

# HOLLEY NAVARRE WATER SYSTEM INC

## BALANCE SHEET

February 2019

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### ASSETS

#### CURRENT ASSETS

Regions Operating	(71.61)
Petty Cash	850.00
Beach Bank - Operating	2,660,033.91
Beach Bank - Customer Water Deposits	430,475.03
Beach Bank - Customer Sewer Deposits	255,036.53
Beach Bank - Impact Fees	5,940,465.29
Hancock Bank - HNWS14 Bond Fund	217,268.02
Accounts Receivable	484,093.24
Unbilled Accounts Receivable	472,935.63
Accounts Receivable - Taps	43,290.03
Notes Receivable - FRUS	115,136.51
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	24,185.45
Due From The Club At Hidden Creek	193.96
Allowance for Bad Debt	(25,000.00)
Materials Inventory	335,183.21
Deposits	11,048.50
Prepaid Insurance	44,851.90
Prepaid Expenses	52,808.07

#### TOTAL CURRENT ASSETS

11,323,483.90

#### OTHER ASSETS

Land	2,150,429.97
Water Distribution System	24,678,548.44
Sewer Facility	47,043,710.28
Office and Storage Buildings	698,788.14
Improvements O/T Buildings	261,143.80
Office Equipment	222,037.52
Equipment	2,017,886.94
Telemetry	233,043.04
Trucks	1,527,125.05
Investment in THE CLUB AT HIDDEN CREEK	2,546,530.37
Investment in MESI	466,333.00
Investment in JV FRUS	3,174,816.00
CIP - 2020 Wastewater Master Plan	9,900.00
CIP - BPS/GST Waterline Upgrades	1,970.00
CIP - Hwy 87 L-S Upgrade	19,974.75
CIP - Building Security	8,356.69
CIP - Well 5 Filter Media	30,200.00
CIP - Well 5 Motor	9,425.00
CIP - Warehouse #2 Storage	48,856.33
CIP - Main Office Expansion	14,555.84
CIP - 2015 W Master Plan	26,360.00
CIP - 2015 WW Master Plan	2,290.00
CIP - 2015 W Model Project	25,050.00
CIP - 2015 WW Model Project	103,190.00
CIP - Navarre Beach	24,390.28

CIP - Highway 399 Connection	11,268.54	
CIP - Reuse Capacity	24,189.95	
CIP - Inflow & Infiltration	105,895.54	
CIP - SR 87 Booster Station & GST	158,328.30	
CIP - Eglin Reuse/RIBS	97,504.08	
CIP - Gulf Breeze Reuse	73,151.70	
CIP - General Lift Station Upgrades	115,839.56	
CIP - General Water Line Upgrades	15,366.97	
CIP - General Sewer Line Upgrades	31,743.87	
CIP - FDOT Hwy 98 Widening -Water	420.00	
CIP - FDOT Hwy 98 Widening -Sewer	420.00	
CIP - General WWTP Upgrades	169,023.32	
Debt Issue Costs	223,977.37	
Loan Discount	81,344.25	
Bond Issue Costs	0.46	
Accum Amort - Bond Issue Costs	(34,019.02)	
Accum Amort - Bond Discount	(12,270.08)	
Accumulated Depreciation	(29,960,925.57)	
Pension Liability - Current Portion	(375,000.00)	
TOTAL OTHER ASSETS		<u>56,071,170.68</u>
TOTAL ASSETS		<u><u>67,394,654.58</u></u>

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LIABILITIES

CURRENT LIABILITIES

Accounts Payable	344,023.93
Accrued Taxes	66,062.89
Accrued Compensated Absences	203,038.25
Employee Deduction - Life Insurance	104.40
Accrued Interest Payable	96,257.59

TOTAL CURRENT LIABILITIES

709,487.06

LONG-TERM LIABILITIES

Water Deposits	366,792.00
Sewer Deposits	210,998.04
Net Pension Obligation	7,061,413.04
Lease Payable - Regions Bank	1,396,892.76
Loan Payable - CTA	6,410,000.00

TOTAL LONG-TERM LIABILITIES

15,446,095.84

TOTAL LIABILITIES

16,155,582.90

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	21,854,873.15
Contri-aid-Construction Sewer	38,200,493.98
Accum Amort - Construction	(21,283,921.90)
Membership Certificates	283,505.00
Contributed Capital	27,200.00
Capital Federal Grant	532,765.65
Unfunded Pension Liability	(6,889,349.92)
Retained Earnings	18,309,559.82
Year-to-Date Earnings	203,945.90

TOTAL CONTRIB/PROPRIETARY CAPITAL

51,239,071.68

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

67,394,654.58

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# HOLLEY NAVARRE WATER SYSTEM INC

## INCOME STATEMENT

Month-to-Date Only, February 2019 - current month, Consolidated by  
account

1 Month Ended  
February 28, 2019

### REVENUE

Taps - Water	24,952.80	3.0 %
Water Sales	352,913.40	42.0 %
Penalties	5,745.59	0.7 %
Disconnect Fees	1,520.37	0.2 %
NSF Fees	1,050.00	0.1 %
Service Charge - Water	6,340.00	0.8 %
Handling Fees	11.86	0.0 %
Recovery of Bad Debt	415.35	0.0 %
Interest Income	15,915.96	1.9 %
Misc Revenue - Water	672.12	0.1 %
Reimbursement From FRUS	23,641.69	2.8 %
Taps - Sewer	39,052.72	4.6 %
Wastewater Sales	365,203.75	43.4 %
Misc Revenue - Wastewater	3,785.00	0.4 %
TOTAL REVENUE	<u>841,220.61</u>	100.0 %

\*\*\*\*\* TOTAL REVENUE 841,220.61 100.0 %

\*\*\*\*\* GROSS PROFIT 841,220.61 100.0 %

### EXPENSES

#### GENERAL & ADMINISTRATIVE EXPENSE

Wages	189,614.15	22.5 %
Payroll Taxes	14,994.81	1.8 %
Contract Labor	17,870.14	2.1 %
Group Insurance	68,453.86	8.1 %
Other Taxes/License/Dues	308.00	0.0 %
Computer Expense	2,053.82	0.2 %
Software Services/Licenses	4,552.62	0.5 %
Supplies	1,244.89	0.1 %
Utilities	2,680.27	0.3 %
Repairs & Maintenance	344.13	0.0 %
Vehicle Expense	439.76	0.1 %
Education & Training	2,060.62	0.2 %
Travel Expense	816.00	0.1 %
Office Equipment	3,253.93	0.4 %
Office Expense	11,003.10	1.3 %

***1 Month Ended  
February 28, 2019***

Postage	4,580.89	0.5 %
Insurance Expense	18,629.77	2.2 %
Legal Expense	1,320.00	0.2 %
Accounting/Auditing Expense	25,000.00	3.0 %
Engineering Expense	3,333.00	0.4 %
Bad Debt	971.69	0.1 %
Bank Charges	4,768.30	0.6 %
Bond Issue-Administrative Fees	1,000.00	0.1 %
Professional Services	3,963.95	0.5 %
Landrum HR/Payroll Services	4,345.48	0.5 %
Interest Expense	26,404.63	3.1 %
Misc Expense	1,191.00	0.1 %
Charitable Contribution	1,000.00	0.1 %
CASH OVER/SHORT	3.53	0.0 %
<b>TOTAL GENERAL &amp; ADMINISTRATIVE EXPENSE</b>	<b>416,202.34</b>	<b>49.5 %</b>
<b>DEPRECIATION &amp; AMORTIZATION EXPENSE</b>		
Amortization Expense	(111,859.58)	-13.3 %
Depreciation Expense	182,406.18	21.7 %
<b>TOTAL DEPRECIATION &amp; AMORTIZATION EXPENSE</b>	<b>70,546.60</b>	<b>8.4 %</b>
<b>WATER EXPENSE</b>		
Supplies	1,869.82	0.2 %
Tools	752.81	0.1 %
Utilities	5,867.31	0.7 %
Chemicals	208.57	0.0 %
Repairs & Maintenance	20,851.71	2.5 %
Safety Supplies/Equipment	139.70	0.0 %
Vehicle Expense	472.90	0.1 %
Vehicle/Equipment Gas Expense	996.05	0.1 %
Water Testing	1,197.00	0.1 %
Water Purchases	107,529.23	12.8 %
Water Operations Expense	436.03	0.1 %
Engineering - MESI	735.00	0.1 %
Engineering - System	2,136.75	0.3 %
Misc Expense	641.00	0.1 %
<b>TOTAL WATER EXPENSE</b>	<b>143,833.88</b>	<b>17.1 %</b>
<b>WASTEWATER EXPENSE</b>		
Supplies	1,710.00	0.2 %
Tools	2,998.85	0.4 %
Utilities	29,619.23	3.5 %
Chemicals - HBTS	1,303.11	0.2 %
Chemicals - HWWTP	208.57	0.0 %
Polymers	2,417.54	0.3 %
Sewer Lab Equip/Supplies - HBTS	1,793.39	0.2 %
Repairs & Maintenance	43,473.59	5.2 %
Safety Supplies/Equipment	799.75	0.1 %
Sludge Removal Expense - HBTS	12,000.00	1.4 %

*1 Month Ended  
February 28, 2019*

<b>Vehicle Expense</b>	685.26	0.1 %
Vehicle/Equipment Gas Expense	1,658.33	0.2 %
Wastewater Testing - HBTS	2,787.00	0.3 %
Wastewater Testing - HWWTP	933.00	0.1 %
Plant Operations Expense - HBTS	847.04	0.1 %
Engineering - MESI	2,215.00	0.3 %
Engineering - System	2,516.25	0.3 %
Misc Expense	670.00	0.1 %
Uniform Expense	37.99	0.0 %
<b>TOTAL WASTEWATER EXPENSE</b>	108,673.90	12.9 %
<b>TOTAL EXPENSES</b>	739,256.72	87.9 %
<b>***** OPERATING INCOME/LOSS</b>	101,963.89	12.1 %
<b>*****</b>	101,963.89	12.1 %
<b>***** NET INCOME/LOSS</b>	101,963.89	12.1 %