168
Lease liability1,386,837Total noncurrent liabilities3,040,270Total liabilities36,317,438NET POSITION74,315Net investment in capital assets74,315Unrestricted265,730,482	Noncurrent liabilities	
Total noncurrent liabilities 3,040,270 Total liabilities 36,317,438 NET POSITION Net investment in capital assets 74,315 Unrestricted 265,730,482	Deposits - energy suppliers	1,653,433
Total noncurrent liabilities 3,040,270 Total liabilities 36,317,438 NET POSITION Net investment in capital assets 74,315 Unrestricted 265,730,482	Lease liability	1,386,837
NET POSITION Net investment in capital assets Unrestricted 74,315 265,730,482	· · · · · · · · · · · · · · · · · · ·	
Net investment in capital assets 74,315 Unrestricted 265,730,482	Total liabilities	36,317,438
Unrestricted 265,730,482	NET POSITION	
Unrestricted 265,730,482	Net investment in capital assets	74,315
	•	265,730,482
		

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

Nine Months Ended March 31, 2023

OPERATING REVENUES		
Electricity sales, net	\$	318,453,253
Green electricity premium		2,296,814
Liquidated damages revenue		191,993
Grant revenue		773,595
Total operating revenues		321,715,655
OPERATING EXPENSES		
Cost of electricity		207,764,061
Contract services		8,177,438
Staff compensation		5,792,782
Other operating expenses		3,937,730
Depreciation and amortization		426,305
Total operating expenses		226,098,316
Operating income (loss)		95,617,339
NONOPERATING REVENUES (EXPENSES)		
Grant revenue		789,539
Interest and investment income (loss)		1,775,418
Finance costs		(48,233)
Nonoperating revenues (expenses), net		2,516,724
CHANGE IN NET POSITION		98,134,063
Net position at beginning of period		167,670,734
Net position at end of period	\$	265,804,797

STATEMENT OF CASH FLOWS Nine Months Ended March 31, 2023

CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	\$	321,268,450
Receipts from grantors		5,452,158
Receipts from supplier security deposits		1,373,798
Payments to suppliers for electricity		(212,718,910)
Payments for other goods and services		(10,964,185)
Payments for staff compensation		(5,792,551)
Payments of taxes and surcharges to other governments		(4,429,014)
Net cash provided (used) by operating activities		94,189,746
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES		
Grant revenue		789,539
Deposits and collateral received		14,000,000
Deposits and collateral paid		(23,493,356)
Net cash provided (used) by non-capital		<u>, , , , , , , , , , , , , , , , , , , </u>
financing activities		(8,703,817)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Payments of lease liability		(454,994)
Payments to acquire capital assets		(23,641)
Net cash provided (used) by capital financing activities		(478,635)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from investment sales		28,271,753
Investment income received		1,803,649
Purchase of investments		(27,408,662)
Net cash provided (used) by investing activities		2,666,740
Net change in cash and cash equivalents		87,674,034
Cash and cash equivalents at beginning of period		9,777,452
Cash and cash equivalents at end of period	\$	97,451,486

STATEMENT OF CASH FLOWS (continued) Nine Months Ended March 31, 2023

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

Operating income (loss)	\$ 95,617,339
Adjustments to reconcile operating income to net	
cash provided (used) by operating activities	
Depreciation and amortization expense	426,305
Provision for uncollectible accounts	1,634,265
(Increase) decrease in:	
Accounts receivable	(7,322,415)
Accrued revenue	1,283,659
Other receivables	(930,757)
Prepaid expenses	3,734,406
Increase (decrease) in:	
Accrued cost of electricity	(6,441,667)
Accounts payable	1,497,488
Deferred revenue	4,524,563
Other accrued liabilities	84,666
User taxes and energy	
surcharges due to other governments	301,867
Supplier security deposits	(219,973)
Net cash provided (used) by operating activities	\$ 94,189,746