

HOLLEY NAVARRE WATER SYSTEM INC

BALANCE SHEET

August 2020

ASSETS

CURRENT ASSETS

Regions Operating	4,878.52
Petty Cash	850.00
Beach Bank - Operating	1,892.87
Centennial Bank - Cash Account	465,980.70
Ameris Bank - Operating	2,109,772.14
Ameris Bank - Water Deposits	426,217.13
Ameris Bank - Sewer Deposits	252,101.25
Ameris Bank - Impact Fees	6,792,661.21
Hancock Bank - HNWS14 Bond Fund	142,791.53
Accounts Receivable	600,182.14
Unbilled Accounts Receivable	750,512.64
Accounts Receivable - Taps	91,179.77
Notes Receivable - FRUS	71,413.95
Current Portion - Note Receivable	17,489.00
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	36,123.69
Allowance for Bad Debt	(25,000.00)
Materials Inventory	389,046.13
Deposits	11,048.50
Prepaid Insurance	164,188.76
Prepaid Expenses	56,385.97

TOTAL CURRENT ASSETS

12,620,416.13

OTHER ASSETS

Land	2,201,266.83
Water Distribution System	25,078,933.02
Sewer Facility	49,636,723.97
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	60,720.00
CIP - 2020 Wastewater Master Plan	24,009.59
CIP - BPS/GST Waterline Upgrades	5,160.00
CIP - Hwy 87 L-S Upgrade	25,679.75
CIP - Well 4 Generator	8,750.00
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	72,194.95	
CIP - Inflow & Infiltration	11,445.43	
CIP - SR 87 Booster Station & GST	169,010.80	
CIP - Eglin Reuse/RIBS	171,250.35	
CIP - Gulf Breeze Reuse	85,297.53	
CIP - General Lift Station Upgrades	127,991.32	
CIP - General Water Line Upgrades	29,548.04	
CIP - General Sewer Line Upgrades	12,050.23	
CIP - FDOT Hwy 98 Widening -Water	524.35	
CIP - FDOT Hwy 98 Widening -Sewer	524.35	
CIP - General WWTP Upgrades	283,691.93	
Debt Issue Costs	223,977.37	
Loan Discount	81,344.25	
Bond Issue Costs	0.46	
Accum Amort - Bond Issue Costs	(45,292.96)	
Accum Amort - Bond Discount	(16,336.64)	
Accumulated Depreciation	(33,185,102.22)	
Pension Liability - Current Portion	(1,000,000.00)	
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TOTAL OTHER ASSETS		56,873,511.21
TOTAL ASSETS		<hr/> <hr/> 69,493,927.34

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	283,718.88
Accrued Accounts Payable	33,090.64
Bonds Payable - Current Portion	160,000.00
Regions Note Payable - Current Portion	151,690.00
Accrued Taxes	40,958.46
Accrued Compensated Absences	202,473.49
Employee Deduction - Life Insurance	84.35
Accrued Interest Payable	111,306.95
Accrued Pension Contribution	(312,163.32)

TOTAL CURRENT LIABILITIES

671,159.45

LONG-TERM LIABILITIES

Water Deposits	356,533.80
Sewer Deposits	204,704.29
Net Pension Obligation	9,604,454.04
Lease Payable - Regions Bank	1,023,144.69
Loan Payable - CTA	5,935,000.00

TOTAL LONG-TERM LIABILITIES

17,123,836.82

TOTAL LIABILITIES

17,794,996.27

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	23,046,732.45
Contri-aid-Construction Sewer	40,028,931.90
Accum Amort - Construction	(23,491,258.84)
Membership Certificates	299,790.00
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	848,025.20

TOTAL CONTRIB/PROPRIETARY CAPITAL

51,698,931.07

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

69,493,927.34

HOLLEY NAVARRE WATER SYSTEM INC

INCOME STATEMENT

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

	<i>1 Month Ended August 31, 2020</i>	
REVENUE		
Taps - Water	19,831.63	1.9 %
Water Sales	476,378.09	45.6 %
Penalties	4,951.92	0.5 %
Disconnect Fees	3,600.00	0.3 %
NSF Fees	1,150.00	0.1 %
Service Charge - Water	8,515.62	0.8 %
Handling Fees	9.92	0.0 %
Recovery of Bad Debt	74.64	0.0 %
Interest Income	2,405.37	0.2 %
Misc Revenue - Water	125.00	0.0 %
Misc Revenue - Cash Rebates	1,563.25	0.1 %
Reimbursement From FRUS	34,724.81	3.3 %
Taps - Sewer	36,401.82	3.5 %
Wastewater Sales	429,489.91	41.1 %
Misc Revenue - Wastewater	24,985.41	2.4 %
TOTAL REVENUE	1,044,207.39	100.0 %
***** TOTAL REVENUE	1,044,207.39	100.0 %
***** GROSS PROFIT	1,044,207.39	100.0 %
EXPENSES		
GENERAL & ADMINISTRATIVE EXPENSE		
Wages	209,793.48	20.1 %
Capitalized Labor	(13,324.88)	-1.3 %
Payroll Taxes	15,245.05	1.5 %
Contract Labor	2,514.62	0.2 %
Group Insurance	74,369.19	7.1 %
Net Periodic Pension Cost	98,575.69	9.4 %
Other Taxes/License/Dues	1,605.00	0.2 %
Computer Expense	143.37	0.0 %
Software Services/Licenses	14,236.89	1.4 %
Supplies	1,040.07	0.1 %
Utilities	3,811.58	0.4 %
Repairs & Maintenance	150.00	0.0 %
Vehicle/Gas Expense	157.48	0.0 %
Education & Training	(824.00)	-0.1 %

*1 Month Ended
August 31, 2020*

Travel Expense	924.00	0.1 %
Office Equipment	682.89	0.1 %
Office Expense	10,452.36	1.0 %
Postage	4,165.94	0.4 %
Insurance Expense	6,077.65	0.6 %
Legal Expense	480.00	0.0 %
Accounting/Auditing Expense	2,625.00	0.3 %
Engineering Expense	3,438.34	0.3 %
Advertising Expense	973.25	0.1 %
Bad Debt	417.87	0.0 %
Bank Charges	4,257.74	0.4 %
Bond Issue-Administrative Fees	1,000.00	0.1 %
Professional Services	8,576.25	0.8 %
Landrum HR/Payroll Services	4,472.10	0.4 %
Interest Expense	25,630.14	2.5 %
Misc Expense	354.00	0.0 %
Charitable Contribution	450.00	0.0 %
CASH OVER/SHORT	(0.67)	0.0 %
TOTAL GENERAL & ADMINISTRATIVE EXPENSE	482,470.40	46.2 %
DEPRECIATION & AMORTIZATION EXPENSE		
Amortization Expense	(111,859.58)	-10.7 %
Depreciation Expense	176,733.05	16.9 %
TOTAL DEPRECIATION & AMORTIZATION EXPENSE	64,873.47	6.2 %
WATER EXPENSE		
Supplies	1,883.43	0.2 %
Tools	515.95	0.0 %
Utilities	7,545.37	0.7 %
Chemicals	729.04	0.1 %
Repairs & Maintenance	24,655.04	2.4 %
Vehicle Expense	511.96	0.0 %
Vehicle/Equipment Gas Expense	2,534.89	0.2 %
Water Testing	1,861.00	0.2 %
Water Purchases	122,527.50	11.7 %
Water Operations Expense	1,376.73	0.1 %
Engineering - MESI	550.00	0.1 %
Engineering - System	2,341.95	0.2 %
Misc Expense	693.00	0.1 %
TOTAL WATER EXPENSE	167,725.86	16.1 %
WASTEWATER EXPENSE		
Computer Related Expense	928.14	0.1 %
Supplies	2,165.73	0.2 %
Tools	1,260.57	0.1 %
Utilities	33,830.78	3.2 %
Chemicals - HBTS	4,767.11	0.5 %
Polymers	2,453.09	0.2 %
Repairs & Maintenance	42,663.44	4.1 %

*1 Month Ended
August 31, 2020*

Safety Supplies/Equipment	422.82	0.0 %
Sludge Removal Expense - HBTS	6,050.00	0.6 %
Vehicle Expense	3,566.96	0.3 %
Vehicle/Equipment Gas Expense	4,675.01	0.4 %
Wastewater Testing - HBTS	2,737.00	0.3 %
Wastewater Testing - HWWTP	6,679.50	0.6 %
Plant Operations Expense - HBTS	243.02	0.0 %
Engineering - MESI	700.00	0.1 %
Engineering - System	1,131.51	0.1 %
Misc Expense	561.00	0.1 %
TOTAL WASTEWATER EXPENSE	114,835.68	11.0 %
TOTAL EXPENSES	829,905.41	79.5 %
***** OPERATING INCOME/LOSS	214,301.98	20.5 %
*****	214,301.98	20.5 %
***** NET INCOME/LOSS	214,301.98	20.5 %