

HOLLEY NAVARRE WATER SYSTEM INC

INCOME STATEMENT

Month- and Year-to-Date, January 2023 - current month, Consolidated by account

	<i>1 Month Ended</i> <i>January 31, 2023</i>		<i>1 Months Ended</i> <i>January 31, 2023</i>	
REVENUE				
Taps - Water	6,378.75	0.6 %	6,378.75	0.6 %
Water Sales	430,157.89	43.4 %	430,157.89	43.4 %
Penalties	6,361.54	0.6 %	6,361.54	0.6 %
Disconnect Fees	2,950.00	0.3 %	2,950.00	0.3 %
NSF Fees	1,700.00	0.2 %	1,700.00	0.2 %
Service Charge - Water	6,390.00	0.6 %	6,390.00	0.6 %
Handling Fees	4,704.00	0.5 %	4,704.00	0.5 %
Hydrant Meter Non-Refundable Setup Fee	300.00	0.0 %	300.00	0.0 %
Recovery of Bad Debt	512.52	0.1 %	512.52	0.1 %
Interest Income	16,166.40	1.6 %	16,166.40	1.6 %
Misc Revenue - Water	125.00	0.0 %	125.00	0.0 %
Misc Revenue - Cash Rebates	954.49	0.1 %	954.49	0.1 %
Reimbursement From FRUS	33,806.12	3.4 %	33,806.12	3.4 %
Taps - Sewer	16,947.00	1.7 %	16,947.00	1.7 %
Wastewater Sales	450,673.13	45.4 %	450,673.13	45.4 %
Misc Revenue - Wastewater	13,590.00	1.4 %	13,590.00	1.4 %
TOTAL REVENUE	<u>991,716.84</u>	100.0 %	<u>991,716.84</u>	100.0 %
***** TOTAL REVENUE	<u>991,716.84</u>	100.0 %	<u>991,716.84</u>	100.0 %
***** GROSS PROFIT	<u>991,716.84</u>	100.0 %	<u>991,716.84</u>	100.0 %
EXPENSES				
GENERAL & ADMINISTRATIVE EXPENSE				
Wages	344,479.07	34.7 %	344,479.07	34.7 %
Payroll Taxes	31,608.06	3.2 %	31,608.06	3.2 %
Group Insurance	102,833.62	10.4 %	102,833.62	10.4 %
Net Periodic Pension Cost	24,194.07	2.4 %	24,194.07	2.4 %
401K - Professional Fees	1,067.71	0.1 %	1,067.71	0.1 %
Other Taxes/License/Dues	275.00	0.0 %	275.00	0.0 %
Computer Expense	1,656.14	0.2 %	1,656.14	0.2 %
Software Services/Licenses	9,446.29	1.0 %	9,446.29	1.0 %
SCADA/Radio Services	5,642.53	0.6 %	5,642.53	0.6 %
Supplies	1,084.98	0.1 %	1,084.98	0.1 %
Utilities	4,896.39	0.5 %	4,896.39	0.5 %
Repairs & Maintenance	4,046.24	0.4 %	4,046.24	0.4 %

	<i>1 Month Ended</i> <i>January 31, 2023</i>		<i>1 Months Ended</i> <i>January 31, 2023</i>	
Vehicle/Gas Expense	15,123.51	1.5 %	15,123.51	1.5 %
Education & Training	1,091.82	0.1 %	1,091.82	0.1 %
Office Equipment	404.10	0.0 %	404.10	0.0 %
Office Expense	10,018.31	1.0 %	10,018.31	1.0 %
BOD Related Expense	3,855.68	0.4 %	3,855.68	0.4 %
Groundskeeping Expense	357.22	0.0 %	357.22	0.0 %
Postage	4,035.52	0.4 %	4,035.52	0.4 %
Insurance Expense	19,131.09	1.9 %	19,131.09	1.9 %
Legal Expense	6,126.25	0.6 %	6,126.25	0.6 %
Engineering Expense	1,896.00	0.2 %	1,896.00	0.2 %
Advertising Expense	299.00	0.0 %	299.00	0.0 %
Bad Debt	158.15	0.0 %	158.15	0.0 %
Bank Charges	2,224.06	0.2 %	2,224.06	0.2 %
Bond Issue-Administrative Fees	1,000.00	0.1 %	1,000.00	0.1 %
Professional Services	1,276.00	0.1 %	1,276.00	0.1 %
Payroll Services	1,259.75	0.1 %	1,259.75	0.1 %
Interest Expense	24,534.04	2.5 %	24,534.04	2.5 %
Employee Engagement	591.27	0.1 %	591.27	0.1 %
CASH OVER/SHORT	1.90	0.0 %	1.90	0.0 %
TOTAL GENERAL & ADMINISTRATIVE EXPENSE	624,613.77	63.0 %	624,613.77	63.0 %
DEPRECIATION & AMORTIZATION EXPENSE				
Amortization Expense	(111,859.58)	-11.3 %	(111,859.58)	-11.3 %
Depreciation Expense	206,561.24	20.8 %	206,561.24	20.8 %
TOTAL DEPRECIATION & AMORTIZATION EXPENSE	94,701.66	9.5 %	94,701.66	9.5 %
WATER EXPENSE				
Computer Related Expense	307.62	0.0 %	307.62	0.0 %
Supplies	1,506.07	0.2 %	1,506.07	0.2 %
Tools	366.64	0.0 %	366.64	0.0 %
Utilities	8,412.61	0.8 %	8,412.61	0.8 %
Chemicals	4,191.00	0.4 %	4,191.00	0.4 %
Repairs & Maintenance	35,232.47	3.6 %	35,232.47	3.6 %
Vehicle Expense	4,447.61	0.4 %	4,447.61	0.4 %
Vehicle/Equipment Gas Expense	5,881.90	0.6 %	5,881.90	0.6 %
Water Testing	2,659.75	0.3 %	2,659.75	0.3 %
Water Purchases	133,294.47	13.4 %	133,294.47	13.4 %
Water Operations Expense	329.46	0.0 %	329.46	0.0 %
Groundskeeping Expense	1,071.66	0.1 %	1,071.66	0.1 %
Engineering - MESI	276.00	0.0 %	276.00	0.0 %
Engineering - System	3,488.50	0.4 %	3,488.50	0.4 %
Uniform Expense	197.48	0.0 %	197.48	0.0 %
TOTAL WATER EXPENSE	201,663.24	20.3 %	201,663.24	20.3 %
WASTEWATER EXPENSE				
Computer Related Expense	485.51	0.0 %	485.51	0.0 %
Supplies	2,469.59	0.2 %	2,469.59	0.2 %
Tools	1,348.44	0.1 %	1,348.44	0.1 %

	<i>1 Month Ended</i> <i>January 31, 2023</i>		<i>1 Months Ended</i> <i>January 31, 2023</i>	
Utilities	48,574.47	4.9 %	48,574.47	4.9 %
Chemicals - Navarre Plant	10,771.20	1.1 %	10,771.20	1.1 %
Chemicals - Holley Plant	381.00	0.0 %	381.00	0.0 %
Polymers	3,999.80	0.4 %	3,999.80	0.4 %
Sewer Lab Equip/Supplies - Navarre Plant	3,176.67	0.3 %	3,176.67	0.3 %
Sewer Lab Equip/Supplies - Holley Plant	3,176.68	0.3 %	3,176.68	0.3 %
Repairs & Maintenance	22,307.83	2.2 %	22,307.83	2.2 %
Safety Supplies/Equipment	13.50	0.0 %	13.50	0.0 %
Sludge Removal Expense - Navarre Plant	12,325.00	1.2 %	12,325.00	1.2 %
Vehicle Expense	1,780.43	0.2 %	1,780.43	0.2 %
Vehicle/Equipment Gas Expense	2,543.23	0.3 %	2,543.23	0.3 %
Wastewater Testing - Navarre Plant	4,967.30	0.5 %	4,967.30	0.5 %
Wastewater Testing - Holley Plant	2,035.85	0.2 %	2,035.85	0.2 %
Plant Operations Expense - Navarre Plant	686.46	0.1 %	686.46	0.1 %
Groundskeeping Expense	7,491.67	0.8 %	7,491.67	0.8 %
Engineering - MESI	276.00	0.0 %	276.00	0.0 %
Engineering - System	3,567.50	0.4 %	3,567.50	0.4 %
Uniform Expense	120.00	0.0 %	120.00	0.0 %
TOTAL WASTEWATER EXPENSE	<u>132,498.13</u>	13.4 %	<u>132,498.13</u>	13.4 %
TOTAL EXPENSES	<u>1,053,476.80</u>	106.2 %	<u>1,053,476.80</u>	106.2 %
***** OPERATING INCOME/LOSS	<u>(61,759.96)</u>	-6.2 %	<u>(61,759.96)</u>	-6.2 %
*****	<u>(61,759.96)</u>	-6.2 %	<u>(61,759.96)</u>	-6.2 %
***** NET INCOME/LOSS	<u>(61,759.96)</u>	-6.2 %	<u>(61,759.96)</u>	-6.2 %

HOLLEY NAVARRE WATER SYSTEM INC

BALANCE SHEET

January 2023

ASSETS

CURRENT ASSETS

Petty Cash	600.00
Centennial Bank - Cash Account	422,878.67
Ameris Bank - Operating	2,100,633.73
Ameris Bank - Water Deposits	444,755.36
Ameris Bank - Sewer Deposits	273,360.95
Ameris Bank - Impact Fees	7,076,416.61
ServisFirst Bank - LOC Draws	475,429.65
Hancock Bank - HNWS14 Bond Fund	196,473.92
Accounts Receivable	1,541,335.07
Accounts Receivable - Taps	23,820.19
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	38,487.12
Due From The Club At Hidden Creek	31,620.47
Due From Municipal Engineering Services	6,529.46
Allowance for Bad Debt	(25,000.00)
Materials Inventory	340,425.11
Deposits	11,048.50
Prepaid Insurance	121,664.80
Prepaid Expenses	83,775.08

TOTAL CURRENT ASSETS

13,424,954.92

OTHER ASSETS

Land	2,201,266.83
Water Distribution System	25,756,179.12
Sewer Facility	51,986,282.84
CIP - VT SCADA	74,293.99
Office and Storage -Main Office Building	2,284,696.71
Improvements O/T -Main Office	330,190.20
Software Upgrade	194,580.00
F, F & E - Main Office	257,100.99
Equipment	2,378,927.67
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	108,757.00
CIP - 2020 Wastewater Master Plan	45,558.01
CIP - Standby Generator Well 1	19,153.87
CIP - Standby Generator Well 3	19,153.88
CIP - Frontera BPS Transmission Main	12,820.75
CIP - Standby Generator Well 4&5	21,343.40
CIP - Hwy 87 L-S Upgrade	74,556.90
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	187,893.75	
CIP - Mechanic Shop at Navarre WWTP	21,992.00	
CIP - Field Ops Office Building	243,312.90	
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	442,008.85	
CIP - Frontera BPS & EST	421,484.64	
CIP - Eglin Reuse/RIBS	1,232,298.21	
CIP - Gulf Breeze Reuse	85,297.53	
CIP- SR30 Widening-Water Ortega-Okaloosa	850.22	
CIP- SR30 Widening-Sewer Ortega-Okaloosa	850.23	
CIP - General Lift Station Upgrades	505,205.35	
CIP - General Water Line Upgrades	17,525.57	
CIP - General Sewer Line Upgrades	15,936.86	
CIP - General WWTP Upgrades	307,019.53	
Bond Issue Costs	11,024.65	
Bond Discounts	17,240.32	
Accum Amort - Bond Issue Costs	(15,658.25)	
Accum Amort - Bond Discount	(21,758.72)	
Accumulated Depreciation	(38,959,377.67)	
Pension Liability - Current Portion	(250,000.00)	
		<hr/>
TOTAL OTHER ASSETS		61,179,823.11
TOTAL ASSETS		<hr/> <hr/> 74,604,778.03

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	820,846.19
Bonds Payable - Current Portion	160,000.00
Regions Note Payable - Current Portion	151,690.00
Accrued Taxes	77,834.82
Employee Deduction - Life Insurance	(4,337.22)
Employee Deduction - Child Support	157.38
Employee Deduction - 401K	163.00
Employee Deduction - Prepaid Legal	721.42
Employee Deduction - Supplemental Ins.	6,773.73
Employee Deduction - Gym	(178.18)
Accrued Interest Payable	135,173.80

TOTAL CURRENT LIABILITIES

1,348,844.94

LONG-TERM LIABILITIES

Water Deposits	380,332.04
Sewer Deposits	225,672.31
Net Pension Obligation	6,653,148.84
Lease Payable - Regions Bank	634,717.03
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

13,738,586.74

TOTAL LIABILITIES

15,087,431.68

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	24,692,818.20
Contri-aid-Construction Sewer	43,095,741.00
Accum Amort - Construction	(27,340,282.91)
Membership Certificates	324,640.00
Contributed Capital	27,200.00
Capital Federal Grant	532,765.65
Unfunded Pension Liability	(5,454,155.92)
Retained Earnings	23,700,380.29
Year-to-Date Earnings	(61,759.96)

TOTAL CONTRIB/PROPRIETARY CAPITAL

59,517,346.35

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

74,604,778.03