



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, 2024, 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 28, 2024

PENINSULA CLEAN ENERGY AUTHORITY

STATEMENT OF NET POSITION

As of September 30, 2024

ASSETS

Current assets

Cash and cash equivalents	\$ 111,535,205
Accounts receivable, net of allowance	39,071,895
Accrued revenue	25,193,885
Investments	16,797,964
Other receivables	2,934,004
Prepaid expenses	538,752
Deposits and other assets	8,119,576
Total current assets	<u>204,191,281</u>

Noncurrent assets

Cash and cash equivalents	68,000,000
Investments	199,700,102
Other receivables	5,278,811
Deposits and other assets	191,108
Capital assets, net of depreciation and amortization	8,926,747
Total noncurrent assets	<u>282,096,768</u>
Total assets	<u>486,288,049</u>

LIABILITIES

Current liabilities

Accrued cost of electricity	44,254,791
Accounts payable	3,258,573
Other accrued liabilities	1,337,024
Deferred revenue	3,454,069
User taxes and energy surcharges due to other governments	887,521
Deposits - energy suppliers	269,999
Lease liability	540,553
Total current liabilities	<u>54,002,530</u>

Noncurrent liabilities

Deposits - energy suppliers	2,249,451
Lease liability	589,054
Total noncurrent liabilities	<u>2,838,505</u>

Total liabilities 56,841,035

DEFERRED INFLOWS OF RESOURCES

Rate Stabilization Fund	<u>68,000,000</u>
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NET POSITION

Net investment in capital assets	6,090,937
Unrestricted	355,356,077
Total net position	<u>\$ 361,447,014</u>

PENINSULA CLEAN ENERGY AUTHORITY

**STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION**

Three Months Ended September 30, 2024

OPERATING REVENUES

Electricity sales, net	\$ 133,191,120
Green electricity premium	773,921
Liquidated damages revenue	7,563,162
Grant revenue	433,108
Total operating revenues	<u>141,961,311</u>

OPERATING EXPENSES

Cost of electricity	129,933,588
Contract services	3,978,496
Staff compensation	3,317,930
Other operating expenses	2,046,329
Depreciation and amortization	146,115
Total operating expenses	<u>139,422,458</u>
Operating income (loss)	<u>2,538,853</u>

NONOPERATING REVENUES (EXPENSES)

Investment income	9,717,494
Finance costs	(9,433)
Nonoperating revenues (expenses), net	<u>9,708,061</u>

CHANGE IN NET POSITION

Net position at beginning of period	<u>349,200,100</u>
Net position at end of period	<u>\$ 361,447,014</u>

PENINSULA CLEAN ENERGY AUTHORITY

STATEMENT OF CASH FLOWS

Three Months Ended September 30, 2024

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from customers	\$	130,409,589
Receipts from grantors		433,108
Other operating receipts		7,563,162
Payments to suppliers for electricity		(123,930,213)
Payments for other goods and services		(7,536,710)
Payments for deposits and collateral		(4,001,480)
Payments of staff compensation		(3,144,686)
Payments of taxes and surcharges to other governments		(2,064,784)
Net cash provided (used) by operating activities		<u>(2,272,014)</u>

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Payments to acquire capital assets		(651,454)
Payments of lease obligation		(139,915)
Net cash provided (used) by capital and related financing activities		<u>(791,369)</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Proceeds from investment sales and maturities		13,901,738
Investment income received		4,553,322
Purchase of investments		(15,789,431)
Net cash provided (used) by investing activities		<u>2,665,629</u>

Net change in cash and cash equivalents		(397,754)
Cash and cash equivalents at beginning of period		179,932,959
Cash and cash equivalents at end of period	\$	<u>179,535,205</u>

Reconciliation to the Statement of Net Position

Cash and cash equivalents (current)	\$	111,535,205
Cash and cash equivalents (noncurrent)		68,000,000
Cash and cash equivalents	\$	<u>179,535,205</u>

NONCASH INVESTING ACTIVITIES

Unrealized appreciation and timing differences in investment income	\$	5,164,172
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PENINSULA CLEAN ENERGY AUTHORITY

STATEMENT OF CASH FLOWS

(continued)

Three Months Ended September 30, 2024

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

Operating income (loss)	\$	2,538,853
Adjustments to reconcile operating income to net cash provided (used) by operating activities		
Depreciation and amortization expense		146,115
(Increase) decrease in:		
Accounts receivable, net of allowance		(6,690,566)
Accrued revenue		546,465
Other receivables		2,209,419
Prepaid expenses		4,072,376
Deposits and other assets		(2,831,480)
Increase (decrease) in:		
Accrued cost of electricity		586,170
Accounts payable		(920,087)
Other accrued liabilities		437,987
Deferred revenue		(918,088)
User taxes and energy surcharges due to other governments		(279,178)
Deposits - energy suppliers		(1,170,000)
Net cash provided (used) by operating activities	\$	<u>(2,272,014)</u>