

HOLLEY NAVARRE WATER SYSTEM INC

BALANCE SHEET

May 2020

ASSETS

CURRENT ASSETS

Regions Operating	4,859.39
Petty Cash	850.00
Beach Bank - Operating	1,780.21
Centennial Bank - Cash Account	338,529.66
Ameris Bank - Operating	1,665,236.40
Ameris Bank - Water Deposits	431,589.43
Ameris Bank - Sewer Deposits	254,359.32
Ameris Bank - Impact Fees	6,457,223.18
Hancock Bank - HNWS14 Bond Fund	41,924.09
Accounts Receivable	585,596.32
Unbilled Accounts Receivable	750,512.64
Accounts Receivable - Taps	95,524.39
Notes Receivable - FRUS	75,786.21
Current Portion - Note Receivable	17,489.00
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	58,443.84
Allowance for Bad Debt	(25,000.00)
Materials Inventory	385,163.85
Deposits	11,048.50
Prepaid Insurance	39,388.83
Prepaid Expenses	63,541.33

TOTAL CURRENT ASSETS

11,514,546.82

OTHER ASSETS

Land	2,201,266.83
Water Distribution System	25,033,045.76
Sewer Facility	49,478,377.39
Office and Storage -Main Office Building	706,466.14
Improvements O/T -Main Office	322,805.07
Office Equipment	237,675.86
Equipment	2,218,708.15
Telemetry	233,043.04
Trucks	1,769,588.95
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	55,000.00
CIP - 2020 Wastewater Master Plan	22,799.59
CIP - BPS/GST Waterline Upgrades	3,400.00
CIP - Hwy 87 L-S Upgrade	23,249.75
CIP - Well 4 Generator	6,875.00
CIP - Building Security	8,356.69
CIP - Field Ops Warehouse 2	54,694.33
CIP - 2173 Chapparel Lateral Repair	17,389.39
CIP - Field Ops Office Building	34,355.84

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	69,012.45	
CIP - Inflow & Infiltration	11,445.43	
CIP - SR 87 Booster Station & GST	165,808.30	
CIP - Eglin Reuse/RIBS	155,945.35	
CIP - Gulf Breeze Reuse	85,297.53	
CIP - General Lift Station Upgrades	164,509.29	
CIP - General Water Line Upgrades	18,020.10	
CIP - General Sewer Line Upgrades	12,182.24	
CIP - FDOT Hwy 98 Widening -Water	524.35	
CIP - FDOT Hwy 98 Widening -Sewer	524.35	
CIP - General WWTP Upgrades	274,757.98	
Debt Issue Costs	223,977.37	
Loan Discount	81,344.25	
Bond Issue Costs	0.46	
Accum Amort - Bond Issue Costs	(43,413.97)	
Accum Amort - Bond Discount	(15,658.88)	
Accumulated Depreciation	(32,654,903.07)	
Pension Liability - Current Portion	(1,000,000.00)	
TOTAL OTHER ASSETS		<u>57,169,797.36</u>
TOTAL ASSETS		<u><u>68,684,344.18</u></u>

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	355,602.62
Bonds Payable - Current Portion	160,000.00
Regions Note Payable - Current Portion	151,690.00
Accrued Taxes	33,088.87
Accrued Compensated Absences	202,473.49
Employee Deduction - Life Insurance	82.18
Accrued Interest Payable	46,885.70
Accrued Pension Contribution	(546,285.84)

TOTAL CURRENT LIABILITIES

403,537.02

LONG-TERM LIABILITIES

Water Deposits	360,653.00
Sewer Deposits	206,264.04
Net Pension Obligation	9,604,454.04
Lease Payable - Regions Bank	1,061,130.91
Loan Payable - CTA	5,935,000.00

TOTAL LONG-TERM LIABILITIES

17,167,501.99

TOTAL LIABILITIES

17,571,039.01

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	22,912,453.40
Contri-aid-Construction Sewer	39,808,265.30
Accum Amort - Construction	(23,153,123.35)
Membership Certificates	296,375.00
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	282,624.46

TOTAL CONTRIB/PROPRIETARY CAPITAL

51,113,305.17

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

68,684,344.18

HOLLEY NAVARRE WATER SYSTEM INC

INCOME STATEMENT

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

	<i>1 Month Ended May 31, 2020</i>	
REVENUE		
Taps - Water	29,139.51	2.9 %
Water Sales	453,377.82	45.8 %
NSF Fees	1,800.00	0.2 %
Service Charge - Water	7,500.00	0.8 %
Handling Fees	8.06	0.0 %
Recovery of Bad Debt	189.58	0.0 %
Interest Income	3,035.58	0.3 %
Misc Revenue - Water	250.00	0.0 %
Misc Revenue - Cash Rebates	1,448.81	0.1 %
Reimbursement From FRUS	27,498.43	2.8 %
Taps - Sewer	51,033.78	5.2 %
Wastewater Sales	415,869.35	42.1 %
Misc Revenue - Wastewater	(2,190.59)	-0.2 %
TOTAL REVENUE	988,960.33	100.0 %
***** TOTAL REVENUE	988,960.33	100.0 %
***** GROSS PROFIT	988,960.33	100.0 %
EXPENSES		
GENERAL & ADMINISTRATIVE EXPENSE		
Wages	220,411.06	22.3 %
Payroll Taxes	19,603.38	2.0 %
Contract Labor	5,285.12	0.5 %
Group Insurance	81,738.08	8.3 %
Net Periodic Pension Cost	78,040.84	7.9 %
Other Taxes/License/Dues	607.25	0.1 %
Computer Expense	126.59	0.0 %
Software Services/Licenses	13,125.98	1.3 %
Supplies	1,309.94	0.1 %
Utilities	3,404.49	0.3 %
Vehicle/Gas Expense	149.12	0.0 %
Education & Training	300.00	0.0 %
Office Equipment	(209.00)	0.0 %
Office Expense	10,764.08	1.1 %
Postage	4,223.23	0.4 %
Insurance Expense	16,272.62	1.6 %
Legal Expense	1,240.00	0.1 %

***1 Month Ended
May 31, 2020***

Engineering Expense	2,052.50	0.2 %
Advertising Expense	65.00	0.0 %
Bad Debt	1,004.09	0.1 %
Bank Charges	3,566.94	0.4 %
Bond Issue-Administrative Fees	1,000.00	0.1 %
Professional Services	1,938.50	0.2 %
Landrum HR/Payroll Services	5,030.05	0.5 %
Interest Expense	25,762.63	2.6 %
Misc Expense	420.00	0.0 %
CASH OVER/SHORT	(0.10)	0.0 %
TOTAL GENERAL & ADMINISTRATIVE EXPENSE	497,232.39	50.3 %
DEPRECIATION & AMORTIZATION EXPENSE		
Amortization Expense	(111,859.58)	-11.3 %
Depreciation Expense	176,733.05	17.9 %
TOTAL DEPRECIATION & AMORTIZATION EXPENSE	64,873.47	6.6 %
WATER EXPENSE		
Computer Related Expense	35.99	0.0 %
Supplies	2,570.39	0.3 %
Tools	922.67	0.1 %
Utilities	8,119.60	0.8 %
Chemicals	3,414.58	0.3 %
Repairs & Maintenance	27,284.64	2.8 %
Safety Supplies/Equipment	29.20	0.0 %
Vehicle Expense	1,334.45	0.1 %
Vehicle/Equipment Gas Expense	1,998.18	0.2 %
Water Testing	1,121.00	0.1 %
Water Purchases	122,527.50	12.4 %
Water Operations Expense	1,357.51	0.1 %
Engineering - MESI	880.00	0.1 %
Engineering - System	1,850.75	0.2 %
Professional Services	1,050.00	0.1 %
Misc Expense	801.00	0.1 %
TOTAL WATER EXPENSE	175,297.46	17.7 %
WASTEWATER EXPENSE		
Computer Related Expense	35.99	0.0 %
Supplies	3,483.41	0.4 %
Tools	404.60	0.0 %
Utilities	58,784.57	5.9 %
Chemicals - HBTS	3,989.17	0.4 %
Polymers	2,453.09	0.2 %
Sewer Lab Equip/Supplies - HBTS	1,304.26	0.1 %
Sewer Lab Equip/Supplies - HWWTP	1,304.27	0.1 %
Repairs & Maintenance	54,744.97	5.5 %
Safety Supplies/Equipment	7.40	0.0 %
Sludge Removal Expense - HBTS	4,950.00	0.5 %
Vehicle Expense	4,743.76	0.5 %

*1 Month Ended
May 31, 2020*

Vehicle/Equipment Gas Expense	3,110.47	0.3 %
Wastewater Testing - HBTS	3,185.00	0.3 %
Wastewater Testing - HWWTP	895.50	0.1 %
Plant Operations Expense - HBTS	152.02	0.0 %
Engineering - MESI	760.00	0.1 %
Engineering - System	2,236.70	0.2 %
Professional Services	1,050.00	0.1 %
Misc Expense	630.00	0.1 %
TOTAL WASTEWATER EXPENSE	<u>148,225.18</u>	15.0 %
TOTAL EXPENSES	<u>885,628.50</u>	89.6 %
***** OPERATING INCOME/LOSS	<u>103,331.83</u>	10.4 %
*****	<u>103,331.83</u>	10.4 %
***** NET INCOME/LOSS	<u>103,331.83</u>	10.4 %