

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

## ***INCOME STATEMENT***

***Month- and Year-to-Date, November 2021***

	<b><i>1 Month Ended November 30, 2021</i></b>	<b><i>11 Months Ended November 30, 2021</i></b>
REVENUE		
Taps - Water	8,399.25	221,408.51
Water Sales	458,905.67	4,909,849.15
Penalties	4,763.81	56,293.27
Disconnect Fees	1,950.00	22,257.12
NSF Fees	1,075.00	11,012.08
Service Charge - Water	6,682.64	90,917.64
Handling Fees	4,499.07	35,864.77
Hydrant Meter Non-Refundable Setup Fee	0.00	450.00
Recovery of Bad Debt	142.92	2,232.54
Interest Income	758.00	9,310.10
REIMBURSEMENT FROM THE CLUB	0.00	418.96
Misc Revenue - Water	225.00	26,146.28
Misc Revenue - Cash Rebates	1,759.55	15,084.42
Reimbursement From FRUS	20,584.19	373,707.86
Taps - Sewer	13,998.60	365,318.10
Wastewater Sales	455,069.26	4,875,324.85
Misc Revenue - Wastewater	225.00	23,880.05
Gain/Loss on Sale of Assets	0.00	5,265.00
TOTAL REVENUE	979,037.96	11,044,740.70
***** TOTAL REVENUE	979,037.96	11,044,740.70
EXPENSES		
GENERAL & ADMINISTRATIVE EXPENSE		
Wages	366,261.04	3,012,788.41
Capitalized Labor	(5,374.35)	(18,041.56)
Payroll Taxes	28,515.03	253,679.89
Contract Labor	2,346.40	113,350.30
Group Insurance	7,122.89	903,148.34
Net Periodic Pension Cost	100,761.16	1,177,610.58
Pension - Professional Fees	0.00	47,136.00
401K - Professional Fees	3,925.94	4,694.28
Other Taxes/License/Dues	2,267.34	9,465.37
Computer Expense	1,090.99	38,063.14

	<i>1 Month Ended November 30, 2021</i>	<i>11 Months Ended November 30, 2021</i>
Software Services/Licenses	23,485.21	120,242.66
Supplies	2,055.31	13,219.57
Utilities	4,192.73	54,380.24
Repairs & Maintenance	(424.66)	34,276.06
Safety Supplies/Equipment	0.00	322.68
Vehicle/Gas Expense	371.61	5,347.20
Education & Training	1,552.08	14,820.08
Travel Expense	20.00	4,931.16
Mileage	18.67	32.11
Office Equipment	(26.16)	14,500.06
Office Expense	12,266.58	153,553.61
Postage	4,744.03	47,891.69
Insurance Expense	16,543.18	176,188.73
Legal Expense	5,411.25	88,045.62
Accounting/Auditing Expense	3,250.00	28,350.00
Engineering Expense	3,476.00	51,311.70
Advertising Expense	3,495.00	11,497.99
Bad Debt	1,530.18	9,312.06
Bank Charges	2,095.79	31,435.61
Bond Issue-Administrative Fees	1,000.00	14,300.00
Loan Fees	25,000.00	25,000.00
Professional Services	1,925.84	32,431.72
Landrum HR/Payroll Services	0.00	47,509.61
Payroll Services	1,348.25	6,902.50
Interest Expense	25,126.46	277,133.02
Misc Expense	486.15	23,288.65
Uniform Expense	1,254.51	5,813.84
Charitable Contribution	2,211.00	11,369.58
CASH OVER/SHORT	(31.10)	(51.62)
<b>TOTAL GENERAL &amp; ADMINISTRATIVE EXPENSE</b>	<b>649,294.35</b>	<b>6,845,250.88</b>
<b>DEPRECIATION &amp; AMORTIZATION EXPENSE</b>		
Amortization Expense	(111,859.58)	(1,231,584.98)
Depreciation Expense	202,247.36	2,199,206.65
<b>TOTAL DEPRECIATION &amp; AMORTIZATION EXPENSE</b>	<b>90,387.78</b>	<b>967,621.67</b>
<b>WATER EXPENSE</b>		
Computer Related Expense	0.00	2,553.27
Supplies	1,200.29	20,692.72
Tools	1,845.66	6,443.36
Utilities	6,240.77	70,974.15
Chemicals	2,412.00	12,670.25
Repairs & Maintenance	11,525.30	196,079.84
Safety Supplies/Equipment	174.88	2,740.27
Vehicle Expense	1,634.29	33,611.52
Vehicle/Equipment Gas Expense	2,625.26	31,772.85
Water Testing	2,883.00	17,028.18
Water Purchases	123,225.00	1,373,529.85

	<i>1 Month Ended November 30, 2021</i>	<i>11 Months Ended November 30, 2021</i>
Water Operations Expense	1,443.63	18,263.26
Engineering - MESI	570.00	12,737.00
Engineering - System	2,281.11	29,342.06
Misc Expense	160.68	10,000.77
Uniform Expense	433.34	3,473.73
<b>TOTAL WATER EXPENSE</b>	<b>158,655.21</b>	<b>1,841,913.08</b>
<b>WASTEWATER EXPENSE</b>		
Computer Related Expense	119.22	6,585.45
Supplies	1,750.09	23,508.01
Supplies-Grinders	0.00	552.06
Tools	1,504.51	17,146.03
Utilities	34,699.21	391,933.80
Chemicals - Navarre Plant	8,010.00	44,785.10
Chemicals - Holley Plant	0.00	2,491.01
Chemicals - Collection System	0.00	11,338.00
Polymers	0.00	13,192.04
Sewer Lab Equip/Supplies - Navarre Plant	0.00	6,216.48
Sewer Lab Equip/Supplies - Holley Plant	0.00	1,805.15
Repairs & Maintenance	12,650.75	292,457.10
General Equipment - Collection System	0.00	4,294.78
Safety Supplies/Equipment	174.88	3,764.51
Sludge Removal Expense - Navarre Plant	4,400.00	81,345.45
Vehicle Expense	7,293.27	49,273.48
Vehicle/Equipment Gas Expense	4,402.15	52,248.08
Wastewater Testing - Navarre Plant	7,096.00	35,545.00
Wastewater Testing - Holley Plant	2,434.00	12,706.00
Plant Operations Expense - Navarre Plant	6,752.64	37,680.20
Engineering - MESI	570.00	15,231.50
Engineering - System	2,478.64	60,602.84
Misc Expense	60.72	27,440.43
Uniform Expense	188.33	4,408.81
<b>TOTAL WASTEWATER EXPENSE</b>	<b>94,584.41</b>	<b>1,196,551.31</b>
<b>TOTAL EXPENSES</b>	<b>992,921.75</b>	<b>10,851,336.94</b>
<b>***** OPERATING INCOME/LOSS</b>	<b>(13,883.79)</b>	<b>193,403.76</b>
<b>***** NET INCOME/LOSS</b>	<b>(13,883.79)</b>	<b>193,403.76</b>

# HOLLEY NAVARRE WATER SYSTEM INC

## BALANCE SHEET

November 2021

---

### ASSETS

#### CURRENT ASSETS

Petty Cash	600.00
Centennial Bank - Cash Account	205,296.74
Ameris Bank - Operating	2,761,488.02
Ameris Bank - Water Deposits	428,542.76
Ameris Bank - Sewer Deposits	256,796.91
Ameris Bank - Impact Fees	8,040,941.68
Hancock Bank - HNWS14 Bond Fund	124,506.65
Accounts Receivable	642,020.81
Unbilled Accounts Receivable	811,031.30
Accounts Receivable - Taps	46,592.77
Notes Receivable - FRUS	49,552.65
Current Portion - Note Receivable	17,489.00
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	21,799.15
Due From The Club At Hidden Creek	33,602.75
Due From Municipal Engineering Services	8,393.28
Allowance for Bad Debt	(25,000.00)
Materials Inventory	322,464.87
Deposits	11,048.50
Prepaid Insurance	118,029.53
Prepaid Expenses	46,488.91

#### TOTAL CURRENT ASSETS

---

14,182,386.51

#### OTHER ASSETS

Land	2,201,266.83
Water Distribution System	25,540,309.99
Sewer Facility	50,798,804.28
Office and Storage -Main Office Building	801,040.08
Improvements O/T -Main Office	322,805.07
Office Equipment	246,490.63
Equipment	2,335,003.74
Telemetry	233,043.04
Trucks	1,761,504.75
Water Master Plan	26,360.00
Wastewater Master Plan	2,290.00
Investment in THE CLUB AT HIDDEN CREEK	2,751,144.96
Investment in MESI	767,333.00
Investment in JV FRUS	4,320,665.00
CIP - 2020 Water Master Plan	86,504.00
CIP - 2020 Wastewater Master Plan	38,443.76
CIP - Standby Generator Well 1	6,924.00
CIP - Standby Generator Well 3	6,924.00
CIP - BPS/GST Waterline Updgrades	10,629.50
CIP - Standby Generator Well 4&5	6,924.00
CIP - Hwy 87 L-S Upgrade	66,636.85
CIP - Well 4 Generator	19,062.44
CIP - Building Security	8,356.69

CIP - Field Ops Warehouse 2	136,325.82	
CIP - Field Ops Office Building	195,547.31	
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	76,059.85	
CIP - Inflow & Infiltration	120,751.37	
CIP - SR 87 Booster Station & GST	195,460.10	
CIP - Eglin Reuse/RIBS	964,052.69	
CIP - Gulf Breeze Reuse	85,297.53	
CIP- SR30 Widening-Water Ortega-Okaloosa	98.74	
CIP- SR30 Widening-Sewer Ortega-Okaloosa	98.76	
CIP - General Lift Station Upgrades	229,899.31	
CIP - General Water Line Upgrades	12,021.82	
CIP - General Sewer Line Upgrades	16,140.61	
CIP - FDOT Hwy 98 Widening -Water	524.35	
CIP - FDOT Hwy 98 Widening -Sewer	524.35	
CIP - General WWTP Upgrades	67,981.71	
Bond Discounts	17,240.32	
Accum Amort - Bond Issue Costs	(6,889.63)	
Accum Amort - Bond Discount	(18,595.84)	
Accumulated Depreciation	(36,076,148.07)	
		<hr/>
TOTAL OTHER ASSETS		58,540,208.53
TOTAL ASSETS		<hr/> <hr/> 72,722,595.04

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	361,538.78
Bonds Payable - Current Portion	160,000.00
Regions Note Payable - Current Portion	151,690.00
Accrued Taxes	132,737.80
Accrued Compensated Absences	16,419.89
Federal W/H Taxes	8,000.00
Employee Deduction - Life Insurance	(2.38)
Employee Deduction - Child Support	243.26
Employee Deduction - 401K	289.92
Employee Deduction - Prepaid Legal	(151.21)
Employee Deduction - Supplemental Ins.	(173.01)
Accrued Interest Payable	70,685.06
Accrued Pension Contribution	604,566.96

TOTAL CURRENT LIABILITIES

1,505,845.07

LONG-TERM LIABILITIES

Water Deposits	360,966.33
Sewer Deposits	210,341.63
Net Pension Obligation	12,793,176.84
Lease Payable - Regions Bank	827,124.80
Loan Payable - CTA	5,775,000.00
Debt Issue Costs	(223,977.37)
Loan Discount	(81,344.25)
Bond Issue Costs	(0.46)
Accum Amort - Bond Issue Costs	47,798.28
Accum Amort - Bond Discount	17,240.32

TOTAL LONG-TERM LIABILITIES

19,726,326.12

TOTAL LIABILITIES

21,232,171.19

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	24,082,834.37
Contri-aid-Construction Sewer	41,827,867.02
Accum Amort - Construction	(25,442,598.29)
Membership Certificates	313,475.00
Contributed Capital	27,200.00
Capital Federal Grant	532,765.65
Unfunded Pension Liability	(12,241,654.92)
Retained Earnings	22,197,131.26
Year-to-Date Earnings	193,403.76

TOTAL CONTRIB/PROPRIETARY CAPITAL

51,490,423.85

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

72,722,595.04