

HOLLEY NAVARRE WATER SYSTEM INC

INCOME STATEMENT

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

	<i>1 Month Ended</i> <i>November 30, 2022</i>		<i>11 Months Ended</i> <i>November 30, 2022</i>	
REVENUE				
Taps - Water	27,136.80	2.7 %	193,489.29	1.7 %
Water Sales	442,297.38	43.9 %	5,086,011.40	44.7 %
Penalties	5,502.61	0.5 %	59,610.80	0.5 %
Disconnect Fees	1,550.00	0.2 %	24,225.00	0.2 %
NSF Fees	1,725.00	0.2 %	15,384.75	0.1 %
Service Charge - Water	4,900.00	0.5 %	83,325.00	0.7 %
Handling Fees	4,719.00	0.5 %	49,741.62	0.4 %
Hydrant Meter Non-Refundable Setup Fee	0.00	0.0 %	1,950.00	0.0 %
Recovery of Bad Debt	150.30	0.0 %	1,593.46	0.0 %
Interest Income	6,469.01	0.6 %	17,469.78	0.2 %
REIMBURSEMENT FROM THE CLUB	0.00	0.0 %	13,765.87	0.1 %
Misc Revenue - Water	0.00	0.0 %	28,750.00	0.3 %
Misc Revenue - Cash Rebates	948.27	0.1 %	13,169.85	0.1 %
Reimbursement From FRUS	30,431.24	3.0 %	386,697.58	3.4 %
Taps - Sewer	28,549.80	2.8 %	321,862.11	2.8 %
Wastewater Sales	453,678.33	45.0 %	5,058,170.36	44.4 %
Misc Revenue - Wastewater	0.00	0.0 %	25,450.93	0.2 %
TOTAL REVENUE	1,008,057.74	100.0 %	11,380,667.80	100.0 %
***** TOTAL REVENUE	1,008,057.74	100.0 %	11,380,667.80	100.0 %
***** GROSS PROFIT	1,008,057.74	100.0 %	11,380,667.80	100.0 %
EXPENSES				
GENERAL & ADMINISTRATIVE EXPENSE				
Wages	379,755.11	37.7 %	3,443,126.99	30.3 %
Capitalized Labor	0.00	0.0 %	(46,436.25)	-0.4 %
Payroll Taxes	27,445.69	2.7 %	272,539.61	2.4 %
Group Insurance	104,623.73	10.4 %	1,148,165.83	10.1 %
Net Periodic Pension Cost	0.00	0.0 %	107,360.16	0.9 %
Pension - Professional Fees	0.00	0.0 %	50,222.00	0.4 %
401K - Professional Fees	0.00	0.0 %	3,201.77	0.0 %
Other Taxes/License/Dues	40,729.22	4.0 %	89,951.12	0.8 %
Computer Expense	1,712.11	0.2 %	38,642.12	0.3 %
Software Services/Licenses	12,961.36	1.3 %	152,799.72	1.3 %
SCADA/Radio Services	5,127.24	0.5 %	53,559.00	0.5 %

	<i>1 Month Ended</i> <i>November 30, 2022</i>		<i>11 Months Ended</i> <i>November 30, 2022</i>	
Supplies	1,744.92	0.2 %	18,963.53	0.2 %
Utilities	3,706.23	0.4 %	45,117.90	0.4 %
Repairs & Maintenance	1,485.39	0.1 %	14,968.48	0.1 %
Safety Supplies/Equipment	0.00	0.0 %	1,266.03	0.0 %
Vehicle/Gas Expense	676.91	0.1 %	(5,316.87)	0.0 %
Education & Training	505.94	0.1 %	18,472.88	0.2 %
Travel Expense	382.06	0.0 %	7,355.17	0.1 %
Mileage	152.69	0.0 %	640.36	0.0 %
Office Equipment	0.00	0.0 %	5,134.03	0.0 %
Office Expense	11,740.31	1.2 %	136,023.34	1.2 %
BOD Related Expense	7,040.95	0.7 %	22,992.04	0.2 %
Groundskeeping Expense	357.22	0.0 %	2,857.76	0.0 %
Postage	4,355.52	0.4 %	46,231.88	0.4 %
Insurance Expense	23,943.96	2.4 %	196,749.77	1.7 %
Legal Expense	9,181.25	0.9 %	121,763.84	1.1 %
Accounting/Auditing Expense	3,400.00	0.3 %	34,900.00	0.3 %
Engineering Expense	2,172.50	0.2 %	38,275.80	0.3 %
Advertising Expense	272.89	0.0 %	5,889.68	0.1 %
Bad Debt	944.02	0.1 %	16,667.38	0.1 %
Bank Charges	2,327.17	0.2 %	25,990.27	0.2 %
Bond Issue-Administrative Fees	1,000.00	0.1 %	14,300.00	0.1 %
Professional Services	3,139.21	0.3 %	30,699.59	0.3 %
Landrum HR/Payroll Services	0.00	0.0 %	2,704.00	0.0 %
Payroll Services	1,292.75	0.1 %	14,652.25	0.1 %
Interest Expense	24,671.19	2.4 %	278,457.81	2.4 %
Uniform Expense	0.00	0.0 %	4,084.70	0.0 %
Charitable Contribution	0.00	0.0 %	2,364.75	0.0 %
CASH OVER/SHORT	(1.00)	0.0 %	79.81	0.0 %
TOTAL GENERAL & ADMINISTRATIVE EXPENSE	676,846.54	67.1 %	6,415,418.25	56.4 %
DEPRECIATION & AMORTIZATION EXPENSE				
Amortization Expense	(111,859.58)	-11.1 %	(1,230,455.38)	-10.8 %
Depreciation Expense	206,561.24	20.5 %	2,267,859.76	19.9 %
TOTAL DEPRECIATION & AMORTIZATION EXPENSE	94,701.66	9.4 %	1,037,404.38	9.1 %
WATER EXPENSE				
Computer Related Expense	9.49	0.0 %	1,526.29	0.0 %
Supplies	2,056.64	0.2 %	20,598.70	0.2 %
Tools	(1,289.28)	-0.1 %	9,239.86	0.1 %
Utilities	8,840.19	0.9 %	96,781.93	0.9 %
Chemicals	2,667.00	0.3 %	26,016.00	0.2 %
Repairs & Maintenance	19,565.26	1.9 %	206,725.55	1.8 %
Equipment Rental	0.00	0.0 %	195.60	0.0 %
Safety Supplies/Equipment	30.91	0.0 %	15,915.87	0.1 %
General Equipment - Distribution System	2,353.69	0.2 %	3,896.76	0.0 %
Vehicle Expense	10,998.65	1.1 %	48,894.97	0.4 %
Vehicle/Equipment Gas Expense	5,084.33	0.5 %	59,500.19	0.5 %
Water Testing	2,743.00	0.3 %	16,076.00	0.1 %

	<i>1 Month Ended November 30, 2022</i>		<i>11 Months Ended November 30, 2022</i>	
Water Purchases	127,875.00	12.7 %	1,424,845.14	12.5 %
Water Operations Expense	212.46	0.0 %	5,524.36	0.0 %
Groundskeeping Expense	1,071.66	0.1 %	9,629.40	0.1 %
Engineering - MESI	456.00	0.0 %	4,236.00	0.0 %
Engineering - System	2,044.12	0.2 %	27,343.29	0.2 %
Uniform Expense	543.50	0.1 %	3,729.83	0.0 %
TOTAL WATER EXPENSE	185,262.62	18.4 %	1,980,675.74	17.4 %
WASTEWATER EXPENSE				
Computer Related Expense	287.82	0.0 %	4,156.15	0.0 %
Supplies	2,908.84	0.3 %	21,814.64	0.2 %
Supplies-Grinders	0.00	0.0 %	6.59	0.0 %
Tools	695.70	0.1 %	20,234.42	0.2 %
Utilities	43,384.65	4.3 %	538,185.36	4.7 %
Chemicals - Navarre Plant	6,858.00	0.7 %	74,381.33	0.7 %
Chemicals - Holley Plant	952.50	0.1 %	10,655.99	0.1 %
Chemicals - Collection System	2,530.00	0.3 %	2,530.00	0.0 %
Polymers	4,017.38	0.4 %	33,303.89	0.3 %
Sewer Lab Equip/Supplies - Navarre Plant	294.56	0.0 %	3,972.29	0.0 %
Sewer Lab Equip/Supplies - Holley Plant	294.56	0.0 %	6,301.63	0.1 %
Repairs & Maintenance	29,682.85	2.9 %	251,285.01	2.2 %
General Equipment - WWTP	0.00	0.0 %	4,523.51	0.0 %
General Equipment - Collection System	0.00	0.0 %	1,543.08	0.0 %
Safety Supplies/Equipment	30.91	0.0 %	9,009.60	0.1 %
Sludge Removal Expense - Navarre Plant	8,123.70	0.8 %	85,763.30	0.8 %
Vehicle Expense	8,438.84	0.8 %	35,364.62	0.3 %
Vehicle/Equipment Gas Expense	2,474.37	0.2 %	65,418.22	0.6 %
Wastewater Testing - Navarre Plant	7,637.00	0.8 %	36,596.00	0.3 %
Wastewater Testing - Holley Plant	2,978.50	0.3 %	14,602.00	0.1 %
Wastewater Permits	0.00	0.0 %	1,045.45	0.0 %
Plant Operations Expense - Navarre Plant	347.66	0.0 %	19,399.53	0.2 %
Groundskeeping Expense	7,491.67	0.7 %	65,470.69	0.6 %
Engineering - MESI	631.50	0.1 %	5,640.00	0.0 %
Engineering - System	2,814.38	0.3 %	27,751.20	0.2 %
Professional Services	0.00	0.0 %	900.00	0.0 %
Uniform Expense	120.00	0.0 %	6,085.31	0.1 %
TOTAL WASTEWATER EXPENSE	132,995.39	13.2 %	1,345,939.81	11.8 %
TOTAL EXPENSES	1,089,806.21	108.1 %	10,779,438.18	94.7 %
***** OPERATING INCOME/LOSS	(81,748.47)	-8.1 %	601,229.62	5.3 %
*****	(81,748.47)	-8.1 %	601,229.62	5.3 %

	<i>1 Month Ended</i>		<i>11 Months Ended</i>	
	<i>November 30, 2022</i>		<i>November 30, 2022</i>	
***** NET INCOME/LOSS	(81,748.47)	-8.1 %	601,229.62	5.3 %

HOLLEY NAVARRE WATER SYSTEM INC

BALANCE SHEET

November 2022

ASSETS

CURRENT ASSETS

Petty Cash	600.00
Centennial Bank - Cash Account	382,626.90
Ameris Bank - Operating	2,496,732.88
Ameris Bank - Water Deposits	443,918.89
Ameris Bank - Sewer Deposits	272,887.46
Ameris Bank - Impact Fees	6,924,359.25
ServisFirst Bank - LOC Draws	475,246.02
Hancock Bank - HNWS14 Bond Fund	128,367.38
Accounts Receivable	1,579,245.25
Accounts Receivable - Taps	26,285.23
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	92,658.84
Due From The Club At Hidden Creek	4,155.45
Due From Municipal Engineering Services	11,668.57
Allowance for Bad Debt	(25,000.00)
Materials Inventory	327,456.72
Deposits	11,048.50
Prepaid Insurance	121,260.72
Prepaid Expenses	46,251.40

TOTAL CURRENT ASSETS

13,580,469.69

OTHER ASSETS

Land	2,201,266.83
Water Distribution System	25,752,034.37
Sewer Facility	51,969,497.94
CIP - VT SCADA	61,318.99
Office and Storage -Main Office Building	2,242,080.13
Improvements O/T -Main Office	330,190.20
Software Upgrade	194,580.00
F, F & E - Main Office	256,552.42
Equipment	2,378,810.40
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	105,029.00
CIP - 2020 Wastewater Master Plan	44,507.76
CIP - Standby Generator Well 1	19,119.32
CIP - Standby Generator Well 3	19,119.32
CIP - Frontera BPS Transmission Main	12,820.75
CIP - Standby Generator Well 4&5	21,308.83
CIP - Hwy 87 L-S Upgrade	74,100.90
CIP - Well 4 Generator	19,791.60
CIP - Building Security	8,356.69

CIP - 2022 Sprayfield Requirements	7,800.00	
CIP - Field Ops Warehouse 2	187,778.43	
CIP - Mechanic Shop at Navarre WWTP	21,992.00	
CIP - Field Ops Office Building	234,812.90	
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	402,129.85	
CIP - Frontera BPS & EST	393,127.24	
CIP - Eglin Reuse/RIBS	1,221,361.37	
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	211,846.50	
CIP - General Water Line Upgrades	17,525.57	
CIP - General Sewer Line Upgrades	15,383.86	
CIP - General WWTP Upgrades	214,332.77	
Bond Issue Costs	11,024.65	
Bond Discounts	17,240.32	
Accum Amort - Bond Issue Costs	(14,405.59)	
Accum Amort - Bond Discount	(21,306.88)	
Accumulated Depreciation	(38,546,255.19)	
Pension Liability - Current Portion	(250,000.00)	
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TOTAL OTHER ASSETS		61,037,678.67
TOTAL ASSETS		<hr/> <hr/> 74,618,148.36

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	633,672.95
Bonds Payable - Current Portion	160,000.00
Regions Note Payable - Current Portion	151,690.00
Accrued Taxes	155,383.96
Accrued Compensated Absences	16,419.89
Employee Deduction - Life Insurance	(1,291.79)
Employee Deduction - Child Support	157.88
Employee Deduction - 401K	163.00
Employee Deduction - Prepaid Legal	469.11
Employee Deduction - Supplemental Ins.	6,890.13
Employee Deduction - Gym	(365.72)
Accrued Interest Payable	92,226.30

TOTAL CURRENT LIABILITIES

1,215,415.71

LONG-TERM LIABILITIES

Water Deposits	377,947.04
Sewer Deposits	223,967.31
Net Pension Obligation	6,653,148.84
Lease Payable - Regions Bank	662,790.51
Loan Payable - CTA	5,610,000.00
LOC Payable - ServisFirst Bank (It)	475,000.00
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

13,762,570.22

TOTAL LIABILITIES

14,977,985.93

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	24,681,514.43
Contri-aid-Construction Sewer	43,057,167.22
Accum Amort - Construction	(27,114,859.25)
Membership Certificates	323,420.00
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	601,229.62

TOTAL CONTRIB/PROPRIETARY CAPITAL

59,640,162.43

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

74,618,148.36