

HOLLEY NAVARRE WATER SYSTEM INC

BALANCE SHEET

March 2019

ASSETS

CURRENT ASSETS

Regions Operating	3,697.86
Petty Cash	850.00
Beach Bank - Operating	2,557,408.59
Beach Bank - Customer Water Deposits	432,131.94
Beach Bank - Customer Sewer Deposits	256,013.12
Beach Bank - Impact Fees	6,100,125.66
Hancock Bank - HNWS14 Bond Fund	251,351.34
Accounts Receivable	462,104.60
Unbilled Accounts Receivable	472,935.63
Accounts Receivable - Taps	44,989.09
Notes Receivable - FRUS	113,679.09
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	25,620.45
Allowance for Bad Debt	(25,000.00)
Materials Inventory	322,659.04
Deposits	11,048.50
Prepaid Insurance	34,301.13
Prepaid Expenses	43,988.15

TOTAL CURRENT ASSETS

11,368,604.42

OTHER ASSETS

Land	2,150,429.97
Water Distribution System	24,692,229.49
Sewer Facility	47,082,143.91
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	2,624,100.24
Investment in MESI	466,333.00
Investment in JV FRUS	3,174,816.00
CIP - 2020 Water Master Plan	1,430.00
CIP - 2020 Wastewater Master Plan	11,412.50
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	26,370.00
CIP - 2015 WW Model Project	103,190.00
CIP - Navarre Beach	24,390.28

CIP - Highway 399 Connection	11,268.54	
CIP - Reuse Capacity	24,739.95	
CIP - Inflow & Infiltration	105,895.54	
CIP - SR 87 Booster Station & GST	158,328.30	
CIP - Eglin Reuse/RIBS	99,044.08	
CIP - Gulf Breeze Reuse	74,251.70	
CIP - General Lift Station Upgrades	116,634.56	
CIP - General Water Line Upgrades	15,366.97	
CIP - General Sewer Line Upgrades	21,743.76	
CIP - FDOT Hwy 98 Widening -Water	524.35	
CIP - FDOT Hwy 98 Widening -Sewer	524.35	
CIP - General WWTP Upgrades	178,257.69	
Debt Issue Costs	223,977.37	
Loan Discount	81,344.25	
Bond Issue Costs	0.46	
Accum Amort - Bond Issue Costs	(34,645.35)	
Accum Amort - Bond Discount	(12,496.00)	
Accumulated Depreciation	(30,138,792.87)	
Pension Liability - Current Portion	(375,000.00)	
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TOTAL OTHER ASSETS		56,029,826.14
TOTAL ASSETS		<hr/> <hr/> 67,398,430.56

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	271,034.91
Accrued Taxes	29,929.56
Accrued Compensated Absences	203,038.25
Employee Deduction - Life Insurance	2.25
Accrued Interest Payable	117,731.34

TOTAL CURRENT LIABILITIES

621,736.31

LONG-TERM LIABILITIES

Water Deposits	365,267.00
Sewer Deposits	210,433.04
Net Pension Obligation	7,061,413.04
Lease Payable - Regions Bank	1,384,919.15
Loan Payable - CTA	6,410,000.00

TOTAL LONG-TERM LIABILITIES

15,432,032.23

TOTAL LIABILITIES

16,053,768.54

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	21,889,251.03
Contri-aid-Construction Sewer	38,268,947.96
Accum Amort - Construction	(21,396,633.73)
Membership Certificates	284,225.00
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	318,696.21

TOTAL CONTRIB/PROPRIETARY CAPITAL

51,344,662.02

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

67,398,430.56

HOLLEY NAVARRE WATER SYSTEM INC

INCOME STATEMENT

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

	1 Month Ended March 31, 2019	
REVENUE		
Taps - Water	14,733.37	1.8 %
Water Sales	345,472.74	42.3 %
Penalties	5,553.71	0.7 %
Disconnect Fees	2,447.97	0.3 %
NSF Fees	1,850.00	0.2 %
Service Charge - Water	6,840.00	0.8 %
Handling Fees	9.15	0.0 %
Recovery of Bad Debt	316.28	0.0 %
Interest Income	16,718.73	2.0 %
Misc Revenue - Water	350.00	0.0 %
Reimbursement From FRUS	25,451.01	3.1 %
Taps - Sewer	29,337.42	3.6 %
Wastewater Sales	361,883.42	44.3 %
Misc Revenue - Wastewater	6,092.46	0.7 %
TOTAL REVENUE	817,056.26	100.0 %
***** TOTAL REVENUE	817,056.26	100.0 %
***** GROSS PROFIT	817,056.26	100.0 %
EXPENSES		
GENERAL & ADMINISTRATIVE EXPENSE		
Wages	203,785.10	24.9 %
Capitalized Labor	(9,710.47)	-1.2 %
Payroll Taxes	18,460.15	2.3 %
Contract Labor	8,874.57	1.1 %
Group Insurance	57,809.63	7.1 %
Pension - Professional Fees	1,176.00	0.1 %
401K - Professional Fees	270.00	0.0 %
Other Taxes/License/Dues	3,923.00	0.5 %
Computer Expense	(2,857.56)	-0.3 %
Software Services/Licenses	4,893.76	0.6 %
Supplies	1,279.84	0.2 %
Utilities	2,778.36	0.3 %
Vehicle Expense	254.79	0.0 %
Education & Training	2,359.00	0.3 %
Travel Expense	4,799.03	0.6 %

***1 Month Ended
March 31, 2019***

Mileage	125.28	0.0 %
Office Equipment	258.97	0.0 %
Office Expense	10,436.47	1.3 %
Postage	5,273.37	0.6 %
Insurance Expense	9,544.77	1.2 %
Legal Expense	1,700.00	0.2 %
Accounting/Auditing Expense	8,500.00	1.0 %
Engineering Expense	3,250.50	0.4 %
Bad Debt	1,324.77	0.2 %
Bank Charges	4,380.47	0.5 %
Bond Issue-Administrative Fees	1,000.00	0.1 %
Professional Services	2,784.95	0.3 %
Landrum HR/Payroll Services	4,731.84	0.6 %
Interest Expense	26,362.87	3.2 %
Misc Expense	365.90	0.0 %
CASH OVER/SHORT	0.25	0.0 %
TOTAL GENERAL & ADMINISTRATIVE EXPENSE	378,135.61	46.3 %
DEPRECIATION & AMORTIZATION EXPENSE		
Amortization Expense	(111,859.58)	-13.7 %
Depreciation Expense	177,867.30	21.8 %
TOTAL DEPRECIATION & AMORTIZATION EXPENSE	66,007.72	8.1 %
WATER EXPENSE		
Supplies	1,659.74	0.2 %
Tools	955.40	0.1 %
Utilities	5,703.67	0.7 %
Chemicals	416.00	0.1 %
Repairs & Maintenance	13,101.05	1.6 %
Safety Supplies/Equipment	237.12	0.0 %
Vehicle Expense	670.91	0.1 %
Vehicle/Equipment Gas Expense	2,227.70	0.3 %
Water Testing	1,877.00	0.2 %
Water Purchases	119,873.24	14.7 %
Water Operations Expense	135.03	0.0 %
Engineering - MESI	1,972.00	0.2 %
Engineering - System	1,757.25	0.2 %
Misc Expense	1,183.00	0.1 %
TOTAL WATER EXPENSE	151,769.11	18.6 %
WASTEWATER EXPENSE		
Supplies	1,912.87	0.2 %
Tools	714.33	0.1 %
Utilities	28,539.96	3.5 %
Chemicals - HBTS	2,192.75	0.3 %
Polymers	2,417.54	0.3 %
Repairs & Maintenance	44,848.00	5.5 %
Safety Supplies/Equipment	375.52	0.0 %
Sludge Removal Expense - HBTS	10,500.00	1.3 %

*1 Month Ended
March 31, 2019*

Vehicle Expense	2,488.25	0.3 %
Vehicle/Equipment Gas Expense	2,597.51	0.3 %
Wastewater Testing - HBTS	2,063.00	0.3 %
Wastewater Testing - HWWTP	933.00	0.1 %
Plant Operations Expense - HBTS	172.04	0.0 %
Engineering - MESI	2,952.00	0.4 %
Engineering - System	2,532.75	0.3 %
Misc Expense	1,124.00	0.1 %
Uniform Expense	29.99	0.0 %
TOTAL WASTEWATER EXPENSE	<u>106,393.51</u>	13.0 %
TOTAL EXPENSES	<u>702,305.95</u>	86.0 %
***** OPERATING INCOME/LOSS	<u>114,750.31</u>	14.0 %
*****	<u>114,750.31</u>	14.0 %
***** NET INCOME/LOSS	<u>114,750.31</u>	14.0 %