

HOLLEY NAVARRE WATER SYSTEM INC

BALANCE SHEET

January 2017

ASSETS

CURRENT ASSETS

Regions Operating	1,195,788.68
Petty Cash	850.00
Regions - Customer Water Deposits	449,967.46
Regions - Customer Sewer Deposits	268,166.51
Regions - Checking	2,328,108.71
Regions - Investments	1,138,506.33
Hancock Bank - HNWS14 Project Fund	909,660.51
Hancock Bank - HNWS14 Bond Fund	177,430.77
Regions - Time Deposit	123,103.99
Accounts Receivable	467,306.24
Unbilled Accounts Receivable	395,162.63
Accrued Interest Receivable	246.68
Accounts Receivable - Taps	19,093.60
Notes Receivable - FRUS	151,572.01
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	26,458.10
Due From The Club At Hidden Creek	130,876.77
Allowance for Bad Debt	(25,000.00)
Materials Inventory	358,154.14
Deposits	131,048.50
Prepaid Insurance	95,354.97
Prepaid Expenses	45,356.39

TOTAL CURRENT ASSETS

8,647,913.22

OTHER ASSETS

Land	2,071,969.97
Water Distribution System	22,309,646.29
Utility Plant Water	500,920.96
Utility Plant Water Facility	11,168.25
Well #3	803,386.00
Sewer Facility	43,739,077.04
Wastewater Sprayfield Rights	305,000.00
CIP - Greskovich Property RIBS	212,442.65
Office and Storage Buildings	669,252.38
Improvements O/T Buildings	261,143.80
Office Equipment	194,120.52
Equipment	2,186,280.28
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	4,222,492.47
CIP - Hwy 87 L-S Upgrade	5,799.48
CIP - Warehouse #2 Storage	47,940.64
CIP - Panhandle Trail L/S Relocation	73,422.60
CIP - 8562 Turkey Bluff Road	13,636.22
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	60,275.00	
CIP - Navarre Beach	24,390.28	
CIP - Highway 399 Connection	3,509.02	
CIP - Reuse Capacity	17,869.95	
CIP - Inflow & Infiltration	16,742.50	
CIP - SR 87 Booster Station & GST	78,854.72	
CIP - Eglin Reuse/RIBS	32,776.19	
CIP - Gulf Breeze Reuse	32,297.00	
CIP - Hemlock-Duval LS	19,968.75	
CIP - Tank 3	26,533.33	
Debt Issue Costs	225,477.37	
Loan Discount	81,344.25	
Bond Issue Costs	0.46	
Accum Amort - Bond Issue Costs	(18,261.95)	
Accum Amort - Bond Discount	(6,587.00)	
Accumulated Depreciation	(27,188,821.70)	
TOTAL OTHER ASSETS		<u>54,287,367.93</u>
TOTAL ASSETS		<u>62,935,281.15</u>

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	266,849.80
Accrued Taxes	47,921.78
Social Security Taxes	5,717.58
Medicare Taxes	1,337.14
Federal W/H Taxes	5,456.71
Employee Deduction - Life Insurance	(74.76)
Employee Deduction - Supplemental Ins.	(0.72)
Accrued Interest Payable	64,851.36

TOTAL CURRENT LIABILITIES

392,058.89

LONG-TERM LIABILITIES

Water Deposits	389,955.00
Sewer Deposits	226,448.04
Net Pension Obligation	4,046,708.04
Loan Payable - CTA	6,710,000.00

TOTAL LONG-TERM LIABILITIES

11,373,111.08

TOTAL LIABILITIES

11,765,169.97

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	20,009,702.14
Contri-aid-Construction Sewer	34,946,598.12
Accum Amort - Construction	(18,292,830.15)
Membership Certificates	259,885.00
Contributed Capital	12,200.00
Capital Federal Grant	532,765.65
Unfunded Pension Liability	(3,883,369.92)
Retained Earnings	17,584,886.39
Year-to-Date Earnings	273.95

TOTAL CONTRIB/PROPRIETARY CAPITAL

51,170,111.18

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

62,935,281.15

HOLLEY NAVARRE WATER SYSTEM INC

INCOME STATEMENT

Month-to-Date Only, January 2017 - 2 months back, Consolidated by account

	<i>1 Month Ended January 31, 2017</i>	
REVENUE		
Taps - Water	37,343.25	5.0 %
Water Sales	309,159.85	41.6 %
Penalties	6,808.23	0.9 %
Disconnect Fees	2,592.10	0.3 %
NSF Fees	1,400.00	0.2 %
Service Charge - Water	6,640.00	0.9 %
Handling Fees	51.30	0.0 %
Recovery of Bad Debt	115.82	0.0 %
Interest Income	599.81	0.1 %
Misc Revenue - Water	16.00	0.0 %
Reimbursement From FRUS	25,183.08	3.4 %
Taps - Sewer	44,858.40	6.0 %
Wastewater Sales	308,652.10	41.5 %
TOTAL REVENUE	743,419.94	100.0 %
***** TOTAL REVENUE	743,419.94	100.0 %
***** GROSS PROFIT	743,419.94	100.0 %
EXPENSES		
GENERAL & ADMINISTRATIVE EXPENSE		
Wages	205,213.82	27.6 %
Capitalized Labor	(12,501.84)	-1.7 %
Payroll Taxes	14,257.92	1.9 %
Contract Labor	5,280.01	0.7 %
Group Insurance	62,374.65	8.4 %
Net Periodic Pension Cost	37,560.84	5.1 %
Other Taxes/License/Dues	269.00	0.0 %
Computer Expense	2,562.23	0.3 %
Supplies	74.74	0.0 %
Utilities	2,730.54	0.4 %
Vehicle Expense	187.41	0.0 %
Education & Training	1,809.31	0.2 %
Office Equipment	199.97	0.0 %
Office Expense	13,744.76	1.8 %
Postage	10,734.76	1.4 %
Insurance Expense	18,512.72	2.5 %

1 Month Ended
January 31, 2017

Legal Expense	927.50	0.1 %
Bad Debt	2,591.17	0.3 %
Bank Charges	2,927.35	0.4 %
Bond Issue-Administrative Fees	1,000.00	0.1 %
Professional Services	12,235.63	1.6 %
Interest Expense	21,473.75	2.9 %
Misc Expense	1,987.84	0.3 %
CASH OVER/SHORT	(0.53)	0.0 %
TOTAL GENERAL & ADMINISTRATIVE EXPENSE	406,153.55	54.6 %
DEPRECIATION & AMORTIZATION EXPENSE		
Amortization Expense	(111,725.68)	-15.0 %
Depreciation Expense	181,639.72	24.4 %
TOTAL DEPRECIATION & AMORTIZATION EXPENSE	69,914.04	9.4 %
WATER EXPENSE		
Supplies	573.98	0.1 %
Tools	116.23	0.0 %
Utilities	6,492.51	0.9 %
Chemicals	1,245.39	0.2 %
Repairs & Maintenance	24,849.73	3.3 %
Safety Supplies/Equipment	681.21	0.1 %
Vehicle Expense	1,164.96	0.2 %
Vehicle/Equipment Gas Expense	2,368.54	0.3 %
Water Testing	1,883.00	0.3 %
Water Purchases	108,112.50	14.5 %
Water Operations Expense	211.64	0.0 %
Misc Expense	605.22	0.1 %
Uniform Expense	29.99	0.0 %
TOTAL WATER EXPENSE	148,334.90	20.0 %
WASTEWATER EXPENSE		
Supplies	1,286.52	0.2 %
Tools	3,764.36	0.5 %
Utilities	30,042.59	4.0 %
Chemicals - HBTS	2,801.86	0.4 %
Polymers	2,844.00	0.4 %
Repairs & Maintenance	58,364.14	7.9 %
General Equipment - WWTP	339.88	0.0 %
Safety Supplies/Equipment	681.23	0.1 %
Sludge Removal Expense - HBTS	2,000.00	0.3 %
Vehicle Expense	5,157.64	0.7 %
Vehicle/Equipment Gas Expense	4,303.62	0.6 %
Wastewater Testing - HBTS	3,246.00	0.4 %
Wastewater Testing - HWWTP	1,486.50	0.2 %
Wastewater Permits	500.00	0.1 %
Plant Operations Expense - HBTS	399.15	0.1 %
Engineering - MESI	1,100.00	0.1 %
Misc Expense	412.02	0.1 %

*1 Month Ended
January 31, 2017*

Uniform Expense	13.99	0.0 %
TOTAL WASTEWATER EXPENSE	<u>118,743.50</u>	16.0 %
TOTAL EXPENSES	<u>743,145.99</u>	100.0 %
***** OPERATING INCOME/LOSS	<u>273.95</u>	0.0 %
*****	<u>273.95</u>	0.0 %
***** NET INCOME/LOSS	<u>273.95</u>	0.0 %