

HOLLEY NAVARRE WATER SYSTEM INC

BALANCE SHEET

August 2017

ASSETS

CURRENT ASSETS

Regions Operating	1,631,586.98
Petty Cash	850.00
Regions - Customer Water Deposits	447,507.27
Regions - Customer Sewer Deposits	265,362.83
Regions - Checking	3,187,033.51
Regions - Investments	1,138,151.32
Hancock Bank - HNWS14 Bond Fund	135,867.11
Regions - Time Deposit	123,909.45
Accounts Receivable	510,152.00
Unbilled Accounts Receivable	414,268.63
Accrued Interest Receivable	635.47
Accounts Receivable - Taps	60,418.40
Notes Receivable - FRUS	141,370.07
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	22,550.55
Due From The Club At Hidden Creek	69,419.47
Allowance for Bad Debt	(25,000.00)
Materials Inventory	273,467.04
Deposits	131,048.50
Prepaid Insurance	143,042.65
Prepaid Expenses	48,253.53

TOTAL CURRENT ASSETS

8,980,595.01

OTHER ASSETS

Land	2,071,969.97
Water Distribution System	23,725,860.13
Utility Plant Water	500,920.96
Utility Plant Water Facility	11,168.25
Sewer Facility	44,020,553.13
CIP - Greskovich Property RIBS	727,974.50
Office and Storage Buildings	657,750.38
Improvements O/T Buildings	261,143.80
Office Equipment	188,580.52
Equipment	1,941,576.94
Telemetry	233,043.04
Trucks	1,574,413.19
Investment in THE CLUB AT HIDDEN CREEK	4,361,377.47
CIP - Hwy 87 L-S Upgrade	7,467.75
CIP - Warehouse #2 Storage	48,856.33
CIP - Panhandle Trail L/S Relocation	851,776.17
CIP - 8562 Turkey Bluff Road	14,555.84
CIP - 2015 W Master Plan	26,360.00
CIP - 2015 WW Master Plan	2,230.00
CIP - 2015 W Model Project	10,200.00
CIP - 2015 WW Model Project	87,539.00
CIP - Navarre Beach	24,390.28
CIP - Highway 399 Connection	4,528.54

CIP - Reuse Capacity	21,291.95	
CIP - Inflow & Infiltration	27,334.05	
CIP - SR 87 Booster Station & GST	118,253.07	
CIP - Eglin Reuse/RIBS	55,684.08	
CIP - Gulf Breeze Reuse	48,857.60	
CIP - General Lift Station Upgrades	2,000.00	
CIP - General Water Line Upgrades	5,749.97	
CIP - General Sewer Line Upgrades	2,870.00	
CIP - FDOT Hwy 98 Widening -Water	420.00	
CIP - FDOT Hwy 98 Widening -Sewer	420.00	
Debt Issue Costs	223,977.37	
Loan Discount	81,344.25	
Bond Issue Costs	0.46	
Accum Amort - Bond Issue Costs	(22,745.08)	
Accum Amort - Bond Discount	(8,203.52)	
Accumulated Depreciation	(27,200,672.96)	
Pension Liability - Current Portion	(314,536.00)	
TOTAL OTHER ASSETS		<u>54,396,281.43</u>
TOTAL ASSETS		<u>63,376,876.44</u>

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	348,632.93
Accrued Taxes	60,762.74
Accrued Compensated Absences	230,968.00
Employee Deduction - Life Insurance	(58.78)
Employee Deduction - Supplemental Ins.	132.76
Accrued Interest Payable	87,308.23

TOTAL CURRENT LIABILITIES

727,745.88

LONG-TERM LIABILITIES

Water Deposits	384,732.00
Sewer Deposits	221,708.04
Net Pension Obligation	4,894,284.04
Lease Payable - Regions Bank	1,605,415.69
Loan Payable - CTA	6,560,000.00

TOTAL LONG-TERM LIABILITIES

13,666,139.77

TOTAL LIABILITIES

14,393,885.65

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	20,556,667.17
Contri-aid-Construction Sewer	35,673,661.47
Accum Amort - Construction	(19,081,812.96)
Membership Certificates	267,025.00
Contributed Capital	12,200.00
Capital Federal Grant	532,765.65
Unfunded Pension Liability	(4,848,746.92)
Retained Earnings	16,717,479.39
Year-to-Date Earnings	(846,248.01)

TOTAL CONTRIB/PROPRIETARY CAPITAL

48,982,990.79

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

63,376,876.44

HOLLEY NAVARRE WATER SYSTEM INC

INCOME STATEMENT

***Month-to-Date Only, August 2017 - current month, Consolidated by
account***

	<i>1 Month Ended August 31, 2017</i>	
REVENUE		
Taps - Water	32,973.37	3.6 %
Water Sales	403,112.78	44.2 %
Penalties	6,478.61	0.7 %
Disconnect Fees	3,476.93	0.4 %
NSF Fees	1,300.00	0.1 %
Service Charge - Water	10,425.00	1.1 %
Handling Fees	8.12	0.0 %
Recovery of Bad Debt	389.97	0.0 %
Interest Income	1,327.25	0.1 %
Misc Revenue - Water	133.00	0.0 %
Reimbursement From FRUS	21,547.72	2.4 %
Taps - Sewer	38,641.82	4.2 %
Wastewater Sales	373,708.81	41.0 %
Misc Revenue - Wastewater	125.00	0.0 %
Gain/Loss on Sale of Assets	17,540.55	1.9 %
TOTAL REVENUE	911,188.93	100.0 %
***** TOTAL REVENUE	911,188.93	100.0 %
***** GROSS PROFIT	911,188.93	100.0 %
EXPENSES		
GENERAL & ADMINISTRATIVE EXPENSE		
Wages	199,051.69	21.8 %
Payroll Taxes	13,067.46	1.4 %
Contract Labor	10,904.04	1.2 %
Group Insurance	57,334.36	6.3 %
Net Periodic Pension Cost	41,603.34	4.6 %
Other Taxes/License/Dues	677.25	0.1 %
Computer Expense	6,598.70	0.7 %
Supplies	861.91	0.1 %
Utilities	2,723.55	0.3 %
Repairs & Maintenance	66.40	0.0 %
Vehicle Expense	414.13	0.0 %
Education & Training	1,369.50	0.2 %
Travel Expense	2,878.12	0.3 %
Office Equipment	4,918.19	0.5 %

*1 Month Ended
August 31, 2017*

Office Expense	11,765.12	1.3 %
Postage	4,862.69	0.5 %
Insurance Expense	16,854.74	1.8 %
Legal Expense	2,993.75	0.3 %
Accounting/Auditing Expense	3,750.00	0.4 %
Engineering Expense	5,220.00	0.6 %
Bad Debt	499.60	0.1 %
Bank Charges	3,134.14	0.3 %
Bond Issue-Administrative Fees	1,000.00	0.1 %
Professional Services	4,615.22	0.5 %
Interest Expense	27,131.92	3.0 %
Misc Expense	230.15	0.0 %
Charitable Contribution	1,200.00	0.1 %
CASH OVER/SHORT	(0.74)	0.0 %
TOTAL GENERAL & ADMINISTRATIVE EXPENSE	<u>425,725.23</u>	46.7 %
DEPRECIATION & AMORTIZATION EXPENSE		
Amortization Expense	(111,859.58)	-12.3 %
Depreciation Expense	183,869.78	20.2 %
TOTAL DEPRECIATION & AMORTIZATION EXPENSE	<u>72,010.20</u>	7.9 %
WATER EXPENSE		
Supplies	981.28	0.1 %
Tools	453.35	0.0 %
Utilities	7,181.72	0.8 %
Chemicals	1,449.02	0.2 %
Repairs & Maintenance	21,559.13	2.4 %
Vehicle Expense	177.67	0.0 %
Vehicle/Equipment Gas Expense	3,983.52	0.4 %
Water Testing	1,915.00	0.2 %
Water Purchases	108,112.50	11.9 %
Water Operations Expense	338.87	0.0 %
Engineering - MESI	1,533.00	0.2 %
Misc Expense	605.22	0.1 %
TOTAL WATER EXPENSE	<u>148,290.28</u>	16.3 %
WASTEWATER EXPENSE		
Supplies	1,504.09	0.2 %
Tools	702.08	0.1 %
Utilities	31,910.94	3.5 %
Chemicals - HBTS	5,242.05	0.6 %
Chemicals - HWWTP	207.19	0.0 %
Repairs & Maintenance	58,509.16	6.4 %
Sludge Removal Expense - HBTS	6,000.00	0.7 %
Vehicle Expense	554.08	0.1 %
Vehicle/Equipment Gas Expense	4,150.36	0.5 %
Wastewater Testing - HBTS	2,810.00	0.3 %
Wastewater Testing - HWWTP	1,005.00	0.1 %
Wastewater Permits	1,000.00	0.1 %

*1 Month Ended
August 31, 2017*

Plant Operations Expense - HBTS	418.39	0.0 %
Engineering - MESI	2,333.00	0.3 %
Misc Expense	460.02	0.1 %
Uniform Expense	21.99	0.0 %
TOTAL WASTEWATER EXPENSE	<u>116,828.35</u>	12.8 %
TOTAL EXPENSES	<u>762,854.06</u>	83.7 %
***** OPERATING INCOME/LOSS	<u>148,334.87</u>	16.3 %
*****	<u>148,334.87</u>	16.3 %
***** NET INCOME/LOSS	<u>148,334.87</u>	16.3 %