

HOLLEY NAVARRE WATER SYSTEM INC

BALANCE SHEET

August 2019

ASSETS

CURRENT ASSETS

Regions Operating	4,165.89
Petty Cash	850.00
Beach Bank - Operating	1,770,534.36
Centennial Bank - Cash Account	112,411.56
Beach Bank - Customer Water Deposits	430,083.73
Beach Bank - Customer Sewer Deposits	254,262.06
Beach Bank - Impact Fees	5,937,449.59
Hancock Bank - HNWS14 Bond Fund	142,090.48
Accounts Receivable	530,776.27
Unbilled Accounts Receivable	472,935.63
Accounts Receivable - Taps	113,765.18
Notes Receivable - FRUS	106,391.99
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	30,248.86
Allowance for Bad Debt	(25,000.00)
Materials Inventory	342,948.37
Deposits	11,048.50
Prepaid Insurance	155,089.23
Prepaid Expenses	60,784.08

TOTAL CURRENT ASSETS

10,711,536.01

OTHER ASSETS

Land	2,201,266.83
Water Distribution System	24,795,625.18
Sewer Facility	47,357,079.94
Office and Storage Buildings	698,788.14
Improvements O/T Buildings	295,745.60
Office Equipment	222,037.52
Equipment	2,159,326.69
Telemetry	233,043.04
Trucks	1,598,287.41
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	27,830.00
CIP - 2020 Wastewater Master Plan	18,034.50
CIP - BPS/GST Waterline Upgrades	2,410.00
CIP - Hwy 87 L-S Upgrade	20,829.75
CIP - Well 4 Generator	1,250.00
CIP - Building Security	8,356.69
CIP - Winn Dixie DOT - Water	7,940.70
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	26,502.00
CIP - 2015 WW Model Project	103,190.00

CIP - Navarre Beach	24,390.28	
CIP - Highway 399 Connection	11,268.54	
CIP - Reuse Capacity	33,424.95	
CIP - Inflow & Infiltration	110,967.95	
CIP - SR 87 Booster Station & GST	163,938.30	
CIP - Eglin Reuse/RIBS	107,744.08	
CIP - Gulf Breeze Reuse	85,297.53	
CIP - General Lift Station Upgrades	76,637.83	
CIP - General Water Line Upgrades	14,419.97	
CIP - General Sewer Line Upgrades	17,014.12	
CIP - FDOT Hwy 98 Widening -Water	524.35	
CIP - FDOT Hwy 98 Widening -Sewer	524.35	
CIP - General WWTP Upgrades	1,381,758.42	
Debt Issue Costs	223,977.37	
Loan Discount	81,344.25	
Bond Issue Costs	0.46	
Accum Amort - Bond Issue Costs	(37,777.00)	
Accum Amort - Bond Discount	(13,625.60)	
Accumulated Depreciation	(31,028,129.37)	
Pension Liability - Current Portion	(375,000.00)	
TOTAL OTHER ASSETS		<u>57,040,459.17</u>
TOTAL ASSETS		<u>67,751,995.18</u>

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	328,962.28
Accrued Taxes	31,274.67
Accrued Compensated Absences	203,038.25
Employee Deduction - Life Insurance	121.95
Employee Deduction - Prepaid Legal	(0.04)
Accrued Interest Payable	100,240.71

TOTAL CURRENT LIABILITIES

663,637.82

LONG-TERM LIABILITIES

Water Deposits	359,238.00
Sewer Deposits	206,084.04
Net Pension Obligation	7,061,413.04
Lease Payable - Regions Bank	1,324,419.56
Loan Payable - CTA	6,255,000.00

TOTAL LONG-TERM LIABILITIES

15,206,154.64

TOTAL LIABILITIES

15,869,792.46

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	22,172,322.45
Contri-aid-Construction Sewer	38,697,410.21
Accum Amort - Construction	(21,960,192.88)
Membership Certificates	289,390.00
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	703,097.39

TOTAL CONTRIB/PROPRIETARY CAPITAL

51,882,202.72

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

67,751,995.18

HOLLEY NAVARRE WATER SYSTEM INC

INCOME STATEMENT

Month-to-Date Only, August 2019 - 1 month back, Consolidated by account

	<i>1 Month Ended August 31, 2019</i>	
REVENUE		
Taps - Water	31,837.43	3.2 %
Water Sales	438,636.59	44.5 %
Penalties	5,968.09	0.6 %
Disconnect Fees	2,225.00	0.2 %
NSF Fees	1,450.00	0.1 %
Service Charge - Water	9,470.00	1.0 %
Handling Fees	2.44	0.0 %
Recovery of Bad Debt	268.65	0.0 %
Interest Income	14,184.37	1.4 %
Misc Revenue - Cash Rebates	746.95	0.1 %
Reimbursement From FRUS	29,078.75	2.9 %
Taps - Sewer	47,530.98	4.8 %
Wastewater Sales	400,586.84	40.6 %
Misc Revenue - Wastewater	4,760.00	0.5 %
TOTAL REVENUE	986,746.09	100.0 %
***** TOTAL REVENUE	986,746.09	100.0 %
***** GROSS PROFIT	986,746.09	100.0 %
EXPENSES		
GENERAL & ADMINISTRATIVE EXPENSE		
Wages	223,578.63	22.7 %
Payroll Taxes	19,282.82	2.0 %
Contract Labor	1,892.88	0.2 %
Group Insurance	73,042.38	7.4 %
Other Taxes/License/Dues	1,120.70	0.1 %
Computer Expense	679.79	0.1 %
Software Services/Licenses	8,770.43	0.9 %
Supplies	960.15	0.1 %
Utilities	3,625.01	0.4 %
Repairs & Maintenance	100.00	0.0 %
Vehicle Expense	2,363.94	0.2 %
Education & Training	3,867.30	0.4 %
Travel Expense	4,829.33	0.5 %
Mileage	118.67	0.0 %
Office Equipment	1,525.33	0.2 %

*1 Month Ended
August 31, 2019*

Office Expense	14,139.41	1.4 %
Postage	4,272.97	0.4 %
Insurance Expense	16,303.66	1.7 %
Legal Expense	2,380.00	0.2 %
Engineering Expense	3,597.00	0.4 %
Bad Debt	1,390.03	0.1 %
Bank Charges	6,349.20	0.6 %
Bond Issue-Administrative Fees	1,000.00	0.1 %
Professional Services	2,732.70	0.3 %
Landrum HR/Payroll Services	4,987.50	0.5 %
Interest Expense	26,151.86	2.7 %
Misc Expense	1,429.58	0.1 %
Uniform Expense	258.35	0.0 %
Charitable Contribution	995.00	0.1 %
CASH OVER/SHORT	0.19	0.0 %
TOTAL GENERAL & ADMINISTRATIVE EXPENSE	431,744.81	43.8 %
DEPRECIATION & AMORTIZATION EXPENSE		
Amortization Expense	(111,859.58)	-11.3 %
Depreciation Expense	177,867.30	18.0 %
TOTAL DEPRECIATION & AMORTIZATION EXPENSE	66,007.72	6.7 %
WATER EXPENSE		
Supplies	754.10	0.1 %
Tools	148.47	0.0 %
Utilities	6,881.55	0.7 %
Chemicals	1,242.77	0.1 %
Repairs & Maintenance	17,072.63	1.7 %
Vehicle Expense	1,795.98	0.2 %
Vehicle/Equipment Gas Expense	3,942.39	0.4 %
Water Testing	1,045.00	0.1 %
Water Purchases	117,722.50	11.9 %
Water Operations Expense	122.42	0.0 %
Engineering - MESI	770.00	0.1 %
Engineering - System	1,691.25	0.2 %
Misc Expense	2,030.02	0.2 %
Uniform Expense	1,712.48	0.2 %
TOTAL WATER EXPENSE	156,931.56	15.9 %
WASTEWATER EXPENSE		
Supplies	1,078.22	0.1 %
Tools	1,708.95	0.2 %
Utilities	29,402.98	3.0 %
Chemicals - HBTS	3,993.23	0.4 %
Sewer Lab Equip/Supplies - HBTS	345.73	0.0 %
Sewer Lab Equip/Supplies - HWWTP	345.74	0.0 %
Repairs & Maintenance	52,592.88	5.3 %
Safety Supplies/Equipment	413.40	0.0 %
Sludge Removal Expense - HBTS	8,500.00	0.9 %

*1 Month Ended
August 31, 2019*

Vehicle Expense	185.94	0.0 %
Vehicle/Equipment Gas Expense	5,652.40	0.6 %
Wastewater Testing - HBTS	2,762.00	0.3 %
Wastewater Testing - HWWTP	975.50	0.1 %
Plant Operations Expense - HBTS	159.43	0.0 %
Engineering - MESI	1,980.00	0.2 %
Engineering - System	2,054.25	0.2 %
Misc Expense	733.47	0.1 %
Uniform Expense	1,779.18	0.2 %
TOTAL WASTEWATER EXPENSE	<u>114,663.30</u>	11.6 %
TOTAL EXPENSES	<u>769,347.39</u>	78.0 %
***** OPERATING INCOME/LOSS	<u>217,398.70</u>	22.0 %
*****	<u>217,398.70</u>	22.0 %
***** NET INCOME/LOSS	<u>217,398.70</u>	22.0 %