

HOLLEY NAVARRE WATER SYSTEM INC

BALANCE SHEET

December 2019

ASSETS

CURRENT ASSETS

Regions Operating	4,505.63
Petty Cash	850.00
Beach Bank - Operating	1,624.83
Centennial Bank - Cash Account	311,515.80
Ameris Bank - Operating	1,946,927.01
Ameris Bank - Water Deposits	427,754.43
Ameris Bank - Sewer Deposits	250,659.32
Ameris Bank - Impact Fees	5,727,934.43
Hancock Bank - HNWS14 Bond Fund	155,223.63
Accounts Receivable	515,305.60
Unbilled Accounts Receivable	750,512.64
Accounts Receivable - Taps	102,719.89
Notes Receivable - FRUS	100,562.31
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	37,892.90
Allowance for Bad Debt	(25,000.00)
Materials Inventory	320,469.39
Deposits	11,048.50
Prepaid Insurance	120,751.93
Prepaid Expenses	27,991.35

TOTAL CURRENT ASSETS

11,049,949.82

OTHER ASSETS

Land	2,201,266.83
Water Distribution System	24,960,830.37
Sewer Facility	49,286,484.45
Office and Storage -Main Office Building	698,788.14
Improvements O/T -Main Office	322,805.07
Office Equipment	235,299.89
Equipment	2,206,798.15
Telemetry	233,043.04
Trucks	1,598,285.41
Water Master Plan	26,360.00
Wastewater Master Plan	2,290.00
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	49,280.00
CIP - 2020 Wastewater Master Plan	20,454.50
CIP - BPS/GST Waterline Upgrades	2,960.00
CIP - Hwy 87 L-S Upgrade	22,479.75
CIP - Well 4 Generator	3,750.00
CIP - Building Security	8,356.69
CIP - Field Ops Warehouse 2	49,056.33
CIP - Field Ops Office Building	19,055.84
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	54,434.95	
CIP - Inflow & Infiltration	11,225.43	
CIP - SR 87 Booster Station & GST	164,708.30	
CIP - Eglin Reuse/RIBS	124,264.08	
CIP - Gulf Breeze Reuse	85,297.53	
CIP - General Lift Station Upgrades	122,389.68	
CIP - General Water Line Upgrades	15,844.75	
CIP - General Sewer Line Upgrades	10,774.63	
CIP - FDOT Hwy 98 Widening -Water	524.35	
CIP - FDOT Hwy 98 Widening -Sewer	524.35	
CIP - General WWTP Upgrades	247,196.32	
Debt Issue Costs	223,977.37	
Loan Discount	81,344.25	
Bond Issue Costs	0.46	
Accum Amort - Bond Issue Costs	(40,282.32)	
Accum Amort - Bond Discount	(14,529.28)	
Accumulated Depreciation	(31,739,598.57)	
Deposits on Fixed Assets	125,249.00	
Pension Liability - Current Portion	(375,000.00)	
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TOTAL OTHER ASSETS		57,503,492.79
TOTAL ASSETS		<hr/> <hr/> 68,553,442.61

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	323,792.81
Accrued Taxes	51,743.41
Accrued Compensated Absences	202,473.49
Accrued Interest Payable	62,826.33

TOTAL CURRENT LIABILITIES

640,836.04

LONG-TERM LIABILITIES

Water Deposits	357,818.00
Sewer Deposits	203,084.04
Net Pension Obligation	7,061,413.04
Lease Payable - Regions Bank	1,275,253.14
Loan Payable - CTA	6,255,000.00

TOTAL LONG-TERM LIABILITIES

15,152,568.22

TOTAL LIABILITIES

15,793,404.26

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	22,485,701.53
Contri-aid-Construction Sewer	39,113,312.66
Accum Amort - Construction	(22,411,040.20)
Membership Certificates	292,505.00
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	1,299,383.81

TOTAL CONTRIB/PROPRIETARY CAPITAL

52,760,038.35

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

68,553,442.61

HOLLEY NAVARRE WATER SYSTEM INC

INCOME STATEMENT

Month-to-Date Only, December 2019 - 2 months back, Consolidated by account

	<i>1 Month Ended December 31, 2019</i>	
REVENUE		
Taps - Water	28,688.70	2.3 %
Water Sales	515,623.92	41.9 %
Penalties	6,604.02	0.5 %
Disconnect Fees	2,650.00	0.2 %
NSF Fees	1,375.00	0.1 %
Service Charge - Water	6,825.00	0.6 %
Handling Fees	0.61	0.0 %
Recovery of Bad Debt	142.09	0.0 %
Interest Income	13,126.16	1.1 %
Misc Revenue - Water	500.00	0.0 %
Misc Revenue - Cash Rebates	581.59	0.0 %
Reimbursement From FRUS	36,581.79	3.0 %
Taps - Sewer	50,924.72	4.1 %
Wastewater Sales	523,179.25	42.5 %
Misc Revenue - Wastewater	44,985.00	3.7 %
TOTAL REVENUE	1,231,787.85	100.0 %
***** TOTAL REVENUE	1,231,787.85	100.0 %
***** GROSS PROFIT	1,231,787.85	100.0 %
EXPENSES		
GENERAL & ADMINISTRATIVE EXPENSE		
Wages	304,840.41	24.7 %
Capitalized Labor	(12,168.07)	-1.0 %
Payroll Taxes	21,928.46	1.8 %
Contract Labor	9,999.70	0.8 %
Compensated Absence	(564.76)	0.0 %
Group Insurance	76,712.52	6.2 %
Pension - Professional Fees	1,176.00	0.1 %
401K - Professional Fees	270.00	0.0 %
Other Taxes/License/Dues	595.00	0.0 %
Computer Expense	7,745.01	0.6 %
Software Services/Licenses	8,306.13	0.7 %
Supplies	1,511.43	0.1 %
Utilities	3,867.13	0.3 %
Vehicle/Gas Expense	458.60	0.0 %

1 Month Ended
December 31, 2019

Education & Training	4,020.95	0.3 %
Travel Expense	1,279.95	0.1 %
Office Equipment	1,066.08	0.1 %
Office Expense	20,281.92	1.6 %
Postage	4,277.50	0.3 %
Insurance Expense	16,272.62	1.3 %
Legal Expense	1,535.00	0.1 %
Engineering Expense	2,648.94	0.2 %
Bad Debt	1,775.07	0.1 %
Bank Charges	6,285.77	0.5 %
Bond Issue-Administrative Fees	1,000.00	0.1 %
Professional Services	3,626.75	0.3 %
Landrum HR/Payroll Services	4,624.53	0.4 %
Interest Expense	25,980.38	2.1 %
Misc Expense	701.55	0.1 %
Uniform Expense	1,131.63	0.1 %
Charitable Contribution	500.00	0.0 %
CASH OVER/SHORT	1.64	0.0 %
TOTAL GENERAL & ADMINISTRATIVE EXPENSE	521,687.84	42.4 %
DEPRECIATION & AMORTIZATION EXPENSE		
Amortization Expense	(111,859.58)	-9.1 %
Depreciation Expense	177,867.30	14.4 %
TOTAL DEPRECIATION & AMORTIZATION EXPENSE	66,007.72	5.4 %
WATER EXPENSE		
Supplies	1,594.14	0.1 %
Tools	265.18	0.0 %
Utilities	6,028.29	0.5 %
Chemicals	619.52	0.1 %
Repairs & Maintenance	22,994.01	1.9 %
Safety Supplies/Equipment	123.47	0.0 %
Vehicle Expense	2,637.57	0.2 %
Vehicle/Equipment Gas Expense	2,014.14	0.2 %
Water Testing	1,075.00	0.1 %
Water Purchases	117,722.50	9.6 %
Water Operations Expense	2,251.24	0.2 %
Engineering - MESI	1,320.00	0.1 %
Engineering - System	1,798.12	0.1 %
Misc Expense	741.00	0.1 %
Uniform Expense	83.98	0.0 %
TOTAL WATER EXPENSE	161,268.16	13.1 %
WASTEWATER EXPENSE		
Supplies	1,960.78	0.2 %
Tools	788.31	0.1 %
Utilities	33,492.55	2.7 %
Chemicals - HBTS	3,744.48	0.3 %
Sewer Lab Equip/Supplies - HBTS	230.00	0.0 %

*1 Month Ended
December 31, 2019*

Repairs & Maintenance	52,138.88	4.2 %
Safety Supplies/Equipment	201.18	0.0 %
Sludge Removal Expense - HBTS	11,000.00	0.9 %
Vehicle Expense	4,358.14	0.4 %
Vehicle/Equipment Gas Expense	2,340.99	0.2 %
Wastewater Testing - HBTS	2,177.00	0.2 %
Wastewater Testing - HWWTP	938.00	0.1 %
Plant Operations Expense - HBTS	970.75	0.1 %
Engineering - MESI	2,720.00	0.2 %
Engineering - System	2,061.27	0.2 %
Misc Expense	735.46	0.1 %
TOTAL WASTEWATER EXPENSE	119,857.79	9.7 %
TOTAL EXPENSES	868,821.51	70.5 %
***** OPERATING INCOME/LOSS	362,966.34	29.5 %
*****	362,966.34	29.5 %
***** NET INCOME/LOSS	362,966.34	29.5 %