



## 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 December 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  
January 25, 2024

# PENINSULA CLEAN ENERGY AUTHORITY

## STATEMENT OF NET POSITION

As of December 31, 2023

### ASSETS

#### Current assets

Cash and cash equivalents	\$ 176,323,430
Accounts receivable, net of allowance	26,752,496
Accrued revenue	25,580,813
Investments	16,520,272
Other receivables	2,021,208
Prepaid expenses	891,947
Deposits and other assets	4,340,805
Total current assets	<u>252,430,971</u>

#### Noncurrent assets

Investments	150,794,659
Other receivables	3,027,112
Deposits and other assets	189,766
Lease asset, net of amortization	1,354,972
Capital assets and construction in progress, net of depreciation	3,978,401
Total noncurrent assets	<u>159,344,910</u>

Total assets 411,775,881

### LIABILITIES

#### Current liabilities

Accrued cost of electricity	30,088,512
Accounts payable	2,372,623
Other accrued liabilities	1,008,218
Deferred revenue	4,463,052
User taxes and energy surcharges due to other governments	1,243,300
Deposits - energy suppliers	1,379,999
Lease liability	515,878
Total current liabilities	<u>41,071,582</u>

#### Noncurrent liabilities

Deposits - energy suppliers	1,799,451
Lease liability	996,732
Total noncurrent liabilities	<u>2,796,183</u>

Total liabilities 43,867,765

### NET POSITION

Net investment in capital assets	3,689,729
Unrestricted	<u>364,218,387</u>
Total net position	<u>\$ 367,908,116</u>

**PENINSULA CLEAN ENERGY AUTHORITY**

**STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN NET POSITION  
Six Months Ended December 31, 2023**

**OPERATING REVENUES**

Electricity sales, net	\$ 229,800,258
Green electricity premium	1,549,537
Liquidated damages revenue	564,711
Grant revenue	584,538
Total operating revenues	<u>232,499,044</u>

**OPERATING EXPENSES**

Cost of electricity	163,921,949
Contract services	5,285,177
Staff compensation	4,385,239
Other operating expenses	6,243,964
Depreciation and amortization	284,324
Total operating expenses	<u>180,120,653</u>
Operating income (loss)	<u>52,378,391</u>

**NONOPERATING REVENUES (EXPENSES)**

Interest and investment returns	7,929,430
Finance costs	(25,697)
Nonoperating revenues (expenses), net	<u>7,903,733</u>

**CHANGE IN NET POSITION**

Net position at beginning of period	<u>307,625,992</u>
Net position at end of period	<u>\$ 367,908,116</u>

**PENINSULA CLEAN ENERGY AUTHORITY**

**STATEMENT OF CASH FLOWS**  
**Six Months Ended December 31, 2023**

**CASH FLOWS FROM OPERATING ACTIVITIES**

Receipts from customers	\$ 242,498,400
Receipts from grantors	584,538
Receipts of supplier security deposits	12,755,000
Payments to suppliers for electricity	(146,968,437)
Payments for other goods and services	(12,613,945)
Payments for deposits and collateral	(2,148,725)
Payments of staff compensation	(4,170,117)
Payments of taxes and surcharges to other governments	(3,249,679)
Net cash provided (used) by operating activities	<u>86,687,035</u>

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

Payments of lease obligation	(273,012)
Payments to acquire capital assets	(3,327,244)
Net cash provided (used) by capital and related financing activities	<u>(3,600,256)</u>

**CASH FLOWS FROM INVESTING ACTIVITIES**

Proceeds from investment sales	21,554,392
Investment income received	4,034,083
Purchase of investments	(62,577,113)
Net cash provided (used) by investing activities	<u>(36,988,638)</u>

Net change in cash and cash equivalents	46,098,141
Cash and cash equivalents at beginning of period	130,225,289
Cash and cash equivalents at end of period	<u>\$ 176,323,430</u>

**SUPPLEMENTAL CASH FLOW INFORMATION**

Capital acquisitions included in accounts payable and other liabilities	\$ 131,034
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**PENINSULA CLEAN ENERGY AUTHORITY**

**STATEMENT OF CASH FLOWS (continued)**  
**Six Months Ended December 31, 2023**

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

Operating income (loss)	\$ 52,378,391
Adjustments to reconcile operating income to net cash provided (used) by operating activities	
Depreciation and amortization expense	284,324
(Increase) decrease in:	
Accounts receivable	10,472,303
Accrued revenue	(3,356,253)
Other receivables	3,219,306
Prepaid expenses	7,674,262
Deposits and other assets	11,984,375
Increase (decrease) in:	
Accrued cost of electricity	4,441,943
Accounts payable	1,211,508
Other accrued liabilities	132,983
Deferred revenue	(381,011)
User taxes and energy surcharges due to other governments	3,004
Deposits - energy suppliers	(1,378,100)
Net cash provided (used) by operating activities	<u>\$ 86,687,035</u>