



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, 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
January 26, 2023

PENINSULA CLEAN ENERGY AUTHORITY

STATEMENT OF NET POSITION

As of December 31, 2022

ASSETS

Current assets

Cash and cash equivalents	\$ 63,460,061
Accounts receivable, net of allowance	37,095,186
Accrued revenue	21,900,199
Investments	15,000,296
Other receivables	4,727,535
Prepaid expenses	778,763
Deposits	14,826,683
Total current assets	<u>157,788,723</u>

Noncurrent assets

Investments	107,213,940
Deposits and other assets	187,878
Lease asset, net of amortization	1,847,692
Capital assets, net of depreciation	247,268
Total noncurrent assets	<u>109,496,778</u>

Total assets	<u>267,285,501</u>
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LIABILITIES

Current liabilities

Accrued cost of electricity	39,032,535
Accounts payable	975,180
Other accrued liabilities	731,754
Deferred revenue	4,678,563
User taxes and energy surcharges due to other governments	1,259,096
Deposits - energy suppliers	2,230,588
Lease liability	484,241
Total current liabilities	<u>49,391,957</u>

Noncurrent liabilities

Deposits - energy suppliers	1,653,433
Lease liability	1,512,609
Total noncurrent liabilities	<u>3,166,042</u>

Total liabilities	<u>52,557,999</u>
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NET POSITION

Net investment in capital assets	98,110
Unrestricted	214,629,392
Total net position	<u>\$ 214,727,502</u>

PENINSULA CLEAN ENERGY AUTHORITY

**STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
Six Months Ended December 31, 2022**

OPERATING REVENUES

Electricity sales, net	\$ 213,073,074
Green electricity premium	1,536,690
Liquidated damages revenue	113,643
Grant revenue	571,955
Total operating revenues	<u>215,295,362</u>

OPERATING EXPENSES

Cost of electricity	156,507,649
Contract services	5,187,515
Staff compensation	3,704,778
General and administration	1,859,094
Depreciation and amortization	284,507
Total operating expenses	<u>167,543,543</u>
Operating income (loss)	<u>47,751,819</u>

NONOPERATING REVENUES (EXPENSES)

Interest and investment income (loss)	(661,990)
Finance costs	(33,061)
Nonoperating revenues (expenses), net	<u>(695,051)</u>

CHANGE IN NET POSITION

Net position at beginning of period	167,670,734
Net position at end of period	<u>\$ 214,727,502</u>

PENINSULA CLEAN ENERGY AUTHORITY

STATEMENT OF CASH FLOWS
Six Months Ended December 31, 2022

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from customers	\$ 212,393,545
Receipts from grantors	5,250,518
Receipts from supplier security deposits	533,798
Payments to suppliers for electricity	(143,227,651)
Payments for other goods and services	(7,299,730)
Payments for staff compensation	(3,675,242)
Payments of taxes and surcharges to other governments	(2,896,898)
Net cash provided (used) by operating activities	<u>61,078,340</u>

CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES

Deposits and collateral received	14,000,000
Deposits and collateral paid	(23,367,660)
Net cash provided (used) by non-capital financing activities	<u>(9,367,660)</u>

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Payments of lease liability	(303,520)
Payments to acquire capital assets	(23,641)
Net cash provided (used) by capital financing activities	<u>(327,161)</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Proceeds from investment sales	22,170,501
Investment income received	1,124,953
Purchase of investments	(20,996,364)
Net cash provided (used) by investing activities	<u>2,299,090</u>

Net change in cash and cash equivalents	53,682,609
Cash and cash equivalents at beginning of period	9,777,452
Cash and cash equivalents at end of period	<u>\$ 63,460,061</u>

PENINSULA CLEAN ENERGY AUTHORITY

**STATEMENT OF CASH FLOWS (continued)
Six Months Ended December 31, 2022**

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

Operating income (loss)	\$ 47,751,819
Adjustments to reconcile operating income to net cash provided (used) by operating activities	
Depreciation and amortization expense	284,507
Provision for uncollectible accounts	1,620,860
(Increase) decrease in:	
Accounts receivable	(5,846,667)
Accrued revenue	(1,178,218)
Other receivables	(1,602,971)
Prepaid expenses	4,197,808
Increase (decrease) in:	
Accrued cost of electricity	11,893,615
Accounts payable	(196,623)
Deferred revenue	4,405,063
Other accrued liabilities	(34,616)
User taxes and energy surcharges due to other governments	177,265
Supplier security deposits	(393,502)
Net cash provided (used) by operating activities	<u>\$ 61,078,340</u>