

HOLLEY NAVARRE WATER SYSTEM INC

BALANCE SHEET

April 2019

ASSETS

CURRENT ASSETS

Regions Operating	3,878.41
Petty Cash	850.00
Beach Bank - Operating	2,360,933.91
Beach Bank - Customer Water Deposits	431,260.19
Beach Bank - Customer Sewer Deposits	255,750.22
Beach Bank - Impact Fees	6,214,587.24
Hancock Bank - HNWS14 Bond Fund	285,550.49
Accounts Receivable	506,992.30
Unbilled Accounts Receivable	472,935.63
Accounts Receivable - Taps	53,277.67
Notes Receivable - FRUS	112,221.67
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	29,630.39
Allowance for Bad Debt	(25,000.00)
Materials Inventory	313,757.03
Deposits	11,048.50
Prepaid Insurance	23,750.36
Prepaid Expenses	48,872.32

TOTAL CURRENT ASSETS

11,360,996.56

OTHER ASSETS

Land	2,150,429.97
Water Distribution System	24,703,501.81
Sewer Facility	47,099,089.14
Office and Storage Buildings	698,788.14
Improvements O/T Buildings	283,781.60
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	2,621,773.37
Investment in MESI	466,333.00
Investment in JV FRUS	3,174,816.00
CIP - 2020 Water Master Plan	3,190.00
CIP - 2020 Wastewater Master Plan	12,072.50
CIP - BPS/GST Waterline Upgrades	3,070.00
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	27,789.95	
CIP - Inflow & Infiltration	105,895.54	
CIP - SR 87 Booster Station & GST	158,328.30	
CIP - Eglin Reuse/RIBS	99,484.08	
CIP - Gulf Breeze Reuse	75,571.70	
CIP - General Lift Station Upgrades	131,253.62	
CIP - General Water Line Upgrades	25,752.38	
CIP - General Sewer Line Upgrades	29,123.18	
CIP - FDOT Hwy 98 Widening -Water	524.35	
CIP - FDOT Hwy 98 Widening -Sewer	524.35	
CIP - General WWTP Upgrades	584,155.73	
Debt Issue Costs	223,977.37	
Loan Discount	81,344.25	
Bond Issue Costs	0.46	
Accum Amort - Bond Issue Costs	(35,271.68)	
Accum Amort - Bond Discount	(12,721.92)	
Accumulated Depreciation	(30,316,660.17)	
Pension Liability - Current Portion	(375,000.00)	
TOTAL OTHER ASSETS		<u>56,346,247.00</u>
TOTAL ASSETS		<u><u>67,707,243.56</u></u>

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	364,403.20
Accrued Taxes	47,933.53
Accrued Compensated Absences	203,038.25
Employee Deduction - Life Insurance	54.45
Accrued Interest Payable	139,205.09

TOTAL CURRENT LIABILITIES

754,634.52

LONG-TERM LIABILITIES

Water Deposits	365,662.00
Sewer Deposits	209,938.04
Net Pension Obligation	7,061,413.04
Lease Payable - Regions Bank	1,372,903.64
Loan Payable - CTA	6,410,000.00

TOTAL LONG-TERM LIABILITIES

15,419,916.72

TOTAL LIABILITIES

16,174,551.24

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	21,939,860.33
Contri-aid-Construction Sewer	38,351,331.99
Accum Amort - Construction	(21,509,345.56)
Membership Certificates	285,035.00
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	485,635.01

TOTAL CONTRIB/PROPRIETARY CAPITAL

51,532,692.32

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

67,707,243.56

HOLLEY NAVARRE WATER SYSTEM INC

INCOME STATEMENT

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

	<i>1 Month Ended April 30, 2019</i>	
REVENUE		
Taps - Water	21,689.70	2.3 %
Water Sales	406,214.98	43.9 %
Penalties	3,472.71	0.4 %
Disconnect Fees	2,400.00	0.3 %
NSF Fees	1,050.00	0.1 %
Service Charge - Water	7,385.00	0.8 %
Handling Fees	3.66	0.0 %
Recovery of Bad Debt	374.34	0.0 %
Interest Income	18,399.40	2.0 %
Reimbursement From FRUS	28,087.23	3.0 %
Taps - Sewer	35,307.44	3.8 %
Wastewater Sales	390,783.66	42.3 %
Misc Revenue - Wastewater	7,795.37	0.8 %
Gain/Loss on Sale of Assets	1,898.69	0.2 %
TOTAL REVENUE	924,862.18	100.0 %
***** TOTAL REVENUE	924,862.18	100.0 %
***** GROSS PROFIT	924,862.18	100.0 %
EXPENSES		
GENERAL & ADMINISTRATIVE EXPENSE		
Wages	213,224.83	23.1 %
Capitalized Labor	(5,218.86)	-0.6 %
Payroll Taxes	14,887.23	1.6 %
Contract Labor	10,380.88	1.1 %
Group Insurance	74,650.87	8.1 %
Other Taxes/License/Dues	193.00	0.0 %
Computer Expense	5,768.91	0.6 %
Software Services/Licenses	4,877.20	0.5 %
Supplies	712.49	0.1 %
Utilities	2,579.86	0.3 %
Repairs & Maintenance	385.00	0.0 %
Vehicle Expense	843.47	0.1 %
Education & Training	2,208.24	0.2 %
Travel Expense	2,341.86	0.3 %
Mileage	223.88	0.0 %

*1 Month Ended
April 30, 2019*

Office Equipment	599.97	0.1 %
Office Expense	11,303.56	1.2 %
Postage	4,290.58	0.5 %
Insurance Expense	18,629.77	2.0 %
Legal Expense	2,040.00	0.2 %
Engineering Expense	3,844.50	0.4 %
Bad Debt	481.54	0.1 %
Bank Charges	3,083.14	0.3 %
Bond Issue-Administrative Fees	1,000.00	0.1 %
Professional Services	2,882.20	0.3 %
Landrum HR/Payroll Services	4,691.36	0.5 %
Interest Expense	26,320.97	2.8 %
Misc Expense	1,490.80	0.2 %
Charitable Contribution	800.00	0.1 %
CASH OVER/SHORT	19.86	0.0 %
TOTAL GENERAL & ADMINISTRATIVE EXPENSE	409,537.11	44.3 %
DEPRECIATION & AMORTIZATION EXPENSE		
Amortization Expense	(111,859.58)	-12.1 %
Depreciation Expense	177,867.30	19.2 %
TOTAL DEPRECIATION & AMORTIZATION EXPENSE	66,007.72	7.1 %
WATER EXPENSE		
Supplies	3,572.84	0.4 %
Tools	283.75	0.0 %
Utilities	6,625.21	0.7 %
Chemicals	1,037.31	0.1 %
Repairs & Maintenance	15,524.64	1.7 %
Safety Supplies/Equipment	660.93	0.1 %
Vehicle Expense	1,126.58	0.1 %
Vehicle/Equipment Gas Expense	3,769.75	0.4 %
Water Testing	1,457.00	0.2 %
Water Purchases	115,034.21	12.4 %
Water Operations Expense	532.61	0.1 %
Engineering - MESI	2,460.00	0.3 %
Engineering - System	1,204.50	0.1 %
Misc Expense	1,761.82	0.2 %
Uniform Expense	39.98	0.0 %
TOTAL WATER EXPENSE	155,091.13	16.8 %
WASTEWATER EXPENSE		
Supplies	2,359.32	0.3 %
Tools	285.73	0.0 %
Utilities	28,497.39	3.1 %
Chemicals - HBTS	2,804.44	0.3 %
Polymers	2,417.54	0.3 %
Sewer Lab Equip/Supplies - HBTS	182.00	0.0 %
Sewer Lab Equip/Supplies - HWWTP	182.00	0.0 %
Repairs & Maintenance	60,079.92	6.5 %

*1 Month Ended
April 30, 2019*

Safety Supplies/Equipment	660.93	0.1 %
Sludge Removal Expense - HBTS	7,000.00	0.8 %
Vehicle Expense	2,282.74	0.2 %
Vehicle/Equipment Gas Expense	5,346.45	0.6 %
Wastewater Testing - HBTS	4,169.00	0.5 %
Wastewater Testing - HWWTP	2,055.50	0.2 %
Plant Operations Expense - HBTS	745.63	0.1 %
Engineering - MESI	2,735.00	0.3 %
Engineering - System	3,927.00	0.4 %
Misc Expense	1,556.83	0.2 %
TOTAL WASTEWATER EXPENSE	<u>127,287.42</u>	13.8 %
TOTAL EXPENSES	<u>757,923.38</u>	81.9 %
***** OPERATING INCOME/LOSS	<u>166,938.80</u>	18.1 %
*****	<u>166,938.80</u>	18.1 %
***** NET INCOME/LOSS	<u>166,938.80</u>	18.1 %