

# HOLLEY NAVARRE WATER SYSTEM INC

## INCOME STATEMENT

Month- and Year-to-Date, May 2023 - 1 month back, Consolidated by account

	<i>1 Month Ended</i> <i>May 31, 2023</i>		<i>5 Months Ended</i> <i>May 31, 2023</i>	
REVENUE				
Taps - Water	10,418.85	0.9 %	102,719.45	1.8 %
Water Sales	530,771.01	45.8 %	2,413,710.42	43.2 %
Penalties	5,807.64	0.5 %	28,976.62	0.5 %
Disconnect Fees	3,066.21	0.3 %	12,466.21	0.2 %
NSF Fees	1,250.00	0.1 %	6,750.00	0.1 %
Service Charge - Water	8,550.00	0.7 %	34,165.00	0.6 %
Handling Fees	4,909.20	0.4 %	22,766.40	0.4 %
Hydrant Meter Non-Refundable Setup Fee	450.00	0.0 %	1,650.00	0.0 %
Recovery of Bad Debt	515.89	0.0 %	1,442.47	0.0 %
Interest Income	16,295.40	1.4 %	78,921.35	1.4 %
REIMBURSEMENT FROM THE CLUB	285.43	0.0 %	11,447.46	0.2 %
Misc Revenue - Water	125.00	0.0 %	5,766.86	0.1 %
Misc Revenue - Cash Rebates	381.94	0.0 %	3,812.37	0.1 %
Reimbursement From FRUS	44,300.34	3.8 %	206,701.51	3.7 %
Reimbursement from MESI	583.84	0.1 %	2,836.83	0.1 %
Taps - Sewer	20,708.52	1.8 %	190,538.87	3.4 %
Wastewater Sales	509,906.42	44.0 %	2,422,144.84	43.4 %
Misc Revenue - Wastewater	18.88	0.0 %	39,372.02	0.7 %
TOTAL REVENUE	<u>1,158,344.57</u>	100.0 %	<u>5,586,188.68</u>	100.0 %
***** TOTAL REVENUE	<u>1,158,344.57</u>	100.0 %	<u>5,586,188.68</u>	100.0 %
***** GROSS PROFIT	<u>1,158,344.57</u>	100.0 %	<u>5,586,188.68</u>	100.0 %
EXPENSES				
GENERAL & ADMINISTRATIVE EXPENSE				
Wages	354,159.91	30.6 %	1,680,735.64	30.1 %
Capitalized Labor	(5,422.44)	-0.5 %	(16,337.34)	-0.3 %
Payroll Taxes	21,329.52	1.8 %	128,749.20	2.3 %
Group Insurance	95,479.64	8.2 %	508,058.75	9.1 %
Net Periodic Pension Cost				
56150000.001 401K - Match	0.00	0.0 %	47,714.57	0.9 %
56150010.001 Pension - Contribution	0.00	0.0 %	393,850.00	7.1 %
Pension - Professional Fees	0.00	0.0 %	4,487.00	0.1 %
401K - Professional Fees	0.00	0.0 %	2,486.53	0.0 %

	<i>1 Month Ended</i>		<i>5 Months Ended</i>	
	<i>May 31, 2023</i>		<i>May 31, 2023</i>	
Other Taxes/License/Dues	0.00	0.0 %	3,439.75	0.1 %
Computer Expense	1,296.10	0.1 %	13,938.56	0.2 %
Software Services/Licenses	6,240.76	0.5 %	30,107.54	0.5 %
SCADA/Radio Services	5,654.60	0.5 %	28,663.18	0.5 %
Supplies	1,563.62	0.1 %	6,312.24	0.1 %
Utilities	5,334.87	0.5 %	28,130.01	0.5 %
Repairs & Maintenance	3,963.15	0.3 %	12,597.71	0.2 %
Safety Supplies/Equipment	740.83	0.1 %	1,093.27	0.0 %
Vehicle/Gas Expense	591.63	0.1 %	17,901.22	0.3 %
Education & Training	1,512.38	0.1 %	8,330.20	0.1 %
Travel Expense	688.52	0.1 %	2,709.46	0.0 %
Mileage	(47.43)	0.0 %	0.00	0.0 %
Mileage - Water	(601.09)	-0.1 %	0.00	0.0 %
Office Equipment	0.00	0.0 %	896.23	0.0 %
Office Expense	10,832.96	0.9 %	49,459.87	0.9 %
BOD Related Expense	1,433.95	0.1 %	11,120.78	0.2 %
Groundskeeping Expense	357.22	0.0 %	1,786.10	0.0 %
Postage	3,230.11	0.3 %	21,531.87	0.4 %
Insurance Expense	20,646.29	1.8 %	100,732.71	1.8 %
Legal Expense	1,765.50	0.2 %	38,720.48	0.7 %
Accounting/Auditing Expense	0.00	0.0 %	41,750.00	0.7 %
Engineering Expense	5,457.00	0.5 %	21,964.50	0.4 %
Advertising Expense	369.30	0.0 %	927.18	0.0 %
Bad Debt	698.66	0.1 %	9,957.73	0.2 %
Bank Charges	2,748.47	0.2 %	12,396.48	0.2 %
Bond Issue-Administrative Fees	1,000.00	0.1 %	6,650.00	0.1 %
Professional Services	3,117.80	0.3 %	13,253.76	0.2 %
Payroll Services	1,288.81	0.1 %	7,044.81	0.1 %
Interest Expense	24,396.56	2.1 %	130,104.86	2.3 %
Employee Engagement	641.48	0.1 %	7,867.78	0.1 %
Uniform Expense	0.00	0.0 %	691.49	0.0 %
CASH OVER/SHORT	1.00	0.0 %	35.52	0.0 %
<b>TOTAL GENERAL &amp; ADMINISTRATIVE EXPENSE</b>	<b>570,469.68</b>	<b>49.2 %</b>	<b>3,379,859.64</b>	<b>60.5 %</b>
<b>DEPRECIATION &amp; AMORTIZATION EXPENSE</b>				
Amortization Expense	(150,466.03)	-13.0 %	(636,510.80)	-11.4 %
Depreciation Expense	222,628.73	19.2 %	1,064,941.18	19.1 %
<b>TOTAL DEPRECIATION &amp; AMORTIZATION EXPENSE</b>	<b>72,162.70</b>	<b>6.2 %</b>	<b>428,430.38</b>	<b>7.7 %</b>
<b>WATER EXPENSE</b>				
Computer Related Expense	0.00	0.0 %	2,295.64	0.0 %
Supplies	1,340.84	0.1 %	12,403.73	0.2 %
Tools	2,788.94	0.2 %	8,502.53	0.2 %
Utilities	8,963.94	0.8 %	42,283.68	0.8 %
Chemicals	3,429.00	0.3 %	8,382.00	0.2 %
Repairs & Maintenance	17,297.80	1.5 %	122,096.10	2.2 %
Safety Supplies/Equipment	45.05	0.0 %	1,372.58	0.0 %
Vehicle Expense	5,250.73	0.5 %	29,044.12	0.5 %

	<i>1 Month Ended</i>		<i>5 Months Ended</i>	
	<i>May 31, 2023</i>		<i>May 31, 2023</i>	
Vehicle/Equipment Gas Expense	5,342.58	0.5 %	29,272.03	0.5 %
Water Testing	1,647.50	0.1 %	9,912.25	0.2 %
Water Purchases	132,137.50	11.4 %	651,785.40	11.7 %
Water Operations Expense	212.46	0.0 %	1,615.30	0.0 %
Groundskeeping Expense	1,071.66	0.1 %	5,358.30	0.1 %
Engineering - MESI	1,668.00	0.1 %	5,280.00	0.1 %
Engineering - System	3,651.06	0.3 %	18,595.16	0.3 %
Uniform Expense	0.00	0.0 %	521.47	0.0 %
<b>TOTAL WATER EXPENSE</b>	<b>184,847.06</b>	<b>16.0 %</b>	<b>948,720.29</b>	<b>17.0 %</b>
<b>WASTEWATER EXPENSE</b>				
Computer Related Expense	290.81	0.0 %	4,310.92	0.1 %
Supplies	1,771.49	0.2 %	11,630.54	0.2 %
Tools	1,275.32	0.1 %	5,586.78	0.1 %
Utilities	39,306.10	3.4 %	206,610.02	3.7 %
Chemicals - Navarre Plant	10,238.56	0.9 %	33,298.49	0.6 %
Chemicals - Holley Plant	0.00	0.0 %	2,951.75	0.1 %
Chemicals - Collection System	0.00	0.0 %	4,978.50	0.1 %
Polymers	3,977.60	0.3 %	16,012.16	0.3 %
Sewer Lab Equip/Supplies - Navarre Plant	0.00	0.0 %	5,209.32	0.1 %
Sewer Lab Equip/Supplies - Holley Plant	0.00	0.0 %	4,491.14	0.1 %
Repairs & Maintenance	15,983.79	1.4 %	149,112.59	2.7 %
General Equipment/Rental- WWTP	268.00	0.0 %	268.00	0.0 %
General Equip/Rental - Collection System	339.00	0.0 %	339.00	0.0 %
Safety Supplies/Equipment	0.00	0.0 %	5,508.16	0.1 %
Sludge Removal Expense - Navarre Plant	7,975.00	0.7 %	52,200.00	0.9 %
Sprayfield Expense	20,624.13	1.8 %	20,624.13	0.4 %
Vehicle Expense	3,552.00	0.3 %	16,844.94	0.3 %
Vehicle/Equipment Gas Expense	3,589.14	0.3 %	16,434.34	0.3 %
Wastewater Testing - Navarre Plant	3,554.90	0.3 %	19,565.90	0.4 %
Wastewater Testing - Holley Plant	1,456.40	0.1 %	8,306.65	0.1 %
Plant Operations Expense - Navarre Plant	310.43	0.0 %	3,129.23	0.1 %
Groundskeeping Expense	7,491.67	0.6 %	37,458.35	0.7 %
Engineering - MESI	1,668.00	0.1 %	5,415.00	0.1 %
Engineering - System	3,906.06	0.3 %	22,472.68	0.4 %
Uniform Expense	0.00	0.0 %	600.00	0.0 %
<b>TOTAL WASTEWATER EXPENSE</b>	<b>127,578.40</b>	<b>11.0 %</b>	<b>653,358.59</b>	<b>11.7 %</b>
<b>TOTAL EXPENSES</b>	<b>955,057.84</b>	<b>82.5 %</b>	<b>5,410,368.90</b>	<b>96.9 %</b>
<b>***** OPERATING INCOME/LOSS</b>	<b>203,286.73</b>	<b>17.5 %</b>	<b>175,819.78</b>	<b>3.1 %</b>
<b>*****</b>	<b>203,286.73</b>	<b>17.5 %</b>	<b>175,819.78</b>	<b>3.1 %</b>

	<i>1 Month Ended</i>		<i>5 Months Ended</i>	
	<i>May 31, 2023</i>		<i>May 31, 2023</i>	
***** NET INCOME/LOSS	203,286.73	17.5 %	175,819.78	3.1 %

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

## ***BALANCE SHEET***

***May 2023***

### ASSETS

#### CURRENT ASSETS

Petty Cash	600.00
Centennial Bank - Cash Account	386,183.02
Ameris Bank - Operating	1,675,912.08
Ameris Bank - Water Deposits	455,094.49
Ameris Bank - Sewer Deposits	281,578.38
Ameris Bank - Impact Fees	7,228,605.11
ServisFirst Bank - LOC Draws	475,820.57
Hancock Bank - HNWS14 Bond Fund	48,050.94
Accounts Receivable	1,747,660.59
Accounts Receivable - Taps	25,579.57
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	45,987.12
Due From The Club At Hidden Creek	277,626.47
Due From Municipal Engineering Services	771.74
Allowance for Bad Debt	(25,000.00)
Materials Inventory	382,854.03
Deposits	11,418.50
Prepaid Insurance	47,080.53
Prepaid Expenses	73,272.06

#### TOTAL CURRENT ASSETS

13,399,795.43

#### OTHER ASSETS

Land	2,201,266.83
Water Distribution System	25,925,662.69
Sewer Facility	52,493,841.74
CIP - VT SCADA	87,268.99
Office and Storage -Main Office Building	2,292,290.82
Improvements O/T -Main Office	330,202.07
Software Upgrade	194,580.00
F, F & E - Main Office	269,607.02
Equipment	2,429,176.14
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	118,348.00
CIP - 2020 Wastewater Master Plan	52,647.01
CIP - Standby Generator Well 1	114,129.62
CIP - Standby Generator Well 3	113,556.90
CIP - Frontera BPS Transmission Main	12,820.75
CIP - Standby Generator Well 4&5	111,753.74
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	191,112.85	
CIP - Mechanic Shop at Navarre WWTP	21,992.00	
CIP - Field Ops Office Building	246,531.99	
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	459,096.85	
CIP - Frontera BPS & EST	459,570.74	
CIP - Eglin Reuse/RIBS	1,307,208.40	
CIP - Gulf Breeze Reuse	85,297.53	
CIP- SR30 Widening-Water Ortega-Okaloosa	913.97	
CIP- SR30 Widening-Sewer Ortega-Okaloosa	913.98	
CIP - General Lift Station Upgrades	711,108.99	
CIP - General Water Line Upgrades	21,125.07	
CIP - General Sewer Line Upgrades	15,966.36	
CIP - General WWTP Upgrades	244,202.44	
Bond Issue Costs	96,277.65	
Bond Discounts	17,240.32	
Accum Amort - Bond Issue Costs	(18,163.57)	
Accum Amort - Bond Discount	(22,662.40)	
Accumulated Depreciation	(39,897,847.61)	
TOTAL OTHER ASSETS		<u>62,598,321.76</u>
TOTAL ASSETS		<u><u>75,998,117.19</u></u>

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	715,345.71
Bonds Payable - Current Portion	160,000.00
Regions Note Payable - Current Portion	151,690.00
Accrued Taxes	170,202.47
Employee Deduction - Life Insurance	(4,526.48)
Employee Deduction - Child Support	159.38
Employee Deduction - 401K	163.00
Employee Deduction - Prepaid Legal	740.36
Employee Deduction - Supplemental Ins.	6,947.35
Employee Deduction - Gym	(3.90)
Accrued Interest Payable	71,224.42

TOTAL CURRENT LIABILITIES

1,271,942.31

LONG-TERM LIABILITIES

Bonds Payable	85,253.00
Water Deposits	387,512.04
Sewer Deposits	231,803.15
Net Pension Obligation	3,366,423.84
Lease Payable - Regions Bank	577,978.11
Loan Payable - CTA	5,440,000.00
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

10,323,686.66

TOTAL LIABILITIES

11,595,628.97

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	24,999,330.25
Contri-aid-Construction Sewer	43,604,238.73
Accum Amort - Construction	(28,213,542.13)
Membership Certificates	327,570.00
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	175,819.78

TOTAL CONTRIB/PROPRIETARY CAPITAL

64,402,488.22

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

75,998,117.19