

HOLLEY NAVARRE WATER SYSTEM INC

INCOME STATEMENT

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

	<i>1 Month Ended June 30, 2019</i>	
REVENUE		
Taps - Water	14,340.60	1.3 %
Water Sales	500,898.73	46.2 %
Penalties	6,178.15	0.6 %
Disconnect Fees	2,117.38	0.2 %
NSF Fees	975.00	0.1 %
Service Charge - Water	10,020.00	0.9 %
Handling Fees	8.54	0.0 %
Recovery of Bad Debt	416.79	0.0 %
Interest Income	15,891.13	1.5 %
Misc Revenue - Water	225.00	0.0 %
Misc Revenue - Cash Rebates	427.64	0.0 %
Reimbursement From FRUS	28,961.15	2.7 %
Taps - Sewer	18,238.08	1.7 %
Wastewater Sales	429,898.28	39.6 %
Misc Revenue - Wastewater	55,696.30	5.1 %
TOTAL REVENUE	1,084,292.77	100.0 %
 ***** TOTAL REVENUE	 1,084,292.77	 100.0 %
 ***** GROSS PROFIT	 1,084,292.77	 100.0 %
EXPENSES		
GENERAL & ADMINISTRATIVE EXPENSE		
Wages	202,451.44	18.7 %
Capitalized Labor	(7,289.33)	-0.7 %
Payroll Taxes	15,427.72	1.4 %
Contract Labor	11,805.88	1.1 %
Group Insurance	71,817.39	6.6 %
Pension - Professional Fees	2,742.25	0.3 %
401K - Professional Fees	145.00	0.0 %
Other Taxes/License/Dues	145.25	0.0 %
Computer Expense	3,543.23	0.3 %
Software Services/Licenses	7,377.33	0.7 %
Supplies	1,315.72	0.1 %
Utilities	3,186.53	0.3 %
Repairs & Maintenance	452.25	0.0 %
Vehicle Expense	512.64	0.0 %
Education & Training	5,532.94	0.5 %

*1 Month Ended
June 30, 2019*

Travel Expense	357.08	0.0 %
Mileage	142.68	0.0 %
Office Equipment	249.97	0.0 %
Office Expense	12,579.95	1.2 %
Postage	4,868.88	0.4 %
Insurance Expense	10,550.63	1.0 %
Legal Expense	3,455.00	0.3 %
Engineering Expense	3,498.00	0.3 %
Bad Debt	1,080.26	0.1 %
Bank Charges	3,345.78	0.3 %
Bond Issue-Administrative Fees	1,000.00	0.1 %
Professional Services	12,325.70	1.1 %
Landrum HR/Payroll Services	4,864.90	0.4 %
Interest Expense	26,236.71	2.4 %
Misc Expense	595.86	0.1 %
Charitable Contribution	597.06	0.1 %
CASH OVER/SHORT	1.82	0.0 %
TOTAL GENERAL & ADMINISTRATIVE EXPENSE	404,916.52	37.3 %
DEPRECIATION & AMORTIZATION EXPENSE		
Amortization Expense	(111,859.58)	-10.3 %
Depreciation Expense	177,867.30	16.4 %
TOTAL DEPRECIATION & AMORTIZATION EXPENSE	66,007.72	6.1 %
WATER EXPENSE		
Supplies	1,625.45	0.1 %
Tools	1,459.83	0.1 %
Utilities	7,730.30	0.7 %
Chemicals	2,067.63	0.2 %
Repairs & Maintenance	18,322.71	1.7 %
Vehicle Expense	1,109.10	0.1 %
Vehicle/Equipment Gas Expense	2,618.61	0.2 %
Water Testing	1,954.00	0.2 %
Water Purchases	113,925.00	10.5 %
Water Operations Expense	347.86	0.0 %
Engineering - MESI	770.00	0.1 %
Engineering - System	1,971.75	0.2 %
Misc Expense	3,079.69	0.3 %
Uniform Expense	376.00	0.0 %
TOTAL WATER EXPENSE	157,357.93	14.5 %
WASTEWATER EXPENSE		
Supplies	1,555.45	0.1 %
Tools	2,395.66	0.2 %
Utilities	27,620.00	2.5 %
Chemicals - HBTS	6,175.52	0.6 %
Polymers	2,417.54	0.2 %
Repairs & Maintenance	42,990.25	4.0 %
General Equipment - Collection System	140.00	0.0 %

*1 Month Ended
June 30, 2019*

Safety Supplies/Equipment	2,640.00	0.2 %
Sludge Removal Expense - HBTS	10,500.00	1.0 %
Vehicle Expense	1,756.83	0.2 %
Vehicle/Equipment Gas Expense	3,670.26	0.3 %
Wastewater Testing - HBTS	2,038.00	0.2 %
Wastewater Testing - HWWTP	933.00	0.1 %
Plant Operations Expense - HBTS	389.46	0.0 %
Engineering - MESI	720.00	0.1 %
Engineering - System	2,054.25	0.2 %
Misc Expense	643.65	0.1 %
Uniform Expense	258.00	0.0 %
TOTAL WASTEWATER EXPENSE	108,897.87	10.0 %
TOTAL EXPENSES	737,180.04	68.0 %
***** OPERATING INCOME/LOSS	347,112.73	32.0 %
*****	347,112.73	32.0 %
***** NET INCOME/LOSS	347,112.73	32.0 %

HOLLEY NAVARRE WATER SYSTEM INC

BALANCE SHEET

June 2019

ASSETS

CURRENT ASSETS

Regions Operating	4,165.89
Petty Cash	850.00
Beach Bank - Operating	2,288,371.85
Beach Bank - Customer Water Deposits	433,918.02
Beach Bank - Customer Sewer Deposits	256,043.97
Beach Bank - Impact Fees	6,316,958.25
Hancock Bank - HNWS14 Bond Fund	74,047.27
Accounts Receivable	602,870.72
Unbilled Accounts Receivable	472,935.63
Accounts Receivable - Taps	47,622.10
Notes Receivable - FRUS	109,306.83
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	29,966.39
Due From The Club At Hidden Creek	48.23
Allowance for Bad Debt	(25,000.00)
Materials Inventory	346,316.79
Deposits	11,048.50
Prepaid Insurance	187,696.55
Prepaid Expenses	47,137.03

TOTAL CURRENT ASSETS

11,465,004.25

OTHER ASSETS

Land	2,151,429.97
Water Distribution System	24,778,688.83
Sewer Facility	47,333,859.29
Office and Storage Buildings	698,788.14
Improvements O/T Buildings	287,281.60
Office Equipment	222,037.52
Equipment	2,100,322.69
Telemetry	233,043.04
Trucks	1,527,125.05
Investment in THE CLUB AT HIDDEN CREEK	2,651,003.23
Investment in MESI	466,333.00
Investment in JV FRUS	3,174,816.00
CIP - 2020 Water Master Plan	15,840.00
CIP - 2020 Wastewater Master Plan	13,568.50
CIP - BPS/GST Waterline Upgrades	2,410.00
CIP - Hwy 87 L-S Upgrade	20,579.75
CIP - Building Security	8,356.69
CIP - Winn Dixie DOT - Water	4,378.98
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	29,329.95	
CIP - Inflow & Infiltration	108,207.95	
CIP - SR 87 Booster Station & GST	163,938.30	
CIP - Eglin Reuse/RIBS	99,814.08	
CIP - Gulf Breeze Reuse	76,451.70	
CIP - General Lift Station Upgrades	75,133.33	
CIP - General Water Line Upgrades	14,419.97	
CIP - General Sewer Line Upgrades	9,990.50	
CIP - FDOT Hwy 98 Widening -Water	524.35	
CIP - FDOT Hwy 98 Widening -Sewer	524.35	
CIP - General WWTP Upgrades	751,651.96	
Debt Issue Costs	223,977.37	
Loan Discount	81,344.25	
Bond Issue Costs	0.46	
Accum Amort - Bond Issue Costs	(36,524.34)	
Accum Amort - Bond Discount	(13,173.76)	
Accumulated Depreciation	(30,672,394.77)	
Pension Liability - Current Portion	(375,000.00)	
TOTAL OTHER ASSETS		<u>56,485,358.92</u>
TOTAL ASSETS		<u><u>67,950,363.17</u></u>

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	407,178.02
Accrued Taxes	30,164.58
Accrued Compensated Absences	203,038.25
Employee Deduction - Life Insurance	4.50
Accrued Interest Payable	57,293.21

TOTAL CURRENT LIABILITIES

697,678.56

LONG-TERM LIABILITIES

Water Deposits	362,412.00
Sewer Deposits	207,838.04
Net Pension Obligation	7,061,413.04
Lease Payable - Regions Bank	1,348,746.30
Loan Payable - CTA	6,255,000.00

TOTAL LONG-TERM LIABILITIES

15,235,409.38

TOTAL LIABILITIES

15,933,087.94

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	22,026,346.73
Contri-aid-Construction Sewer	38,465,840.43
Accum Amort - Construction	(21,734,769.22)
Membership Certificates	287,230.00
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	992,451.74

TOTAL CONTRIB/PROPRIETARY CAPITAL

52,017,275.23

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

67,950,363.17