

HOLLEY NAVARRE WATER SYSTEM INC

BALANCE SHEET

June 2020

ASSETS

CURRENT ASSETS

Regions Operating	4,878.52
Petty Cash	850.00
Beach Bank - Operating	1,777.21
Centennial Bank - Cash Account	188,427.42
Ameris Bank - Operating	1,889,007.32
Ameris Bank - Water Deposits	429,409.43
Ameris Bank - Sewer Deposits	253,239.32
Ameris Bank - Impact Fees	6,646,191.30
Hancock Bank - HNWS14 Bond Fund	75,544.84
Accounts Receivable	622,402.32
Unbilled Accounts Receivable	750,512.64
Accounts Receivable - Taps	92,304.64
Notes Receivable - FRUS	74,328.79
Current Portion - Note Receivable	17,489.00
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	30,714.63
Allowance for Bad Debt	(25,000.00)
Materials Inventory	411,612.03
Deposits	11,048.50
Prepaid Insurance	147,893.06
Prepaid Expenses	49,431.84

TOTAL CURRENT ASSETS

11,932,763.04

OTHER ASSETS

Land	2,201,266.83
Water Distribution System	25,046,817.69
Sewer Facility	49,502,149.55
Office and Storage -Main Office Building	708,323.14
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	56,320.00
CIP - 2020 Wastewater Master Plan	23,349.59
CIP - BPS/GST Waterline Upgrades	3,730.00
CIP - Hwy 87 L-S Upgrade	23,249.75
CIP - Well 4 Generator	7,500.00
CIP - Building Security	8,356.69
CIP - Field Ops Warehouse 2	62,876.33
CIP - 2173 Chapparel Lateral Repair	17,389.39
CIP - Field Ops Office Building	38,055.84

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	69,232.45	
CIP - Inflow & Infiltration	11,445.43	
CIP - SR 87 Booster Station & GST	166,358.30	
CIP - Eglin Reuse/RIBS	161,340.35	
CIP - Gulf Breeze Reuse	85,297.53	
CIP - General Lift Station Upgrades	202,139.04	
CIP - General Water Line Upgrades	18,020.10	
CIP - General Sewer Line Upgrades	11,731.46	
CIP - FDOT Hwy 98 Widening -Water	524.35	
CIP - FDOT Hwy 98 Widening -Sewer	524.35	
CIP - General WWTP Upgrades	275,059.30	
Debt Issue Costs	223,977.37	
Loan Discount	81,344.25	
Bond Issue Costs	0.46	
Accum Amort - Bond Issue Costs	(44,040.30)	
Accum Amort - Bond Discount	(15,884.80)	
Accumulated Depreciation	(32,831,636.12)	
Pension Liability - Current Portion	(1,000,000.00)	
TOTAL OTHER ASSETS		<u>57,089,965.44</u>
TOTAL ASSETS		<u><u>69,022,728.48</u></u>

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	400,591.71
Bonds Payable - Current Portion	160,000.00
Regions Note Payable - Current Portion	151,690.00
Accrued Taxes	52,414.94
Accrued Compensated Absences	202,473.49
Employee Deduction - Life Insurance	4.34
Accrued Interest Payable	68,359.45
Accrued Pension Contribution	(468,245.00)

TOTAL CURRENT LIABILITIES

567,288.93

LONG-TERM LIABILITIES

Water Deposits	357,670.70
Sewer Deposits	204,805.97
Net Pension Obligation	9,604,454.04
Lease Payable - Regions Bank	1,048,513.05
Loan Payable - CTA	5,935,000.00

TOTAL LONG-TERM LIABILITIES

17,150,443.76

TOTAL LIABILITIES

17,717,732.69

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	22,949,853.88
Contri-aid-Construction Sewer	39,871,836.92
Accum Amort - Construction	(23,265,835.18)
Membership Certificates	297,420.00
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	485,009.81

TOTAL CONTRIB/PROPRIETARY CAPITAL

51,304,995.79

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

69,022,728.48

HOLLEY NAVARRE WATER SYSTEM INC

INCOME STATEMENT

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

	<i>1 Month Ended June 30, 2020</i>	
REVENUE		
Taps - Water	16,028.77	1.5 %
Water Sales	503,915.79	47.2 %
NSF Fees	2,225.00	0.2 %
Service Charge - Water	9,225.00	0.9 %
Handling Fees	9.30	0.0 %
Recovery of Bad Debt	75.67	0.0 %
Interest Income	3,036.83	0.3 %
Misc Revenue - Cash Rebates	1,527.16	0.1 %
Reimbursement From FRUS	30,076.08	2.8 %
Taps - Sewer	27,244.98	2.6 %
Wastewater Sales	437,637.44	41.0 %
Misc Revenue - Wastewater	(641.85)	-0.1 %
Gain/Loss on Sale of Assets	37,006.00	3.5 %
TOTAL REVENUE	1,067,366.17	100.0 %
***** TOTAL REVENUE	1,067,366.17	100.0 %
***** GROSS PROFIT	1,067,366.17	100.0 %
EXPENSES		
GENERAL & ADMINISTRATIVE EXPENSE		
Wages	226,453.93	21.2 %
Capitalized Labor	(3,837.22)	-0.4 %
Payroll Taxes	15,699.68	1.5 %
Contract Labor	4,088.04	0.4 %
Group Insurance	84,501.24	7.9 %
Net Periodic Pension Cost	99,949.96	9.4 %
401K - Professional Fees	125.00	0.0 %
Other Taxes/License/Dues	38.00	0.0 %
Computer Expense	767.32	0.1 %
Software Services/Licenses	11,216.52	1.1 %
Supplies	1,471.55	0.1 %
Utilities	4,155.58	0.4 %
Vehicle/Gas Expense	240.06	0.0 %
Education & Training	1,820.00	0.2 %
Office Equipment	76.16	0.0 %
Office Expense	12,635.69	1.2 %
Postage	4,237.72	0.4 %

***1 Month Ended
June 30, 2020***

Insurance Expense	16,470.64	1.5 %
Legal Expense	1,965.00	0.2 %
Engineering Expense	2,350.71	0.2 %
Bad Debt	597.66	0.1 %
Bank Charges	4,005.82	0.4 %
Bond Issue-Administrative Fees	1,000.00	0.1 %
Professional Services	3,900.50	0.4 %
Landrum HR/Payroll Services	4,980.19	0.5 %
Interest Expense	25,718.62	2.4 %
Misc Expense	424.95	0.0 %
CASH OVER/SHORT	(4.98)	0.0 %
TOTAL GENERAL & ADMINISTRATIVE EXPENSE	525,048.34	49.2 %
DEPRECIATION & AMORTIZATION EXPENSE		
Amortization Expense	(111,859.58)	-10.5 %
Depreciation Expense	176,733.05	16.6 %
TOTAL DEPRECIATION & AMORTIZATION EXPENSE	64,873.47	6.1 %
WATER EXPENSE		
Computer Related Expense	200.14	0.0 %
Supplies	1,888.74	0.2 %
Tools	304.72	0.0 %
Utilities	8,225.09	0.8 %
Chemicals	2,279.84	0.2 %
Repairs & Maintenance	20,234.68	1.9 %
Vehicle Expense	1,107.77	0.1 %
Vehicle/Equipment Gas Expense	2,007.22	0.2 %
Water Testing	1,199.65	0.1 %
Water Purchases	118,575.00	11.1 %
Water Operations Expense	1,526.85	0.1 %
Engineering - MESI	1,210.00	0.1 %
Engineering - System	2,026.18	0.2 %
Misc Expense	633.00	0.1 %
TOTAL WATER EXPENSE	161,418.88	15.1 %
WASTEWATER EXPENSE		
Computer Related Expense	1,372.93	0.1 %
Supplies	2,136.37	0.2 %
Tools	5,839.91	0.5 %
Utilities	14,765.74	1.4 %
Chemicals - HBTS	3,242.66	0.3 %
Chemicals - HWWTP	1,740.56	0.2 %
Repairs & Maintenance	60,695.96	5.7 %
Safety Supplies/Equipment	18.98	0.0 %
Sludge Removal Expense - HBTS	8,250.00	0.8 %
Vehicle Expense	2,340.01	0.2 %
Vehicle/Equipment Gas Expense	3,223.82	0.3 %
Wastewater Testing - HBTS	5,457.16	0.5 %
Wastewater Testing - HWWTP	1,535.00	0.1 %

*1 Month Ended
June 30, 2020*

Plant Operations Expense - HBTS	37.00	0.0 %
Engineering - MESI	660.00	0.1 %
Engineering - System	1,763.03	0.2 %
Misc Expense	561.00	0.1 %
TOTAL WASTEWATER EXPENSE	<u>113,640.13</u>	10.6 %
TOTAL EXPENSES	<u>864,980.82</u>	81.0 %
***** OPERATING INCOME/LOSS	<u>202,385.35</u>	19.0 %
*****	<u>202,385.35</u>	19.0 %
***** NET INCOME/LOSS	<u>202,385.35</u>	19.0 %