



## 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, 2025, and the statement of revenues, expenses, and changes in net position, and the statement of cash flows for the six months 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 27, 2026

**PENINSULA CLEAN ENERGY AUTHORITY**  
**STATEMENT OF NET POSITION**  
**As of December 31, 2025**

**ASSETS**

Current assets	
Cash and cash equivalents	\$ 216,013,360
Accounts receivable, net of allowance	29,640,136
Accrued revenue	21,430,583
Investments	13,944,547
Loans and other receivables	4,733,066
Prepaid expenses	4,680,467
Deposits	5,287,142
Total current assets	<u>295,729,301</u>
Noncurrent assets	
Investments	273,565,620
Loans receivable	8,191,682
Capital assets, net of depreciation and amortization	15,969,158
Total noncurrent assets	<u>297,726,460</u>
Total assets	<u>593,455,761</u>

**LIABILITIES**

Current liabilities	
Accrued cost of electricity	33,246,819
Accounts payable	1,156,025
Other accrued liabilities	1,932,136
Deferred revenue	1,294,795
User taxes and energy surcharges due to other governments	1,230,214
Lease liability	447,731
Total current liabilities	<u>39,307,720</u>
Noncurrent liabilities	
Deposits - energy suppliers	2,268,451
Total noncurrent liabilities	<u>2,268,451</u>
Total liabilities	<u>41,576,171</u>

**DEFERRED INFLOWS OF RESOURCES**

Rate Stabilization Fund	<u>128,000,000</u>
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**NET POSITION**

Net investment in capital assets	15,521,427
Unrestricted	408,358,163
Total net position	<u>\$ 423,879,590</u>

**PENINSULA CLEAN ENERGY AUTHORITY**  
**STATEMENT OF REVENUES, EXPENSES**  
**AND CHANGES IN NET POSITION**  
**Six Months Ended December 31, 2025**

**OPERATING REVENUES**

Electricity sales, net	\$ 224,111,186
Liquidated damages revenue	54,204
Grant revenue	855,928
Total operating revenues	<u>225,021,318</u>

**OPERATING EXPENSES**

Cost of electricity	147,517,959
Contract services	6,050,007
Staff compensation	7,767,924
Program incentives	6,708,948
Other operating expenses	1,905,326
Depreciation and amortization	464,690
Total operating expenses	<u>170,414,854</u>
Operating income (loss)	<u>54,606,464</u>

**NONOPERATING REVENUES (EXPENSES)**

Investment income	10,988,054
Interest expense	(9,485)
Nonoperating revenues (expenses), net	<u>10,978,569</u>

**CHANGE IN NET POSITION**

	65,585,033
Net position at beginning of period	358,294,557
Net position at end of period	<u>\$ 423,879,590</u>

**PENINSULA CLEAN ENERGY AUTHORITY**  
**STATEMENT OF CASH FLOWS**  
**Six Months Ended December 31, 2025**

**CASH FLOWS FROM OPERATING ACTIVITIES**

Receipts from customers	\$ 229,068,152
Receipts from grantors	955,928
Receipts of deposits and collateral	160,786
Receipts of liquidated damages	54,204
Receipts from wholesale sales and other operating activities	15,104,309
Payments to suppliers for electricity	(161,872,766)
Payments for other goods and services	(15,707,922)
Payments of deposits and collateral	(3,092,153)
Payments of staff compensation	(7,721,021)
Payments of taxes and surcharges to other governments	(2,489,226)
Net cash provided (used) by operating activities	<u>54,460,291</u>

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

Receipt of solar energy investment credit	3,059,050
Purchases of capital assets	(3,265,451)
Payments of lease	(289,633)
Net cash provided (used) by capital and related financing activities	<u>(496,034)</u>

**CASH FLOWS FROM INVESTING ACTIVITIES**

Proceeds from sales and maturities of investments	44,326,840
Investment income received	8,646,432
Purchase of investments	(107,479,936)
Net cash provided (used) by investing activities	<u>(54,506,664)</u>

Net change in cash and cash equivalents	(542,407)
Cash and cash equivalents at beginning of period	216,555,767
Cash and cash equivalents at end of period	<u>\$ 216,013,360</u>

**NONCASH INVESTING ACTIVITIES**

Change in fair value of investments	\$ 1,883,130
Change in interest receivable	\$ 458,492

**PENINSULA CLEAN ENERGY AUTHORITY**  
**STATEMENT OF CASH FLOWS**  
**(continued)**

**Six Months Ended December 31, 2025**

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

Operating income (loss)	\$ 54,606,464
Adjustments to reconcile operating income to net cash provided (used) by operating activities	
Depreciation and amortization expense	464,690
(Increase) decrease in:	
Accounts receivable, net of allowance	922,625
Accrued revenue	2,178,536
Other receivables	738,259
Prepaid expenses	(1,602,820)
Deposits and other assets	(2,670,367)
Increase (decrease) in:	
Accrued cost of electricity	208,145
Accounts payable	(1,282,869)
Other accrued liabilities	364,663
Deferred revenue	207,711
User taxes and energy surcharges due to other governments	586,254
Deposits - energy suppliers	(261,000)
Net cash provided (used) by operating activities	<u>\$ 54,460,291</u>