



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

PENINSULA CLEAN ENERGY AUTHORITY

STATEMENT OF NET POSITION

As of March 31, 2023

ASSETS

Current assets

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	<u>191,272,241</u>

Noncurrent assets

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	<u>110,849,994</u>

Total assets	<u>302,122,235</u>
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LIABILITIES

Current liabilities

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	<u>33,277,168</u>

Noncurrent liabilities

Deposits - energy suppliers	1,653,433
Lease liability	1,386,837
Total noncurrent liabilities	<u>3,040,270</u>

Total liabilities	<u>36,317,438</u>
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NET POSITION

Net investment in capital assets	74,315
Unrestricted	265,730,482
Total net position	<u>\$ 265,804,797</u>

PENINSULA CLEAN ENERGY AUTHORITY

**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	<u>321,715,655</u>

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	<u>226,098,316</u>
Operating income (loss)	<u>95,617,339</u>

NONOPERATING REVENUES (EXPENSES)

Grant revenue	789,539
Interest and investment income (loss)	1,775,418
Finance costs	(48,233)
Nonoperating revenues (expenses), net	<u>2,516,724</u>

CHANGE IN NET POSITION

Net position at beginning of period	<u>167,670,734</u>
Net position at end of period	<u>\$ 265,804,797</u>

PENINSULA CLEAN ENERGY AUTHORITY

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	<u>94,189,746</u>

CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES

Grant revenue	789,539
Deposits and collateral received	14,000,000
Deposits and collateral paid	<u>(23,493,356)</u>
Net cash provided (used) by non-capital financing activities	<u>(8,703,817)</u>

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Payments of lease liability	(454,994)
Payments to acquire capital assets	<u>(23,641)</u>
Net cash provided (used) by capital financing activities	<u>(478,635)</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Proceeds from investment sales	28,271,753
Investment income received	1,803,649
Purchase of investments	<u>(27,408,662)</u>
Net cash provided (used) by investing activities	<u>2,666,740</u>

Net change in cash and cash equivalents	87,674,034
Cash and cash equivalents at beginning of period	<u>9,777,452</u>
Cash and cash equivalents at end of period	<u>\$ 97,451,486</u>

PENINSULA CLEAN ENERGY AUTHORITY

**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	<u>\$ 94,189,746</u>