



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, 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
October 23, 2023

PENINSULA CLEAN ENERGY AUTHORITY

STATEMENT OF NET POSITION

As of September 30, 2023

ASSETS

Current assets

Cash and cash equivalents	\$ 169,218,452
Accounts receivable, net of allowance	44,197,237
Accrued revenue	24,312,515
Investments	7,274,475
Other receivables	3,328,381
Prepaid expenses	1,212,414
Deposits	16,298,723
Total current assets	<u>265,842,197</u>

Noncurrent assets

Investments	116,561,695
Other receivables	2,160,054
Deposits and other assets	189,322
Lease asset, net of amortization	1,478,152
Capital assets and construction in progress, net of depreciation	2,940,671
Total noncurrent assets	<u>123,329,894</u>

Total assets 389,172,091

LIABILITIES

Current liabilities

Accrued cost of electricity	33,430,871
Accounts payable	2,856,762
Other accrued liabilities	1,035,646
Deferred revenue	4,893,293
User taxes and energy surcharges due to other governments	1,391,391
Deposits - energy suppliers	1,259,999
Lease liability	507,807
Total current liabilities	<u>45,375,769</u>

Noncurrent liabilities

Deposits - energy suppliers	1,799,451
Lease liability	1,129,606
Total noncurrent liabilities	<u>2,929,057</u>

Total liabilities 48,304,826

NET POSITION

Net investment in capital assets	1,636,779
Unrestricted	<u>339,230,486</u>
Total net position	<u>\$ 340,867,265</u>

PENINSULA CLEAN ENERGY AUTHORITY

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

Three Months Ended September 30, 2023

OPERATING REVENUES

Electricity sales, net	\$	131,699,193
Green electricity premium		768,582
Liquidated damages revenue		500,000
Total operating revenues		<u>132,967,775</u>

OPERATING EXPENSES

Cost of electricity		93,757,225
Contract services		2,666,718
Staff compensation		2,166,968
Other operating expenses		2,863,533
Depreciation and amortization		141,650
Total operating expenses		<u>101,596,094</u>
Operating income (loss)		<u>31,371,681</u>

NONOPERATING REVENUES (EXPENSES)

Interest and investment returns		1,882,920
Finance costs		(13,328)
Nonoperating revenues (expenses), net		<u>1,869,592</u>

CHANGE IN NET POSITION

Net position at beginning of period		<u>307,625,992</u>
Net position at end of period	\$	<u><u>340,867,265</u></u>

PENINSULA CLEAN ENERGY AUTHORITY

STATEMENT OF CASH FLOWS

Three Months Ended September 30, 2023

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from customers	\$	125,854,728
Receipts of supplier security deposits		95,000
Payments to suppliers for electricity		(75,670,291)
Payments for other goods and services		(5,976,960)
Payments for deposits and collateral		(1,608,725)
Payments of staff compensation		(2,077,132)
Payments of taxes and surcharges to other governments		(1,581,521)
Net cash provided (used) by operating activities		<u>39,035,099</u>

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Payments of lease obligation		(135,839)
Payments to acquire capital assets		(1,139,039)
Net cash provided (used) by capital and related financing activities		<u>(1,274,878)</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Proceeds from investment sales		16,380,355
Investment income received		1,903,799
Purchase of investments		(17,051,212)
Net cash provided (used) by investing activities		<u>1,232,942</u>

Net change in cash and cash equivalents		38,993,163
Cash and cash equivalents at beginning of period		130,225,289
Cash and cash equivalents at end of period	\$	<u>169,218,452</u>

SUPPLEMENTAL CASH FLOW INFORMATION

Capital acquisitions included in accounts payable and other liabilities	\$	1,262,016
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PENINSULA CLEAN ENERGY AUTHORITY

**STATEMENT OF CASH FLOWS (continued)
Three Months Ended September 30, 2023**

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

Operating income (loss)	\$ 31,371,681
Adjustments to reconcile operating income to net cash provided (used) by operating activities	
Depreciation and amortization expense	141,650
(Increase) decrease in:	
Accounts receivable	(6,972,438)
Accrued revenue	(2,087,955)
Other receivables	2,032,389
Prepaid expenses	7,353,795
Deposits and other assets	(15,625)
Increase (decrease) in:	
Accrued cost of electricity	7,784,301
Accounts payable	551,016
Deferred revenue	49,230
Other accrued liabilities	174,060
User taxes and energy surcharges due to other governments	151,095
Supplier security deposits	(1,498,100)
Net cash provided (used) by operating activities	<u>\$ 39,035,099</u>