

HOLLEY NAVARRE WATER SYSTEM INC

BALANCE SHEET

October 2019

ASSETS

CURRENT ASSETS

Regions Operating	4,165.89
Petty Cash	850.00
Beach Bank - Operating	1,504.25
Centennial Bank - Cash Account	168,211.90
Ameris Bank - Operating	2,538,812.24
Ameris Bank - Water Deposits	428,714.43
Ameris Bank - Sewer Deposits	252,799.32
Ameris Bank - Impact Fees	5,484,876.61
Hancock Bank - HNWS14 Bond Fund	210,337.84
Accounts Receivable	405,453.20
Unbilled Accounts Receivable	472,935.63
Accounts Receivable - Taps	108,355.86
Notes Receivable - FRUS	103,477.15
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	41,608.34
Allowance for Bad Debt	(25,000.00)
Materials Inventory	343,292.44
Deposits	11,048.50
Prepaid Insurance	153,297.17
Prepaid Expenses	53,443.49

TOTAL CURRENT ASSETS

11,018,884.49

OTHER ASSETS

Land	2,201,266.83
Water Distribution System	24,829,518.09
Sewer Facility	47,465,657.17
Office and Storage Buildings	698,788.14
Improvements O/T Buildings	322,805.07
Office Equipment	227,607.52
Equipment	2,190,536.59
Telemetry	233,043.04
Trucks	1,598,285.41
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	42,130.00
CIP - 2020 Wastewater Master Plan	19,024.50
CIP - BPS/GST Waterline Upgrades	2,410.00
CIP - Hwy 87 L-S Upgrade	21,379.75
CIP - Well 4 Generator	2,500.00
CIP - Building Security	8,356.69
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	52,674.95	
CIP - Inflow & Infiltration	114,487.95	
CIP - SR 87 Booster Station & GST	164,158.30	
CIP - Eglin Reuse/RIBS	115,454.08	
CIP - Gulf Breeze Reuse	85,297.53	
CIP - General Lift Station Upgrades	150,422.33	
CIP - General Water Line Upgrades	14,568.47	
CIP - General Sewer Line Upgrades	9,977.00	
CIP - FDOT Hwy 98 Widening -Water	524.35	
CIP - FDOT Hwy 98 Widening -Sewer	524.35	
CIP - General WWTP Upgrades	1,453,098.25	
Debt Issue Costs	223,977.37	
Loan Discount	81,344.25	
Bond Issue Costs	0.46	
Accum Amort - Bond Issue Costs	(39,029.66)	
Accum Amort - Bond Discount	(14,077.44)	
Accumulated Depreciation	(31,383,863.97)	
Pension Liability - Current Portion	(375,000.00)	
TOTAL OTHER ASSETS		<u>57,067,412.59</u>
TOTAL ASSETS		<u>68,086,297.08</u>

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	434,399.39
Accrued Taxes	67,742.45
Accrued Compensated Absences	203,038.25
Employee Deduction - Life Insurance	58.95
Employee Deduction - Prepaid Legal	(0.04)
Employee Deduction - Supplemental Ins.	28.04
Accrued Interest Payable	143,188.21

TOTAL CURRENT LIABILITIES

848,455.25

LONG-TERM LIABILITIES

Water Deposits	358,678.00
Sewer Deposits	204,124.04
Net Pension Obligation	7,061,413.04
Lease Payable - Regions Bank	1,299,922.24
Loan Payable - CTA	6,255,000.00

TOTAL LONG-TERM LIABILITIES

15,179,137.32

TOTAL LIABILITIES

16,027,592.57

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	22,259,093.75
Contri-aid-Construction Sewer	38,821,791.83
Accum Amort - Construction	(22,185,616.54)
Membership Certificates	290,965.00
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	892,294.92

TOTAL CONTRIB/PROPRIETARY CAPITAL

52,058,704.51

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

68,086,297.08

HOLLEY NAVARRE WATER SYSTEM INC

INCOME STATEMENT

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

	1 Month Ended October 31, 2019	
REVENUE		
Taps - Water	18,612.90	2.3 %
Water Sales	337,666.51	41.7 %
Penalties	6,313.00	0.8 %
Disconnect Fees	2,650.00	0.3 %
NSF Fees	1,325.00	0.2 %
Service Charge - Water	7,985.00	1.0 %
Handling Fees	7.93	0.0 %
Interest Income	11,841.72	1.5 %
Misc Revenue - Cash Rebates	3,055.93	0.4 %
Reimbursement From FRUS	31,926.11	3.9 %
Taps - Sewer	30,696.96	3.8 %
Wastewater Sales	345,726.31	42.7 %
Misc Revenue - Wastewater	12,357.11	1.5 %
TOTAL REVENUE	810,164.48	100.0 %
***** TOTAL REVENUE	810,164.48	100.0 %
***** GROSS PROFIT	810,164.48	100.0 %
EXPENSES		
GENERAL & ADMINISTRATIVE EXPENSE		
Wages	230,581.13	28.5 %
Capitalized Labor	(676.69)	-0.1 %
Payroll Taxes	15,340.53	1.9 %
Contract Labor	21,923.57	2.7 %
Group Insurance	77,730.12	9.6 %
Pension - Professional Fees	35,397.00	4.4 %
Other Taxes/License/Dues	2,441.00	0.3 %
Computer Expense	2,758.42	0.3 %
Software Services/Licenses	14,803.78	1.8 %
Supplies	1,880.92	0.2 %
Utilities	4,194.14	0.5 %
Repairs & Maintenance	222.75	0.0 %
Vehicle/Gas Expense	484.17	0.1 %
Education & Training	624.00	0.1 %
Travel Expense	3,985.07	0.5 %
Mileage	58.00	0.0 %

1 Month Ended
October 31, 2019

Office Equipment	6,985.86	0.9 %
Office Expense	20,866.28	2.6 %
Postage	3,847.46	0.5 %
Insurance Expense	16,272.62	2.0 %
Legal Expense	2,562.50	0.3 %
Accounting/Auditing Expense	6,500.00	0.8 %
Engineering Expense	5,544.00	0.7 %
Bad Debt	1,638.25	0.2 %
Bank Charges	3,040.79	0.4 %
Bond Issue-Administrative Fees	2,650.00	0.3 %
Professional Services	2,957.50	0.4 %
Landrum HR/Payroll Services	4,639.14	0.6 %
Interest Expense	26,066.42	3.2 %
Misc Expense	745.00	0.1 %
Uniform Expense	160.25	0.0 %
Charitable Contribution	7,925.00	1.0 %
CASH OVER/SHORT	0.87	0.0 %
TOTAL GENERAL & ADMINISTRATIVE EXPENSE	524,149.85	64.7 %
DEPRECIATION & AMORTIZATION EXPENSE		
Amortization Expense	(111,859.58)	-13.8 %
Depreciation Expense	177,867.30	22.0 %
TOTAL DEPRECIATION & AMORTIZATION EXPENSE	66,007.72	8.1 %
WATER EXPENSE		
Supplies	2,504.41	0.3 %
Tools	751.02	0.1 %
Utilities	7,253.58	0.9 %
Chemicals	1,906.59	0.2 %
Repairs & Maintenance	16,288.28	2.0 %
Safety Supplies/Equipment	263.38	0.0 %
Vehicle Expense	2,403.55	0.3 %
Vehicle/Equipment Gas Expense	2,813.30	0.3 %
Water Testing	1,763.00	0.2 %
Water Purchases	119,770.07	14.8 %
Water Operations Expense	2,183.48	0.3 %
Engineering - MESI	820.00	0.1 %
Engineering - System	2,549.25	0.3 %
Misc Expense	863.04	0.1 %
Uniform Expense	3,463.28	0.4 %
TOTAL WATER EXPENSE	165,596.23	20.4 %
WASTEWATER EXPENSE		
Supplies	3,318.04	0.4 %
Tools	3,107.24	0.4 %
Utilities	31,492.96	3.9 %
Chemicals - HBTS	7,456.62	0.9 %
Chemicals - HWWTP	347.73	0.0 %
Repairs & Maintenance	49,142.43	6.1 %

*1 Month Ended
October 31, 2019*

Safety Supplies/Equipment	263.38	0.0 %
Sludge Removal Expense - HBTS	5,000.00	0.6 %
Vehicle Expense	1,122.73	0.1 %
Vehicle/Equipment Gas Expense	3,738.12	0.5 %
Wastewater Testing - HBTS	4,345.00	0.5 %
Wastewater Testing - HWWTP	1,925.00	0.2 %
Plant Operations Expense - HBTS	1,781.50	0.2 %
Engineering - MESI	1,690.00	0.2 %
Engineering - System	2,945.25	0.4 %
Misc Expense	626.72	0.1 %
Uniform Expense	2,664.15	0.3 %
TOTAL WASTEWATER EXPENSE	120,966.87	14.9 %
TOTAL EXPENSES	876,720.67	108.2 %
***** OPERATING INCOME/LOSS	(66,556.19)	-8.2 %
*****	(66,556.19)	-8.2 %
***** NET INCOME/LOSS	(66,556.19)	-8.2 %