



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 March 31, 2026, and the statement of revenues, expenses, and changes in net position, and the statement of cash flows for the nine 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
April 30, 2026

PENINSULA CLEAN ENERGY AUTHORITY
STATEMENT OF NET POSITION
As of March 31, 2026

ASSETS

Current assets	
Cash and cash equivalents	\$ 223,802,578
Accounts receivable, net of allowance	16,521,638
Accrued revenue	8,781,201
Investments	5,282,672
Loans and other receivables	12,910,189
Prepaid expenses	3,647,873
Deposits	3,150,274
Total current assets	<u>274,096,425</u>
Noncurrent assets	
Investments	278,919,595
Loans receivable	8,518,662
Capital assets, net of depreciation and amortization	22,318,314
Total noncurrent assets	<u>309,756,571</u>
Total assets	<u>583,852,996</u>

LIABILITIES

Current liabilities	
Accrued cost of electricity	34,553,333
Accounts payable	2,336,076
Other accrued liabilities	4,103,932
Deferred revenue	2,565,592
User taxes and energy surcharges due to other governments	919,946
Lease liability	305,308
Total current liabilities	<u>44,784,187</u>
Noncurrent liabilities	
Deposits - energy suppliers	2,268,451
Total noncurrent liabilities	<u>2,268,451</u>
Total liabilities	<u>47,052,638</u>

DEFERRED INFLOWS OF RESOURCES

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

Net investment in capital assets	21,419,874
Unrestricted	387,380,484
Total net position	<u>\$ 408,800,358</u>

PENINSULA CLEAN ENERGY AUTHORITY
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
Nine Months Ended March 31, 2026

OPERATING REVENUES

Electricity sales, net	\$ 288,716,062
Liquidated damages revenue	961,734
Grant revenue	1,795,936
Total operating revenues	<u>291,473,732</u>

OPERATING EXPENSES

Cost of electricity	219,631,623
Contract services	9,191,805
Staff compensation	12,011,856
Program incentives	10,516,745
Other operating expenses	2,636,370
Depreciation and amortization	702,631
Total operating expenses	<u>254,691,030</u>
Operating income (loss)	<u>36,782,702</u>

NONOPERATING REVENUES (EXPENSES)

Investment income	13,735,685
Interest expense	(12,586)
Nonoperating revenues (expenses), net	<u>13,723,099</u>

CHANGE IN NET POSITION

Net position at beginning of period	50,505,801
Net position at end of period	<u>358,294,557</u>
	<u>\$ 408,800,358</u>

PENINSULA CLEAN ENERGY AUTHORITY
STATEMENT OF CASH FLOWS
Nine Months Ended March 31, 2026

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from customers	\$ 320,182,312
Receipts from grantors	3,383,183
Receipts of deposits and collateral	3,633,362
Receipts of liquidated damages	961,734
Receipts from wholesale sales and other operating activities	16,089,214
Payments to suppliers for electricity	(241,021,835)
Payments for other goods and services	(23,010,974)
Payments of deposits and collateral	(4,388,395)
Payments of staff compensation	(11,895,360)
Payments of taxes and surcharges to other governments	(3,957,235)
Net cash provided (used) by operating activities	<u>59,976,006</u>

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

Receipt of solar energy investment credit	3,059,050
Purchases of capital assets	(9,279,376)
Payments of lease	(435,157)
Net cash provided (used) by capital and related financing activities	<u>(6,655,483)</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Proceeds from sales and maturities of investments	82,300,534
Investment income received	13,493,055
Purchase of investments	(141,867,301)
Net cash provided (used) by investing activities	<u>(46,073,712)</u>

Net change in cash and cash equivalents	7,246,811
Cash and cash equivalents at beginning of period	216,555,767
Cash and cash equivalents at end of period	<u>\$ 223,802,578</u>

NONCASH INVESTING ACTIVITIES

Change in fair value of investments	\$ 11,253
Change in interest receivable	\$ 231,377

NONCASH CAPITAL FINANCING ACTIVITIES

Capital acquisitions included in accounts payable and other liabilities	\$ 593,132
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PENINSULA CLEAN ENERGY AUTHORITY
STATEMENT OF CASH FLOWS
(continued)
Nine Months Ended March 31, 2026

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

Operating income (loss)	\$	36,782,702
Adjustments to reconcile operating income to net cash provided (used) by operating activities		
Depreciation and amortization expense		702,631
(Increase) decrease in:		
Accounts receivable, net of allowance		14,041,123
Accrued revenue		14,827,918
Other receivables		(7,992,959)
Prepaid expenses		(570,226)
Deposits and other assets		(494,033)
Increase (decrease) in:		
Accrued cost of electricity		1,514,660
Accounts payable		(675,990)
Other accrued liabilities		346,686
Deferred revenue		1,478,508
User taxes and energy surcharges due to other governments		275,986
Deposits - energy suppliers		(261,000)
Net cash provided (used) by operating activities	\$	59,976,006