

# ***HOLLEY NAVARRE WATER SYSTEM INC***

## ***INCOME STATEMENT***

*Month-to-Date Only, February 2020 - 1 month back, Consolidated by account*

	<i>1 Month Ended February 29, 2020</i>	
<b>REVENUE</b>		
Taps - Water	30,025.65	3.3 %
Water Sales	375,756.34	41.5 %
Penalties	4,718.88	0.5 %
Disconnect Fees	2,350.00	0.3 %
NSF Fees	2,050.00	0.2 %
Service Charge - Water	6,700.00	0.7 %
Handling Fees	9.76	0.0 %
Recovery of Bad Debt	190.19	0.0 %
Interest Income	12,228.24	1.4 %
Misc Revenue - Water	125.00	0.0 %
Misc Revenue - Cash Rebates	3,915.89	0.4 %
Reimbursement From FRUS	29,841.15	3.3 %
Taps - Sewer	53,434.07	5.9 %
Wastewater Sales	383,705.87	42.4 %
Misc Revenue - Wastewater	500.00	0.1 %
<b>TOTAL REVENUE</b>	<b>905,551.04</b>	<b>100.0 %</b>
***** TOTAL REVENUE	905,551.04	100.0 %
***** GROSS PROFIT	905,551.04	100.0 %
<b>EXPENSES</b>		
<b>GENERAL &amp; ADMINISTRATIVE EXPENSE</b>		
Wages	316,271.56	34.9 %
Capitalized Labor	(2,723.55)	-0.3 %
Payroll Taxes	24,697.95	2.7 %
Contract Labor	3,317.60	0.4 %
Group Insurance	80,839.18	8.9 %
Other Taxes/License/Dues	589.00	0.1 %
Computer Expense	926.01	0.1 %
Software Services/Licenses	11,637.15	1.3 %
Supplies	1,593.60	0.2 %
Utilities	3,132.40	0.3 %
Repairs & Maintenance	500.00	0.1 %
Vehicle/Gas Expense	108.22	0.0 %
Education & Training	615.00	0.1 %
Office Equipment	725.66	0.1 %

*1 Month Ended*  
*February 29, 2020*

Office Expense	12,729.69	1.4 %
Postage	4,949.44	0.5 %
Insurance Expense	16,272.62	1.8 %
Legal Expense	2,100.00	0.2 %
Accounting/Auditing Expense	20,000.00	2.2 %
Engineering Expense	3,052.40	0.3 %
Bad Debt	1,338.77	0.1 %
Bank Charges	6,539.60	0.7 %
Bond Issue-Administrative Fees	1,000.00	0.1 %
Professional Services	3,312.50	0.4 %
Landrum HR/Payroll Services	4,804.40	0.5 %
Interest Expense	25,893.74	2.9 %
Misc Expense	269.00	0.0 %
Uniform Expense	79.98	0.0 %
CASH OVER/SHORT	(0.20)	0.0 %
<b>TOTAL GENERAL &amp; ADMINISTRATIVE EXPENSE</b>	<b>544,571.72</b>	<b>60.1 %</b>
<b>DEPRECIATION &amp; AMORTIZATION EXPENSE</b>		
Amortization Expense	(111,859.58)	-12.4 %
Depreciation Expense	176,733.05	19.5 %
<b>TOTAL DEPRECIATION &amp; AMORTIZATION EXPENSE</b>	<b>64,873.47</b>	<b>7.2 %</b>
<b>WATER EXPENSE</b>		
Computer Related Expense	25.49	0.0 %
Supplies	1,924.76	0.2 %
Tools	375.83	0.0 %
Utilities	3,206.89	0.4 %
Chemicals	1,036.38	0.1 %
Repairs & Maintenance	16,755.15	1.9 %
Vehicle Expense	778.22	0.1 %
Vehicle/Equipment Gas Expense	2,853.60	0.3 %
Water Testing	1,170.99	0.1 %
Water Purchases	115,085.32	12.7 %
Water Operations Expense	1,722.47	0.2 %
Engineering - MESI	550.00	0.1 %
Engineering - System	2,271.77	0.3 %
Misc Expense	48.00	0.0 %
Uniform Expense	120.96	0.0 %
<b>TOTAL WATER EXPENSE</b>	<b>147,925.83</b>	<b>16.3 %</b>
<b>WASTEWATER EXPENSE</b>		
Computer Related Expense	630.10	0.1 %
Supplies	2,233.35	0.2 %
Tools	954.37	0.1 %
Utilities	2,173.20	0.2 %
Chemicals - HBTS	3,740.12	0.4 %
Polymers	2,453.09	0.3 %
Sewer Lab Equip/Supplies - HBTS	205.89	0.0 %
Repairs & Maintenance	59,910.71	6.6 %

*1 Month Ended  
February 29, 2020*

General Equipment - Collection System	120.00	0.0 %
Sludge Removal Expense - HBTS	4,950.00	0.5 %
Vehicle Expense	6,223.69	0.7 %
Vehicle/Equipment Gas Expense	2,856.87	0.3 %
Wastewater Testing - HBTS	2,655.00	0.3 %
Wastewater Testing - HWWTP	933.00	0.1 %
Plant Operations Expense - HBTS	1,366.14	0.2 %
Engineering - MESI	550.00	0.1 %
Engineering - System	3,026.11	0.3 %
Professional Services	6,706.96	0.7 %
Misc Expense	288.00	0.0 %
Uniform Expense	889.98	0.1 %
TOTAL WASTEWATER EXPENSE	102,866.58	11.4 %
TOTAL EXPENSES	860,237.60	95.0 %
***** OPERATING INCOME/LOSS	45,313.44	5.0 %
*****	45,313.44	5.0 %
***** NET INCOME/LOSS	45,313.44	5.0 %

# **HOLLEY NAVARRE WATER SYSTEM INC**

## **BALANCE SHEET**

*February 2020*

### ASSETS

#### CURRENT ASSETS

Regions Operating	4,762.95
Petty Cash	850.00
Beach Bank - Operating	1,637.42
Centennial Bank - Cash Account	434,228.84
Ameris Bank - Operating	2,052,061.13
Ameris Bank - Water Deposits	426,069.43
Ameris Bank - Sewer Deposits	250,479.32
Ameris Bank - Impact Fees	5,714,377.75
Hancock Bank - HNWS14 Bond Fund	223,390.54
Accounts Receivable	489,498.67
Unbilled Accounts Receivable	750,512.64
Accounts Receivable - Taps	100,258.42
Notes Receivable - FRUS	80,158.47
Current Portion - Note Receivable	17,489.00
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	32,578.19
Allowance for Bad Debt	(25,000.00)
Materials Inventory	399,615.86
Deposits	11,048.50
Prepaid Insurance	88,206.69
Prepaid Expenses	66,267.98

#### TOTAL CURRENT ASSETS

11,379,192.03

#### OTHER ASSETS

Land	2,201,266.83
Water Distribution System	24,982,408.44
Sewer Facility	49,359,149.98
Office and Storage -Main Office Building	706,466.14
Improvements O/T -Main Office	322,805.07
Office Equipment	237,675.86
Equipment	2,206,798.15
Telemetry	233,043.04
Trucks	1,723,534.41
Water Master Plan	26,360.00
Wastewater Master Plan	2,290.00
Investment in THE CLUB AT HIDDEN CREEK	2,712,829.23
Investment in MESI	572,986.00
Investment in JV FRUS	3,713,510.00
CIP - 2020 Water Master Plan	51,590.00
CIP - 2020 Wastewater Master Plan	21,589.59
CIP - BPS/GST Waterline Upgrades	2,960.00
CIP - Hwy 87 L-S Upgrade	22,479.75
CIP - Well 4 Generator	5,000.00
CIP - Building Security	8,356.69
CIP - Field Ops Warehouse 2	54,594.33
CIP - Field Ops Office Building	34,355.84
CIP - 2015 W Model Project	26,502.00

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CIP - Navarre Beach	24,390.28	
CIP - Highway 399 Connection	11,268.54	
CIP - Reuse Capacity	60,814.95	
CIP - Inflow & Infiltration	11,225.43	
CIP - SR 87 Booster Station & GST	164,928.30	
CIP - Eglin Reuse/RIBS	137,652.81	
CIP - Gulf Breeze Reuse	85,297.53	
CIP - General Lift Station Upgrades	134,787.28	
CIP - General Water Line Upgrades	17,985.01	
CIP - General Sewer Line Upgrades	20,332.90	
CIP - FDOT Hwy 98 Widening -Water	524.35	
CIP - FDOT Hwy 98 Widening -Sewer	524.35	
CIP - General WWTP Upgrades	226,266.16	
Debt Issue Costs	223,977.37	
Loan Discount	81,344.25	
Bond Issue Costs	0.46	
Accum Amort - Bond Issue Costs	(41,534.98)	
Accum Amort - Bond Discount	(14,981.12)	
Accumulated Depreciation	(32,124,703.92)	
Pension Liability - Current Portion	(1,000,000.00)	
TOTAL OTHER ASSETS		<u>57,351,841.30</u>
TOTAL ASSETS		<u><u>68,731,033.33</u></u>

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LIABILITIES

CURRENT LIABILITIES

Accounts Payable	313,020.50
Bonds Payable - Current Portion	160,000.00
Regions Note Payable - Current Portion	151,690.00
Accrued Taxes	31,307.84
Accrued Compensated Absences	202,473.49
Employee Deduction - Life Insurance	80.01
Accrued Interest Payable	105,773.83

TOTAL CURRENT LIABILITIES

964,345.67

LONG-TERM LIABILITIES

Water Deposits	357,673.00
Sewer Deposits	203,304.04
Net Pension Obligation	9,604,454.04
Lease Payable - Regions Bank	1,098,721.05
Loan Payable - CTA	6,095,000.00

TOTAL LONG-TERM LIABILITIES

17,359,152.13

TOTAL LIABILITIES

18,323,497.80

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	22,588,571.96
Contri-aid-Construction Sewer	39,290,138.97
Accum Amort - Construction	(22,814,987.86)
Membership Certificates	293,935.00
Contributed Capital	27,200.00
Capital Federal Grant	532,765.65
Unfunded Pension Liability	(9,732,819.92)
Retained Earnings	20,139,564.63
Year-to-Date Earnings	83,167.10

TOTAL CONTRIB/PROPRIETARY CAPITAL

50,407,535.53

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

68,731,033.33