

HOLLEY NAVARRE WATER SYSTEM INC

INCOME STATEMENT

Month- and Year-to-Date, August 2022 - current month

	<i>1 Month Ended</i> <i>August 31, 2022</i>		<i>8 Months Ended</i> <i>August 31, 2022</i>	
REVENUE				
Taps - Water	13,160.25	1.3 %	104,206.26	1.3 %
Water Sales	457,874.46	44.5 %	3,677,079.39	44.9 %
Penalties	5,831.09	0.6 %	42,873.88	0.5 %
Disconnect Fees	2,350.00	0.2 %	18,175.00	0.2 %
NSF Fees	1,513.10	0.1 %	10,488.10	0.1 %
Service Charge - Water	8,520.00	0.8 %	62,950.00	0.8 %
Handling Fees	4,749.00	0.5 %	36,213.72	0.4 %
Hydrant Meter Non-Refundable Setup Fee	0.00	0.0 %	1,800.00	0.0 %
Recovery of Bad Debt	400.72	0.0 %	1,410.16	0.0 %
Interest Income	707.63	0.1 %	5,592.39	0.1 %
REIMBURSEMENT FROM THE CLUB	13,765.87	1.3 %	13,765.87	0.2 %
Misc Revenue - Water	0.00	0.0 %	28,250.00	0.3 %
Misc Revenue - Cash Rebates	1,124.58	0.1 %	11,170.47	0.1 %
Reimbursement From FRUS	40,271.11	3.9 %	297,698.19	3.6 %
Taps - Sewer	18,627.00	1.8 %	189,028.98	2.3 %
Wastewater Sales	459,174.94	44.7 %	3,664,027.32	44.7 %
Misc Revenue - Wastewater	0.00	0.0 %	25,356.16	0.3 %
TOTAL REVENUE	1,028,069.75	100.0 %	8,190,085.89	100.0 %
***** TOTAL REVENUE	1,028,069.75	100.0 %	8,190,085.89	100.0 %
***** GROSS PROFIT	1,028,069.75	100.0 %	8,190,085.89	100.0 %
EXPENSES				
GENERAL & ADMINISTRATIVE EXPENSE				
Wages	325,303.51	31.6 %	2,463,413.63	30.1 %
Capitalized Labor	(3,188.78)	-0.3 %	(36,488.80)	-0.4 %
Payroll Taxes	21,985.91	2.1 %	201,888.72	2.5 %
Group Insurance	111,187.32	10.8 %	850,621.80	10.4 %
Net Periodic Pension Cost	0.00	0.0 %	84,482.19	1.0 %
Pension - Professional Fees	0.00	0.0 %	12,002.00	0.1 %
401K - Professional Fees	0.00	0.0 %	1,056.18	0.0 %
Other Taxes/License/Dues	1,625.57	0.2 %	48,030.30	0.6 %
Computer Expense	5,750.95	0.6 %	32,416.58	0.4 %
Software Services/Licenses	3,906.27	0.4 %	106,010.34	1.3 %
SCADA/Radio Services	5,537.38	0.5 %	40,239.04	0.5 %

	<i>1 Month Ended</i> <i>August 31, 2022</i>		<i>8 Months Ended</i> <i>August 31, 2022</i>	
Supplies	3,761.73	0.4 %	15,334.30	0.2 %
Utilities	3,950.22	0.4 %	33,816.41	0.4 %
Repairs & Maintenance	728.98	0.1 %	11,671.04	0.1 %
Safety Supplies/Equipment	298.83	0.0 %	1,266.03	0.0 %
Vehicle/Gas Expense	2,407.56	0.2 %	6,940.40	0.1 %
Education & Training	5,109.48	0.5 %	16,606.95	0.2 %
Travel Expense	1,086.75	0.1 %	1,213.38	0.0 %
Mileage	40.89	0.0 %	330.59	0.0 %
Office Equipment	157.48	0.0 %	3,893.10	0.0 %
Office Expense	10,585.38	1.0 %	101,002.32	1.2 %
BOD Related Expense	917.76	0.1 %	13,903.11	0.2 %
Groundskeeping Expense	357.22	0.0 %	1,786.10	0.0 %
Postage	4,964.03	0.5 %	34,087.03	0.4 %
Insurance Expense	18,414.35	1.8 %	136,011.62	1.7 %
Legal Expense	24,804.81	2.4 %	88,624.09	1.1 %
Accounting/Auditing Expense	0.00	0.0 %	31,500.00	0.4 %
Engineering Expense	2,863.75	0.3 %	29,309.30	0.4 %
Advertising Expense	0.00	0.0 %	5,267.56	0.1 %
Bad Debt	1,534.14	0.1 %	11,422.48	0.1 %
Bank Charges	2,401.67	0.2 %	18,556.73	0.2 %
Bond Issue-Administrative Fees	1,000.00	0.1 %	9,650.00	0.1 %
Professional Services	926.23	0.1 %	19,470.26	0.2 %
Landrum HR/Payroll Services	0.00	0.0 %	2,704.00	0.0 %
Payroll Services	1,276.25	0.1 %	10,774.00	0.1 %
Interest Expense	24,768.10	2.4 %	200,291.70	2.4 %
Uniform Expense	1,669.90	0.2 %	4,084.70	0.0 %
Charitable Contribution	0.00	0.0 %	2,364.75	0.0 %
CASH OVER/SHORT	(3.00)	0.0 %	71.19	0.0 %
TOTAL GENERAL & ADMINISTRATIVE EXPENSE	586,130.64	57.0 %	4,615,625.12	56.4 %
DEPRECIATION & AMORTIZATION EXPENSE				
Amortization Expense	(111,859.58)	-10.9 %	(894,876.64)	-10.9 %
Depreciation Expense	206,561.24	20.1 %	1,648,176.04	20.1 %
TOTAL DEPRECIATION & AMORTIZATION EXPENSE	94,701.66	9.2 %	753,299.40	9.2 %
WATER EXPENSE				
Computer Related Expense	0.00	0.0 %	1,214.07	0.0 %
Supplies	1,695.29	0.2 %	16,373.31	0.2 %
Tools	1,628.91	0.2 %	6,038.24	0.1 %
Utilities	10,297.61	1.0 %	69,562.37	0.8 %
Chemicals	0.00	0.0 %	18,777.00	0.2 %
Repairs & Maintenance	20,983.78	2.0 %	150,985.06	1.8 %
Equipment Rental	0.00	0.0 %	75.00	0.0 %
Safety Supplies/Equipment	19.97	0.0 %	14,640.59	0.2 %
General Equipment - Distribution System	0.00	0.0 %	1,543.07	0.0 %
Vehicle Expense	3,722.02	0.4 %	28,967.83	0.4 %
Vehicle/Equipment Gas Expense	5,470.55	0.5 %	37,881.88	0.5 %
Water Testing	1,485.00	0.1 %	11,609.00	0.1 %

	<i>1 Month Ended</i> <i>August 31, 2022</i>		<i>8 Months Ended</i> <i>August 31, 2022</i>	
Water Purchases	132,137.50	12.9 %	1,036,957.64	12.7 %
Water Operations Expense	208.48	0.0 %	4,769.98	0.1 %
Groundskeeping Expense	1,071.66	0.1 %	6,414.42	0.1 %
Engineering - MESI	315.00	0.0 %	3,051.00	0.0 %
Engineering - System	1,945.37	0.2 %	21,588.96	0.3 %
Uniform Expense	2,609.23	0.3 %	2,946.33	0.0 %
TOTAL WATER EXPENSE	183,590.37	17.9 %	1,433,395.75	17.5 %
WASTEWATER EXPENSE				
Computer Related Expense	287.82	0.0 %	2,722.15	0.0 %
Supplies	1,748.52	0.2 %	15,133.85	0.2 %
Supplies-Grinders	0.00	0.0 %	6.59	0.0 %
Tools	1,443.90	0.1 %	17,329.78	0.2 %
Utilities	51,348.35	5.0 %	400,782.48	4.9 %
Chemicals - Navarre Plant	990.26	0.1 %	44,354.26	0.5 %
Chemicals - Holley Plant	0.00	0.0 %	6,543.47	0.1 %
Polymers	1,832.85	0.2 %	25,357.63	0.3 %
Sewer Lab Equip/Supplies - Navarre Plant	1,482.82	0.1 %	3,340.20	0.0 %
Sewer Lab Equip/Supplies - Holley Plant	1,447.85	0.1 %	4,864.82	0.1 %
Repairs & Maintenance	29,740.94	2.9 %	186,852.82	2.3 %
General Equipment - Collection System	0.00	0.0 %	1,543.08	0.0 %
Safety Supplies/Equipment	649.94	0.1 %	7,607.51	0.1 %
Sludge Removal Expense - Navarre Plant	7,498.80	0.7 %	64,516.70	0.8 %
Vehicle Expense	1,910.87	0.2 %	20,457.33	0.2 %
Vehicle/Equipment Gas Expense	6,855.57	0.7 %	54,371.31	0.7 %
Wastewater Testing - Navarre Plant	3,167.00	0.3 %	26,728.00	0.3 %
Wastewater Testing - Holley Plant	1,439.50	0.1 %	10,464.50	0.1 %
Wastewater Permits	0.00	0.0 %	1,045.45	0.0 %
Plant Operations Expense - Navarre Plant	415.33	0.0 %	16,981.36	0.2 %
Groundskeeping Expense	7,491.67	0.7 %	42,995.68	0.5 %
Engineering - MESI	432.00	0.0 %	4,045.50	0.0 %
Engineering - System	2,221.88	0.2 %	20,436.59	0.2 %
Professional Services	0.00	0.0 %	900.00	0.0 %
Uniform Expense	2,604.21	0.3 %	4,554.85	0.1 %
TOTAL WASTEWATER EXPENSE	125,010.08	12.2 %	983,935.91	12.0 %
TOTAL EXPENSES	989,432.75	96.2 %	7,786,256.18	95.1 %
***** OPERATING INCOME/LOSS	38,637.00	3.8 %	403,829.71	4.9 %
*****	38,637.00	3.8 %	403,829.71	4.9 %
***** NET INCOME/LOSS	38,637.00	3.8 %	403,829.71	4.9 %

HOLLEY NAVARRE WATER SYSTEM INC

BALANCE SHEET

August 2022

ASSETS

CURRENT ASSETS

Petty Cash	600.00
Centennial Bank - Cash Account	341,923.54
Ameris Bank - Operating	2,270,246.38
Ameris Bank - Water Deposits	429,035.52
Ameris Bank - Sewer Deposits	262,132.14
Ameris Bank - Impact Fees	7,029,409.53
Hancock Bank - HNWS14 Bond Fund	143,221.26
Accounts Receivable	1,585,966.15
Accounts Receivable - Taps	28,326.05
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	46,424.36
Due From The Club At Hidden Creek	16,579.61
Due From Municipal Engineering Services	1,262.13
Allowance for Bad Debt	(25,000.00)
Materials Inventory	354,491.71
Deposits	11,048.50
Prepaid Insurance	176,437.87
Prepaid Expenses	39,177.58

TOTAL CURRENT ASSETS

12,971,982.56

OTHER ASSETS

Land	2,201,266.83
Water Distribution System	25,734,812.84
Sewer Facility	51,898,133.36
CIP - VT SCADA	61,318.99
Office and Storage -Main Office Building	2,046,055.81
Improvements O/T -Main Office	330,190.20
Software Upgrade	170,530.00
F, F & E - Main Office	248,591.58
Equipment	2,385,851.67
Telemetry	233,043.04
Trucks	2,186,504.75
Water Master Plan	26,360.00
Wastewater Master Plan	2,290.00
Investment in THE CLUB AT HIDDEN CREEK	2,601,823.23
Investment in MESI	928,995.00
Investment in JV FRUS	4,895,440.00
CIP - 2020 Water Master Plan	101,495.00
CIP - 2020 Wastewater Master Plan	42,718.76
CIP - Standby Generator Well 1	19,104.51
CIP - Standby Generator Well 3	19,104.51
CIP - BPS/GST Waterline Updgrades	12,820.75
CIP - Standby Generator Well 4&5	21,294.02
CIP - Hwy 87 L-S Upgrade	73,986.90
CIP - Well 4 Generator	19,791.60
CIP - Building Security	8,356.69
CIP - Field Ops Warehouse 2	181,827.17

CIP - Mechanic Shop at Navarre WWTP	21,992.00	
CIP - Field Ops Office Building	221,653.64	
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	315,990.73	
CIP - SR 87 Booster Station & GST	352,165.06	
CIP - Eglin Reuse/RIBS	1,206,461.36	
CIP - Gulf Breeze Reuse	85,297.53	
CIP- SR30 Widening-Water Ortega-Okaloosa	820.59	
CIP- SR30 Widening-Sewer Ortega-Okaloosa	820.61	
CIP - General Lift Station Upgrades	163,295.90	
CIP - General Water Line Upgrades	17,525.57	
CIP - General Sewer Line Upgrades	19,559.86	
CIP - General WWTP Upgrades	180,949.62	
Bond Issue Costs	11,024.65	
Bond Discounts	17,240.32	
Accum Amort - Bond Issue Costs	(12,526.60)	
Accum Amort - Bond Discount	(20,629.12)	
Accumulated Depreciation	(37,926,571.47)	
Pension Liability - Current Portion	(250,000.00)	
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TOTAL OTHER ASSETS		61,098,188.13
TOTAL ASSETS		<hr/> <hr/> 74,070,170.69

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	939,505.36
Bonds Payable - Current Portion	160,000.00
Regions Note Payable - Current Portion	151,690.00
Accrued Taxes	85,949.82
Accrued Compensated Absences	16,419.89
Employee Deduction - Life Insurance	(2,140.50)
Employee Deduction - Child Support	37.25
Employee Deduction - 401K	278.38
Employee Deduction - Prepaid Legal	464.98
Employee Deduction - Supplemental Ins.	7,202.73
Employee Deduction - Gym	(195.83)
Accrued Interest Payable	144,639.43

TOTAL CURRENT LIABILITIES

1,503,851.51

LONG-TERM LIABILITIES

Water Deposits	364,419.09
Sewer Deposits	214,046.86
Net Pension Obligation	6,653,148.84
Lease Payable - Regions Bank	704,485.93
Loan Payable - CTA	5,610,000.00
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

13,305,817.24

TOTAL LIABILITIES

14,809,668.75

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	24,473,187.33
Contri-aid-Construction Sewer	42,747,223.25
Accum Amort - Construction	(26,776,723.76)
Membership Certificates	321,295.00
Contributed Capital	27,200.00
Capital Federal Grant	532,765.65
Unfunded Pension Liability	(5,454,155.92)
Retained Earnings	22,985,880.68
Year-to-Date Earnings	403,829.71

TOTAL CONTRIB/PROPRIETARY CAPITAL

59,260,501.94

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

74,070,170.69