

HOLLEY NAVARRE WATER SYSTEM INC

INCOME STATEMENT

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

	<i>1 Month Ended</i> <i>March 31, 2023</i>		<i>3 Months Ended</i> <i>March 31, 2023</i>	
REVENUE				
Taps - Water	47,675.46	4.0 %	66,790.11	2.1 %
Water Sales	490,558.07	40.7 %	1,361,469.35	42.2 %
Penalties	5,198.13	0.4 %	17,660.53	0.5 %
Disconnect Fees	2,100.00	0.2 %	7,400.00	0.2 %
NSF Fees	1,225.00	0.1 %	3,975.00	0.1 %
Service Charge - Water	7,450.00	0.6 %	19,560.00	0.6 %
Handling Fees	4,752.30	0.4 %	13,731.30	0.4 %
Hydrant Meter Non-Refundable Setup Fee	0.00	0.0 %	450.00	0.0 %
Recovery of Bad Debt	44.74	0.0 %	626.81	0.0 %
Interest Income	15,970.54	1.3 %	46,655.13	1.4 %
REIMBURSEMENT FROM THE CLUB	643.60	0.1 %	11,147.85	0.3 %
Misc Revenue - Water	125.00	0.0 %	5,641.86	0.2 %
Misc Revenue - Cash Rebates	1,008.86	0.1 %	2,448.82	0.1 %
Reimbursement From FRUS	29,133.82	2.4 %	98,797.78	3.1 %
Reimbursement from MESI	919.44	0.1 %	1,830.70	0.1 %
Taps - Sewer	85,840.85	7.1 %	122,630.75	3.8 %
Wastewater Sales	492,576.44	40.9 %	1,406,038.76	43.6 %
Misc Revenue - Wastewater	19,225.00	1.6 %	40,950.00	1.3 %
TOTAL REVENUE	<u>1,204,447.25</u>	100.0 %	<u>3,227,804.75</u>	100.0 %
***** TOTAL REVENUE	<u>1,204,447.25</u>	100.0 %	<u>3,227,804.75</u>	100.0 %
***** GROSS PROFIT	<u>1,204,447.25</u>	100.0 %	<u>3,227,804.75</u>	100.0 %
EXPENSES				
GENERAL & ADMINISTRATIVE EXPENSE				
Wages	358,164.13	29.7 %	1,016,372.62	31.5 %
Capitalized Labor	(1,752.54)	-0.1 %	(3,046.02)	-0.1 %
Payroll Taxes	24,491.96	2.0 %	83,752.75	2.6 %
Group Insurance	100,843.63	8.4 %	311,281.13	9.6 %
Net Periodic Pension Cost				
56150000.001 401K - Match	0.00	0.0 %	24,194.07	0.7 %
Pension - Professional Fees	4,487.00	0.4 %	4,487.00	0.1 %
401K - Professional Fees	0.00	0.0 %	1,067.71	0.0 %
Other Taxes/License/Dues	843.00	0.1 %	1,216.75	0.0 %
Computer Expense	1,146.84	0.1 %	7,728.36	0.2 %

	<i>1 Month Ended</i> <i>March 31, 2023</i>		<i>3 Months Ended</i> <i>March 31, 2023</i>	
Software Services/Licenses	9,924.06	0.8 %	28,748.20	0.9 %
SCADA/Radio Services	5,654.60	0.5 %	17,353.98	0.5 %
Supplies	1,850.80	0.2 %	3,931.15	0.1 %
Utilities	6,459.19	0.5 %	17,452.93	0.5 %
Repairs & Maintenance	1,669.16	0.1 %	7,332.32	0.2 %
Vehicle/Gas Expense	797.62	0.1 %	16,599.01	0.5 %
Education & Training	2,986.00	0.2 %	6,667.82	0.2 %
Travel Expense	78.06	0.0 %	1,716.34	0.1 %
Mileage	0.00	0.0 %	47.43	0.0 %
Mileage - Water	601.09	0.0 %	601.09	0.0 %
Office Equipment	427.94	0.0 %	896.23	0.0 %
Office Expense	9,851.97	0.8 %	29,001.65	0.9 %
BOD Related Expense	2,443.40	0.2 %	8,193.47	0.3 %
Groundskeeping Expense	357.22	0.0 %	1,071.66	0.0 %
Postage	5,441.92	0.5 %	13,075.09	0.4 %
Insurance Expense	20,646.29	1.7 %	59,440.13	1.8 %
Legal Expense	18,169.48	1.5 %	31,476.98	1.0 %
Accounting/Auditing Expense	15,000.00	1.2 %	23,500.00	0.7 %
Engineering Expense	5,457.00	0.5 %	10,821.00	0.3 %
Advertising Expense	0.00	0.0 %	299.00	0.0 %
Bad Debt	8,189.48	0.7 %	8,667.61	0.3 %
Bank Charges	2,656.19	0.2 %	7,257.12	0.2 %
Bond Issue-Administrative Fees	1,000.00	0.1 %	3,000.00	0.1 %
Professional Services	3,118.72	0.3 %	8,130.16	0.3 %
Payroll Services	1,278.25	0.1 %	4,512.75	0.1 %
Interest Expense	24,452.04	2.0 %	73,480.56	2.3 %
Employee Engagement	1,054.20	0.1 %	2,180.44	0.1 %
Uniform Expense	0.00	0.0 %	691.49	0.0 %
CASH OVER/SHORT	19.90	0.0 %	24.77	0.0 %
TOTAL GENERAL & ADMINISTRATIVE EXPENSE	637,808.60	53.0 %	1,833,224.75	56.8 %
DEPRECIATION & AMORTIZATION EXPENSE				
Amortization Expense	(111,859.58)	-9.3 %	(335,578.74)	-10.4 %
Depreciation Expense	206,561.24	17.1 %	619,683.72	19.2 %
TOTAL DEPRECIATION & AMORTIZATION EXPENSE	94,701.66	7.9 %	284,104.98	8.8 %
WATER EXPENSE				
Computer Related Expense	0.00	0.0 %	2,295.64	0.1 %
Supplies	3,487.33	0.3 %	10,133.70	0.3 %
Tools	276.29	0.0 %	4,599.47	0.1 %
Utilities	6,253.11	0.5 %	22,991.49	0.7 %
Chemicals	0.00	0.0 %	4,572.00	0.1 %
Repairs & Maintenance	27,785.38	2.3 %	84,613.10	2.6 %
Safety Supplies/Equipment	191.10	0.0 %	191.10	0.0 %
Vehicle Expense	8,810.82	0.7 %	16,042.10	0.5 %
Vehicle/Equipment Gas Expense	6,371.43	0.5 %	16,905.63	0.5 %
Water Testing	2,161.50	0.2 %	6,027.00	0.2 %
Water Purchases	133,124.26	11.1 %	386,831.72	12.0 %

	<i>1 Month Ended</i> <i>March 31, 2023</i>		<i>3 Months Ended</i> <i>March 31, 2023</i>	
Water Operations Expense	212.46	0.0 %	754.38	0.0 %
Groundskeeping Expense	1,071.66	0.1 %	3,214.98	0.1 %
Engineering - MESI	556.00	0.0 %	1,944.00	0.1 %
Engineering - System	4,739.17	0.4 %	11,236.67	0.3 %
Uniform Expense	0.00	0.0 %	401.47	0.0 %
TOTAL WATER EXPENSE	195,040.51	16.2 %	572,754.45	17.7 %
WASTEWATER EXPENSE				
Computer Related Expense	487.94	0.0 %	2,681.93	0.1 %
Supplies	1,850.48	0.2 %	6,837.29	0.2 %
Tools	104.55	0.0 %	4,223.40	0.1 %
Utilities	41,929.46	3.5 %	132,851.51	4.1 %
Chemicals - Navarre Plant	7,335.73	0.6 %	19,059.43	0.6 %
Chemicals - Holley Plant	0.00	0.0 %	762.00	0.0 %
Chemicals - Collection System	0.00	0.0 %	4,978.50	0.2 %
Polymers	4,017.38	0.3 %	12,034.56	0.4 %
Sewer Lab Equip/Supplies - Navarre Plant	(1,314.45)	-0.1 %	4,491.12	0.1 %
Sewer Lab Equip/Supplies - Holley Plant	(1,314.46)	-0.1 %	4,491.14	0.1 %
Repairs & Maintenance	51,917.09	4.3 %	109,800.44	3.4 %
Safety Supplies/Equipment	3,034.78	0.3 %	5,103.52	0.2 %
Sludge Removal Expense - Navarre Plant	13,775.00	1.1 %	35,525.00	1.1 %
Vehicle Expense	4,304.46	0.4 %	7,059.23	0.2 %
Vehicle/Equipment Gas Expense	3,485.60	0.3 %	8,507.78	0.3 %
Wastewater Testing - Navarre Plant	2,748.30	0.2 %	11,204.40	0.3 %
Wastewater Testing - Holley Plant	1,573.80	0.1 %	4,918.10	0.2 %
Plant Operations Expense - Navarre Plant	212.46	0.0 %	1,111.38	0.0 %
Groundskeeping Expense	7,491.67	0.6 %	22,475.01	0.7 %
Engineering - MESI	691.00	0.1 %	2,079.00	0.1 %
Engineering - System	5,555.18	0.5 %	14,782.68	0.5 %
Uniform Expense	120.00	0.0 %	600.00	0.0 %
TOTAL WASTEWATER EXPENSE	148,005.97	12.3 %	415,577.42	12.9 %
TOTAL EXPENSES	1,075,556.74	89.3 %	3,105,661.60	96.2 %
***** OPERATING INCOME/LOSS	128,890.51	10.7 %	122,143.15	3.8 %
*****	128,890.51	10.7 %	122,143.15	3.8 %
***** NET INCOME/LOSS	128,890.51	10.7 %	122,143.15	3.8 %

HOLLEY NAVARRE WATER SYSTEM INC

BALANCE SHEET

March 2023

ASSETS

CURRENT ASSETS

Petty Cash	600.00
Centennial Bank - Cash Account	344,505.19
Ameris Bank - Operating	2,498,445.83
Ameris Bank - Water Deposits	447,767.48
Ameris Bank - Sewer Deposits	275,451.67
Ameris Bank - Impact Fees	6,936,478.50
ServisFirst Bank - LOC Draws	475,621.81
Hancock Bank - HNWS14 Bond Fund	265,139.74
Accounts Receivable	1,588,679.95
Accounts Receivable - Taps	23,816.53
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	81,936.71
Due From The Club At Hidden Creek	267,311.39
Due From Municipal Engineering Services	5,834.35
Allowance for Bad Debt	(25,000.00)
Materials Inventory	361,572.45
Deposits	11,048.50
Prepaid Insurance	52,929.11
Prepaid Expenses	61,720.43

TOTAL CURRENT ASSETS

13,934,559.87

OTHER ASSETS

Land	2,201,266.83
Water Distribution System	25,849,282.13
Sewer Facility	52,328,135.33
CIP - VT SCADA	84,293.99
Office and Storage -Main Office Building	2,285,780.05
Improvements O/T -Main Office	330,202.07
Software Upgrade	194,580.00
F, F & E - Main Office	269,607.02
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	2,476,254.23
Investment in MESI	1,199,722.00
Investment in JV FRUS	5,442,438.00
CIP - 2020 Water Master Plan	113,344.00
CIP - 2020 Wastewater Master Plan	49,450.01
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	75,112.90
CIP - Well 4 Generator	19,791.60
CIP - Building Security	8,356.69

CIP - Field Ops Warehouse 2	188,977.08	
CIP - Mechanic Shop at Navarre WWTP	21,992.00	
CIP - Field Ops Office Building	244,396.23	
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	442,805.85	
CIP - Frontera BPS & EST	441,476.66	
CIP - Eglin Reuse/RIBS	1,294,315.06	
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	588,253.45	
CIP - General Water Line Upgrades	20,207.07	
CIP - General Sewer Line Upgrades	34,347.72	
CIP - General WWTP Upgrades	237,725.10	
Bond Issue Costs	96,277.65	
Bond Discounts	17,240.32	
Accum Amort - Bond Issue Costs	(16,910.91)	
Accum Amort - Bond Discount	(22,210.56)	
Accumulated Depreciation	(39,452,590.15)	
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TOTAL OTHER ASSETS		<u>62,291,925.43</u>
TOTAL ASSETS		<u><u>76,226,485.30</u></u>

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	721,804.36
Bonds Payable - Current Portion	160,000.00
Regions Note Payable - Current Portion	151,690.00
Accrued Taxes	122,294.12
Social Security Taxes	2.37
Medicare Taxes	0.55
Employee Deduction - Life Insurance	(4,438.22)
Employee Deduction - Child Support	158.38
Employee Deduction - 401K	163.00
Employee Deduction - Prepaid Legal	724.38
Employee Deduction - Supplemental Ins.	6,947.35
Employee Deduction - Gym	(17.48)
Accrued Interest Payable	145,111.30

TOTAL CURRENT LIABILITIES

1,304,440.11

LONG-TERM LIABILITIES

Bonds Payable	85,253.00
Water Deposits	383,394.00
Sewer Deposits	228,190.43
Net Pension Obligation	3,366,423.84
Lease Payable - Regions Bank	606,446.69
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

10,514,424.48

TOTAL LIABILITIES

11,818,864.59

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	24,915,495.09
Contri-aid-Construction Sewer	43,445,786.45
Accum Amort - Construction	(27,910,905.57)
Membership Certificates	326,030.00
Contributed Capital	27,200.00
Capital Federal Grant	532,765.65
Unfunded Pension Liability	(1,777,271.92)
Retained Earnings	24,726,377.86
Year-to-Date Earnings	122,143.15

TOTAL CONTRIB/PROPRIETARY CAPITAL

64,407,620.71

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

76,226,485.30