

HOLLEY NAVARRE WATER SYSTEM INC

BALANCE SHEET

December 2016

ASSETS

CURRENT ASSETS

Regions Operating	768,354.32
Petty Cash	850.00
Regions - Customer Water Deposits	451,472.97
Regions - Customer Sewer Deposits	269,387.97
Regions - Checking	2,465,266.95
Regions - Investments	1,138,763.63
Hancock Bank - HNWS14 Project Fund	909,363.64
Hancock Bank - HNWS14 Bond Fund	143,620.87
Regions - Time Deposit	123,103.99
Accounts Receivable	601,950.38
Unbilled Accounts Receivable	395,162.63
Accrued Interest Receivable	208.77
Accounts Receivable - Taps	8,458.92
Notes Receivable - FRUS	153,029.43
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	32,263.16
Due From The Club At Hidden Creek	110,876.77
Allowance for Bad Debt	(25,000.00)
Materials Inventory	404,593.45
Deposits	11,048.50
Prepaid Insurance	109,657.69
Prepaid Expenses	31,418.89

TOTAL CURRENT ASSETS

8,364,553.16

OTHER ASSETS

Land	1,921,152.39
Water Distribution System	22,244,950.14
Utility Plant Water	500,920.96
Utility Plant Water Facility	11,168.25
Well #3	803,386.00
Sewer Facility	43,645,034.85
Wastewater Sprayfield Rights	305,000.00
Greskovich Property RIBS	560,379.32
Office and Storage Buildings	672,742.38
Improvements O/T Buildings	260,213.80
Office Equipment	201,595.52
Equipment	2,188,479.28
Telemetry	140,764.76
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	5,726.40
CIP - Elevated Tank #6	30,286.88
CIP - Warehouse #2 Storage	47,877.87
CIP - Panhandle Trail L/S Relocation	71,375.00
CIP - 8562 Turkey Bluff Road	13,557.76

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	59,575.00	
CIP - Navarre Beach	24,390.28	
CIP - Highway 399 Connection	3,430.93	
CIP - Reuse Capacity	17,869.95	
CIP - Inflow & Infiltration	74,930.96	
CIP - SR 87 Booster Station & GST	66,840.42	
CIP - Eglin Reuse/RIBS	31,944.61	
CIP - Gulf Breeze Reuse	14,380.00	
Debt Issue Costs	225,477.37	
Loan Discount	81,344.25	
Bond Issue Costs	0.46	
Accum Amort - Bond Issue Costs	(17,536.80)	
Accum Amort - Bond Discount	(6,326.00)	
Accumulated Depreciation	(27,085,642.30)	
TOTAL OTHER ASSETS		<u>54,439,083.66</u>
TOTAL ASSETS		<u><u>62,803,636.82</u></u>

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	223,246.99
Accrued Accounts Payable	35,526.30
Accrued Taxes	25,045.50
Social Security Taxes	13,734.52
Medicare Taxes	3,212.14
Federal W/H Taxes	18,500.79
Employee Deduction - Life Insurance	(60.75)
Accrued Interest Payable	43,377.61

TOTAL CURRENT LIABILITIES

362,583.10

LONG-TERM LIABILITIES

Water Deposits	388,815.00
Sewer Deposits	225,788.04
Net Pension Obligation	4,046,708.04
Loan Payable - CTA	6,710,000.00

TOTAL LONG-TERM LIABILITIES

11,371,311.08

TOTAL LIABILITIES

11,733,894.18

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	19,922,567.89
Contri-aid-Construction Sewer	34,841,928.52
Accum Amort - Construction	(18,180,118.32)
Membership Certificates	259,170.00
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	820,317.82

TOTAL CONTRIB/PROPRIETARY CAPITAL

51,069,742.64

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

62,803,636.82

HOLLEY NAVARRE WATER SYSTEM INC

INCOME STATEMENT

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

	<i>1 Month Ended</i> <i>December 31, 2016</i>	
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REVENUE		
Taps - Water	23,026.50	2.5 %
Water Sales	432,108.05	46.2 %
Penalties	7,256.39	0.8 %
Disconnect Fees	2,750.00	0.3 %
NSF Fees	1,975.00	0.2 %
Service Charge - Water	7,135.00	0.8 %
Handling Fees	15.39	0.0 %
Recovery of Bad Debt	715.05	0.1 %
Interest Income	531.84	0.1 %
Misc Revenue - Water	6,089.83	0.7 %
Reimbursement From FRUS	31,329.85	3.3 %
Taps - Sewer	30,240.00	3.2 %
Wastewater Sales	393,101.17	42.0 %
TOTAL REVENUE	<hr/> 936,274.07	100.0 %
***** TOTAL REVENUE	<hr/> 936,274.07	100.0 %
***** GROSS PROFIT	<hr/> 936,274.07	100.0 %
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EXPENSES		
GENERAL & ADMINISTRATIVE EXPENSE		
Wages	267,871.46	28.6 %
Capitalized Labor	(7,724.40)	-0.8 %
Payroll Taxes	22,799.63	2.4 %
Contract Labor	9,462.33	1.0 %
Group Insurance	62,087.69	6.6 %
Net Periodic Pension Cost	37,560.84	4.0 %
Computer Expense	3,474.92	0.4 %
Supplies	387.14	0.0 %
Utilities	3,100.08	0.3 %
Repairs & Maintenance	99.98	0.0 %
Vehicle Expense	147.94	0.0 %
Education & Training	2,355.11	0.3 %
Office Expense	10,702.60	1.1 %
Postage	3,941.61	0.4 %
Insurance Expense	18,512.72	2.0 %
Legal Expense	125.00	0.0 %

***1 Month Ended
December 31, 2016***

Advertising Expense	223.50	0.0 %
Bad Debt	1,351.61	0.1 %
Bank Charges	3,062.02	0.3 %
Bond Issue-Administrative Fees	1,000.00	0.1 %
Professional Services	9,059.58	1.0 %
Interest Expense	21,473.75	2.3 %
Misc Expense	1,101.05	0.1 %
Uniform Expense	428.07	0.0 %
CASH OVER/SHORT	20.29	0.0 %
TOTAL GENERAL & ADMINISTRATIVE EXPENSE	472,624.52	50.5 %
DEPRECIATION & AMORTIZATION EXPENSE		
Amortization Expense	(111,725.68)	-11.9 %
Depreciation Expense	181,639.72	19.4 %
TOTAL DEPRECIATION & AMORTIZATION EXPENSE	69,914.04	7.5 %
WATER EXPENSE		
Supplies	4,100.70	0.4 %
Tools	637.94	0.1 %
Utilities	10,766.05	1.1 %
Chemicals	1,036.23	0.1 %
Repairs & Maintenance	14,610.55	1.6 %
Vehicle Expense	1,104.30	0.1 %
Vehicle/Equipment Gas Expense	2,529.45	0.3 %
Water Testing	1,387.00	0.1 %
Water Purchases	103,307.50	11.0 %
Water Operations Expense	424.26	0.0 %
Engineering	(125.00)	0.0 %
Misc Expense	1,111.12	0.1 %
Uniform Expense	1,597.19	0.2 %
TOTAL WATER EXPENSE	142,487.29	15.2 %
WASTEWATER EXPENSE		
Supplies	1,947.01	0.2 %
Tools	978.91	0.1 %
Utilities	61,777.58	6.6 %
Chemicals - HBTS	5,396.15	0.6 %
Repairs & Maintenance	67,160.97	7.2 %
Sludge Removal Expense - HBTS	5,500.00	0.6 %
Vehicle Expense	2,530.55	0.3 %
Vehicle/Equipment Gas Expense	3,920.18	0.4 %
Wastewater Testing - HBTS	1,984.00	0.2 %
Wastewater Testing - HWWTP	923.00	0.1 %
Wastewater Permits	500.00	0.1 %
Plant Operations Expense - HBTS	461.27	0.0 %
Plant Operations Expense - HWWTP	3,830.00	0.4 %
Engineering	(125.00)	0.0 %
Misc Expense	773.93	0.1 %
Uniform Expense	1,382.12	0.1 %

*1 Month Ended
December 31, 2016*

TOTAL WASTEWATER EXPENSE	158,940.67	17.0 %
TOTAL EXPENSES	843,966.52	90.1 %
***** OPERATING INCOME/LOSS	92,307.55	9.9 %
*****	92,307.55	9.9 %
***** NET INCOME/LOSS	92,307.55	9.9 %
