

HOLLEY NAVARRE WATER SYSTEM INC

BALANCE SHEET

August 2016

ASSETS

CURRENT ASSETS

Regions Operating	619,479.04
Petty Cash	850.00
Regions - Customer Water Deposits	459,212.93
Regions - Customer Sewer Deposits	276,727.97
Regions - Checking	2,483,049.15
Regions - Investments	1,139,997.67
Hancock Bank - HNWS14 Project Fund	908,280.22
Hancock Bank - HNWS14 Bond Fund	136,240.65
Regions - Time Deposit	123,026.22
Accounts Receivable	555,862.37
Unbilled Accounts Receivable	395,162.63
Accrued Interest Receivable	104.50
Accounts Receivable - Taps	11,552.35
Notes Receivable - FRUS	158,859.11
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	19,351.90
Due From The Club At Hidden Creek	88,376.77
Allowance for Bad Debt	(25,000.00)
Materials Inventory	375,782.81
Deposits	11,048.50
Prepaid Insurance	123,908.58
Prepaid Expenses	24,674.25

TOTAL CURRENT ASSETS

8,147,247.85

OTHER ASSETS

Land	1,583,746.13
Water Distribution System	21,873,040.24
Utility Plant Water	500,920.96
Utility Plant Water Facility	11,168.25
Well #3	803,386.00
Sewer Facility	42,695,724.77
Wastewater Sprayfield Rights	305,000.00
Greskovich Property RIBS	459,942.65
Office and Storage Buildings	672,742.38
Improvements O/T Buildings	260,213.80
Office Equipment	201,595.52
Equipment	2,186,280.28
Telemetry	140,212.96
Trucks	1,574,413.19
Water - Line Extensions	410,670.91
Sewer - Line Extensions	1,088,661.35
Investment in THE CLUB AT HIDDEN CREEK	4,211,257.52
CIP - Hwy 87 L-S Upgrade	4,896.38
CIP - Elevated Tank #6	29,487.58
CIP - Warehouse #2 Storage	47,379.64
CIP - Golf Course Reuse line Replacemen	806,140.88
CIP - Panhandle Trail L/S Relocation	60,071.55

CIP - 8562 Turkey Bluff Road	12,934.98	
CIP - 2015 W Master Plan	26,360.00	
CIP - 2015 WW Master Plan	2,230.00	
CIP - 2015 W Model Project	10,200.00	
CIP - 2015 WW Model Project	55,475.00	
CIP - Navarre Beach	23,716.28	
CIP - Highway 399 Connection	2,811.06	
CIP - Reuse Capacity	17,869.95	
CIP - Inflow & Infiltration	74,730.96	
CIP - SR 87 Booster Station & GST	27,616.93	
CIP - Eglin Reuse/RIBS	25,343.98	
CIP - Gulf Breeze Reuse	1,450.00	
Debt Issue Costs	225,477.37	
Loan Discount	81,344.25	
Bond Issue Costs	0.46	
Accum Amort - Bond Issue Costs	(14,636.20)	
Accum Amort - Bond Discount	(5,282.00)	
Accumulated Depreciation	(26,359,083.42)	
TOTAL OTHER ASSETS		54,135,512.54
TOTAL ASSETS		62,282,760.39

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	222,305.01
Accrued Taxes	55,239.08
Employee Deduction - Life Insurance	(58.78)
Accrued Interest Payable	85,341.99

TOTAL CURRENT LIABILITIES

362,827.30

LONG-TERM LIABILITIES

Water Deposits	394,820.00
Sewer Deposits	231,893.04
Net Pension Obligation	4,046,708.04
Loan Payable - CTA	6,710,000.00

TOTAL LONG-TERM LIABILITIES

11,383,421.08

TOTAL LIABILITIES

11,746,248.38

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	19,601,933.14
Contri-aid-Construction Sewer	34,536,433.12
Accum Amort - Construction	(17,729,271.00)
Membership Certificates	255,775.00
Contributed Capital	12,200.00
Capital Federal Grant	532,765.65
Unfunded Pension Liability	(3,883,369.92)
Retained Earnings	16,744,281.00
Year-to-Date Earnings	465,765.02

TOTAL CONTRIB/PROPRIETARY CAPITAL

50,536,512.01

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

62,282,760.39

HOLLEY NAVARRE WATER SYSTEM INC

INCOME STATEMENT

*Month-to-Date Only, August 2016 - 1 month back, Consolidated by
account*

	<i>1 Month Ended August 31, 2016</i>	
REVENUE		
Taps - Water	20,675.25	2.3 %
Water Sales	419,156.64	47.4 %
Penalties	6,697.82	0.8 %
Disconnect Fees	2,400.00	0.3 %
NSF Fees	1,875.00	0.2 %
Service Charge - Water	9,880.00	1.1 %
Handling Fees	14.82	0.0 %
Recovery of Bad Debt	177.27	0.0 %
Interest Income	638.97	0.1 %
Misc Revenue - Water	24.00	0.0 %
Reimbursement From FRUS	17,835.76	2.0 %
Taps - Sewer	33,062.40	3.7 %
Wastewater Sales	371,079.22	42.0 %
TOTAL REVENUE	883,517.15	100.0 %
***** TOTAL REVENUE	883,517.15	100.0 %
***** GROSS PROFIT	883,517.15	100.0 %
EXPENSES		
GENERAL & ADMINISTRATIVE EXPENSE		
Wages	208,427.76	23.6 %
Capitalized Labor	(14,697.61)	-1.7 %
Payroll Taxes	13,700.61	1.6 %
Contract Labor	7,683.32	0.9 %
Group Insurance	57,741.55	6.5 %
Net Periodic Pension Cost	37,560.84	4.3 %
Other Taxes/License/Dues	(1,998.16)	-0.2 %
Computer Expense	1,429.93	0.2 %
Supplies	464.51	0.1 %
Utilities	2,752.25	0.3 %
Repairs & Maintenance	3,124.00	0.4 %
Vehicle Expense	118.31	0.0 %
Education & Training	240.00	0.0 %
Travel Expense	5,603.36	0.6 %
Office Equipment	976.28	0.1 %
Office Expense	8,930.86	1.0 %

1 Month Ended
August 31, 2016

Postage	4,670.87	0.5 %
Insurance Expense	17,558.93	2.0 %
Legal Expense	2,253.75	0.3 %
Advertising Expense	30.00	0.0 %
Bad Debt	1,502.12	0.2 %
Bank Charges	2,693.21	0.3 %
Bond Issue-Administrative Fees	1,000.00	0.1 %
Professional Services	2,110.58	0.2 %
Interest Expense	21,473.75	2.4 %
Misc Expense	214.15	0.0 %
Uniform Expense	127.70	0.0 %
CASH OVER/SHORT	(0.05)	0.0 %
TOTAL GENERAL & ADMINISTRATIVE EXPENSE	385,692.82	43.7 %
DEPRECIATION & AMORTIZATION EXPENSE		
Amortization Expense	(111,725.68)	-12.6 %
Depreciation Expense	181,639.72	20.6 %
TOTAL DEPRECIATION & AMORTIZATION EXPENSE	69,914.04	7.9 %
WATER EXPENSE		
Supplies	1,260.32	0.1 %
Tools	1,059.24	0.1 %
Utilities	6,664.96	0.8 %
Chemicals	1,347.78	0.2 %
Repairs & Maintenance	12,978.93	1.5 %
Vehicle/Equipment Gas Expense	2,417.44	0.3 %
Water Testing	2,262.00	0.3 %
Water Purchases	103,307.50	11.7 %
Water Operations Expense	323.14	0.0 %
Engineering - MESI	600.00	0.1 %
Misc Expense	703.22	0.1 %
TOTAL WATER EXPENSE	132,924.53	15.0 %
WASTEWATER EXPENSE		
Supplies	1,573.15	0.2 %
Tools	1,109.88	0.1 %
Utilities	31,694.28	3.6 %
Chemicals - HBTS	3,110.47	0.4 %
Sewer Lab Equip/Supplies - HBTS	39.11	0.0 %
Repairs & Maintenance	59,232.75	6.7 %
Sludge Removal Expense - HBTS	2,500.00	0.3 %
Vehicle/Equipment Gas Expense	4,666.09	0.5 %
Wastewater Testing - HBTS	3,374.00	0.4 %
Plant Operations Expense - HBTS	360.15	0.0 %
Engineering - MESI	600.00	0.1 %
Misc Expense	566.02	0.1 %
Uniform Expense	29.99	0.0 %
TOTAL WASTEWATER EXPENSE	108,855.89	12.3 %

*1 Month Ended
August 31, 2016*

TOTAL EXPENSES	697,387.28	78.9 %
***** OPERATING INCOME/LOSS	<u>186,129.87</u>	21.1 %
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***** NET INCOME/LOSS	<u>186,129.87</u>	21.1 %