

HOLLEY NAVARRE WATER SYSTEM INC

BALANCE SHEET

November 2015

ASSETS

CURRENT ASSETS

Regions Operating	1,003,959.90
Petty Cash	850.00
Regions - Customer Water Deposits	463,462.90
AmSouth - Customer Sewer Deposits	279,407.07
AmSouth - Checking	615,339.12
AmSouth - Investments	1,143,132.74
Hancock Bank - HNWS14 Project Fund	1,469,450.41
Hancock Bank - HNWS14 Bond Fund	107,135.93
AmSouth - Time Deposit	122,792.36
Accounts Receivable	415,562.64
Unbilled Accounts Receivable	347,000.63
Accrued Interest Receivable	19.05
Accounts Receivable - Taps	41,736.41
Notes Receivable - FRUS	171,975.89
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	962.76
Investment in MUNICIPAL ENGINEERING SERV	134,400.94
Allowance for Bad Debt	(25,000.00)
Materials Inventory	338,272.93
Deposits	11,048.50
Prepaid Insurance	145,987.80
Prepaid Expenses	25,789.10

TOTAL CURRENT ASSETS

7,073,987.31

OTHER ASSETS

Land	1,583,746.13
Water Distribution System	21,323,751.64
Utility Plant Water	500,920.96
Utility Plant Water Facility	11,168.25
Well #3	803,386.00
Sewer Facility	42,333,748.06
Wastewater Sprayfield Rights	305,000.00
Greskovich Wastewater Sprayfield	333,244.39
Office and Storage Buildings	669,252.38
Improvements O/T Buildings	261,143.80
Office Equipment	187,369.25
Equipment	2,062,108.23
Telemetry	121,979.10
Trucks	1,601,482.19
Water - Line Extensions	410,670.91
Sewer - Line Extensions	1,088,661.35
Investment in THE CLUB AT HIDDEN CREEK	4,198,965.52
CIP - Hwy 87 Upgrade	1,990.00
CIP - Elevated Tank #6	28,082.04
CIP - Warehouse #2 Storage	26,885.00
CIP - Golf Course Reuse line Replacemen	686,791.91
CIP - Panhandle Trail L/S Relocation	56,594.40

CIP - 8562 Turkey Bluff Road	10,893.55	
CIP - 2015 W Master Plan	18,325.00	
CIP - 2015 WW Master Plan	2,230.00	
CIP - 2015 W Model Project	6,400.00	
CIP - 2015 WW Model Project	31,240.00	
CIP - Navarre Beach	14,593.21	
CIP - Highway 399 Connection	600.00	
CIP - Reuse Capacity	12,550.00	
CIP - Inflow & Infiltration	1,000.00	
Debt Issue Costs	225,477.37	
Loan Discount	81,344.25	
Bond Issue Costs	0.46	
Accum Amort - Bond Issue Costs	(8,202.00)	
Accum Amort - Bond Discount	(2,965.00)	
Accumulated Depreciation	(24,591,129.66)	
Pension Liability - Current Portion	526,399.00	
TOTAL OTHER ASSETS		<u>54,925,697.69</u>
TOTAL ASSETS		<u>61,999,685.00</u>

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	176,507.60
Accrued Taxes	38,413.00
Social Security Taxes	11,940.04
Medicare Taxes	2,792.42
Federal W/H Taxes	16,505.96
Employee Deduction - Life Insurance	(32.39)
Employee Deduction - Prepaid Legal	277.84
Accrued Interest Payable	(375.63)

TOTAL CURRENT LIABILITIES

246,028.84

LONG-TERM LIABILITIES

Water Deposits	409,790.00
Sewer Deposits	244,533.04
Pension Obligation	9,374,990.50
Pension Asset	(5,659,544.78)
Loan Payable - CTA	6,855,000.00

TOTAL LONG-TERM LIABILITIES

11,224,768.76

TOTAL LIABILITIES

11,470,797.60

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	18,968,321.06
Contri-aid-Construction Sewer	33,753,521.52
Accum Amort - Construction	(16,718,621.36)
Membership Certificates	247,265.00
Contributed Capital	12,200.00
Capital Federal Grant	237,765.65
Pension - Deferred Amendments	(309,403.03)
Pension - Deferred Gain (loss)	(3,351,090.53)
Retained Earnings	17,333,925.66
Year-to-Date Earnings	355,003.43

TOTAL CONTRIB/PROPRIETARY CAPITAL

50,528,887.40

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

61,999,685.00

HOLLEY NAVARRE WATER SYSTEM INC

INCOME STATEMENT

Month-to-Date Only, November 2015 - 1 month back, Consolidated by account

	1 Month Ended November 30, 2015	
REVENUE		
Taps - Water	35,550.00	5.1 %
Water Sales	330,342.63	47.5 %
Penalties	3,358.56	0.5 %
Disconnect Fees	2,300.00	0.3 %
NSF Fees	900.00	0.1 %
Service Charge - Water	6,595.00	0.9 %
Handling Fees	2.95	0.0 %
Recovery of Bad Debt	483.80	0.1 %
Interest Income	539.62	0.1 %
Misc Revenue - Water	4,954.15	0.7 %
Taps - Sewer	47,040.00	6.8 %
Wastewater Sales	274,887.91	39.6 %
Pension - Deferred Gain (Loss)	(12,156.83)	-1.7 %
TOTAL REVENUE	694,797.79	100.0 %
***** TOTAL REVENUE	694,797.79	100.0 %
***** GROSS PROFIT	694,797.79	100.0 %
EXPENSES		
GENERAL & ADMINISTRATIVE EXPENSE		
Wages	248,192.95	35.7 %
Capitalized Labor	(9,861.60)	-1.4 %
Payroll Taxes	18,062.50	2.6 %
Group Insurance	83,091.02	12.0 %
Net Periodic Pension Cost	29,185.41	4.2 %
Other Taxes/License/Dues	2,299.74	0.3 %
Computer Expense	2,967.33	0.4 %
Supplies	610.37	0.1 %
Utilities	2,205.17	0.3 %
Repairs & Maintenance	4,925.19	0.7 %
Vehicle Expense	337.05	0.0 %
Education & Training	507.88	0.1 %
Travel Expense	609.48	0.1 %
Office Equipment	469.75	0.1 %
Office Expense	18,021.25	2.6 %
Postage	8,543.89	1.2 %

1 Month Ended
November 30, 2015

Insurance Expense	22,703.02	3.3 %
Legal Expense	1,158.25	0.2 %
Engineering Expense	10,265.00	1.5 %
Advertising Expense	149.00	0.0 %
Bad Debt	2,494.57	0.4 %
Bank Charges	2,257.94	0.3 %
Bond Issue-Administrative Fees	2,650.00	0.4 %
Professional Services	3,193.38	0.5 %
Interest Expense	21,672.00	3.1 %
Misc Expense	177.78	0.0 %
Uniform Expense	422.71	0.1 %
Charitable Contribution	5,000.00	0.7 %
CASH OVER/SHORT	(7.62)	0.0 %
TOTAL GENERAL & ADMINISTRATIVE EXPENSE	482,303.41	69.4 %
DEPRECIATION & AMORTIZATION EXPENSE		
Amortization Expense	(108,093.00)	-15.6 %
Depreciation Expense	163,973.00	23.6 %
TOTAL DEPRECIATION & AMORTIZATION EXPENSE	55,880.00	8.0 %
WATER EXPENSE		
Supplies	1,732.00	0.2 %
Tools	242.61	0.0 %
Utilities	6,756.60	1.0 %
Chemicals	2,485.57	0.4 %
Repairs & Maintenance	14,061.54	2.0 %
Safety Supplies/Equipment	3.22	0.0 %
Vehicle/Equipment Gas Expense	2,641.84	0.4 %
Water Testing	1,915.00	0.3 %
Water Permits	2,000.00	0.3 %
Water Purchases	98,502.50	14.2 %
Water Operations Expense	4,728.53	0.7 %
Engineering - MESI	2,260.00	0.3 %
Misc Expense	605.22	0.1 %
Uniform Expense	51.98	0.0 %
TOTAL WATER EXPENSE	137,986.61	19.9 %
WASTEWATER EXPENSE		
Supplies	1,574.48	0.2 %
Tools	1,623.49	0.2 %
Utilities	30,477.80	4.4 %
Chemicals - HBTS	4,662.69	0.7 %
Chemicals - HWWTP	206.99	0.0 %
Polymers	2,844.00	0.4 %
Repairs & Maintenance	66,720.28	9.6 %
Equipment Rental	128.06	0.0 %
Safety Supplies/Equipment	3.22	0.0 %
Sludge Removal Expense - HBTS	2,500.00	0.4 %
Vehicle Expense	149.99	0.0 %

*1 Month Ended
November 30, 2015*

Vehicle/Equipment Gas Expense	3,088.23	0.4 %
Wastewater Testing - HBTS	2,008.00	0.3 %
Wastewater Testing - HWWTP	942.00	0.1 %
Plant Operations Expense - HBTS	3,905.66	0.6 %
Engineering - MESI	3,065.00	0.4 %
Misc Expense	412.02	0.1 %
Uniform Expense	153.03	0.0 %
TOTAL WASTEWATER EXPENSE	<u>124,464.94</u>	17.9 %
TOTAL EXPENSES	<u>800,634.96</u>	115.2 %
***** OPERATING INCOME/LOSS	<u>(105,837.17)</u>	-15.2 %
*****	<u>(105,837.17)</u>	-15.2 %
***** NET INCOME/LOSS	<u>(105,837.17)</u>	-15.2 %