

HOLLEY NAVARRE WATER SYSTEM INC

BALANCE SHEET

July 2017

ASSETS

CURRENT ASSETS

Regions Operating	1,788,111.72
Petty Cash	850.00
Regions - Customer Water Deposits	453,064.11
Regions - Customer Sewer Deposits	269,615.18
Regions - Checking	3,057,073.65
Regions - Investments	1,137,975.65
Hancock Bank - HNWS14 Bond Fund	102,240.83
Regions - Time Deposit	123,637.43
Accounts Receivable	496,358.55
Unbilled Accounts Receivable	414,268.63
Accrued Interest Receivable	606.92
Accounts Receivable - Taps	61,787.81
Notes Receivable - FRUS	142,827.49
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	34,916.49
Due From The Club At Hidden Creek	69,317.55
Due From Municipal Engineering Services	67.04
Allowance for Bad Debt	(25,000.00)
Materials Inventory	271,419.37
Deposits	131,048.50
Prepaid Insurance	156,022.39
Prepaid Expenses	59,378.54

TOTAL CURRENT ASSETS

9,006,288.08

OTHER ASSETS

Land	2,071,969.97
Water Distribution System	23,710,981.73
Utility Plant Water	500,920.96
Utility Plant Water Facility	11,168.25
Sewer Facility	44,027,273.50
CIP - Greskovich Property RIBS	662,127.86
Office and Storage Buildings	657,750.38
Improvements O/T Buildings	261,143.80
Office Equipment	172,050.52
Equipment	1,941,576.94
Telemetry	232,537.57
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	825,115.02
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	76,001.00
CIP - Navarre Beach	24,390.28

CIP - Highway 399 Connection	4,528.54	
CIP - Reuse Capacity	19,261.95	
CIP - Inflow & Infiltration	18,092.50	
CIP - SR 87 Booster Station & GST	115,753.07	
CIP - Eglin Reuse/RIBS	51,184.08	
CIP - Gulf Breeze Reuse	48,857.60	
CIP - General Lift Station Upgrades	2,000.00	
CIP - General Water Line Upgrades	4,249.97	
CIP - FDOT Hwy 98 Widening -Water	120.00	
CIP - FDOT Hwy 98 Widening -Sewer	120.00	
Debt Issue Costs	223,977.37	
Loan Discount	81,344.25	
Bond Issue Costs	0.46	
Accum Amort - Bond Issue Costs	(22,118.75)	
Accum Amort - Bond Discount	(7,977.60)	
Accumulated Depreciation	(27,016,803.18)	
Pension Liability - Current Portion	(314,536.00)	
TOTAL OTHER ASSETS		<u>54,428,522.62</u>
TOTAL ASSETS		<u>63,434,810.70</u>

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	632,753.91
Accrued Taxes	34,201.56
Accrued Compensated Absences	230,968.00
Social Security Taxes	5,373.70
Medicare Taxes	1,256.66
Federal W/H Taxes	5,522.62
Employee Deduction - Life Insurance	(175.18)
Accrued Interest Payable	65,834.48

TOTAL CURRENT LIABILITIES

975,735.75

LONG-TERM LIABILITIES

Water Deposits	386,232.00
Sewer Deposits	222,828.04
Net Pension Obligation	4,894,284.04
Lease Payable - Regions Bank	1,616,620.25
Loan Payable - CTA	6,560,000.00

TOTAL LONG-TERM LIABILITIES

13,679,964.33

TOTAL LIABILITIES

14,655,700.08

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	20,479,729.29
Contri-aid-Construction Sewer	35,583,497.22
Accum Amort - Construction	(18,969,101.13)
Membership Certificates	265,870.00
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	(994,582.88)

TOTAL CONTRIB/PROPRIETARY CAPITAL

48,779,110.62

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

63,434,810.70

HOLLEY NAVARRE WATER SYSTEM INC

INCOME STATEMENT

Month-to-Date Only, July 2017 - 1 month back, Consolidated by account

	<i>1 Month Ended July 31, 2017</i>	
REVENUE		
Taps - Water	21,849.00	0.0 %
Water Sales	391,208.42	0.0 %
Penalties	6,738.71	0.0 %
Disconnect Fees	2,075.70	0.0 %
NSF Fees	1,425.00	0.0 %
Service Charge - Water	10,880.00	0.0 %
Handling Fees	16.82	0.0 %
Recovery of Bad Debt	74.76	0.0 %
Interest Income	907.67	0.0 %
Misc Revenue - Water	32,869.01	0.0 %
Reimbursement From FRUS	29,730.44	0.0 %
Taps - Sewer	33,848.08	0.0 %
Wastewater Sales	364,839.16	0.0 %
Misc Revenue - Wastewater	125.00	0.0 %
Gain/Loss on Sale of Assets	(1,365,956.62)	0.0 %
TOTAL REVENUE	(469,368.85)	0.0 %
***** TOTAL REVENUE	(469,368.85)	100.0 %
***** GROSS PROFIT	(469,368.85)	100.0 %
EXPENSES		
GENERAL & ADMINISTRATIVE EXPENSE		
Wages	182,275.37	0.0 %
Payroll Taxes	13,342.41	0.0 %
Contract Labor	2,202.67	0.0 %
Group Insurance	55,030.50	0.0 %
Net Periodic Pension Cost	41,603.33	0.0 %
Pension - Professional Fees	37,804.25	0.0 %
401K - Professional Fees	145.00	0.0 %
Other Taxes/License/Dues	2,049.00	0.0 %
Computer Expense	5,153.80	0.0 %
Supplies	1,026.37	0.0 %
Utilities	2,820.01	0.0 %
Repairs & Maintenance	4.79	0.0 %
Vehicle Expense	152.86	0.0 %
Education & Training	1,693.00	0.0 %
Office Equipment	1,198.32	0.0 %

*1 Month Ended
July 31, 2017*

Office Expense	10,825.25	0.0 %
Postage	4,479.58	0.0 %
Insurance Expense	27,793.74	0.0 %
Legal Expense	2,928.75	0.0 %
Engineering Expense	8,280.00	0.0 %
Bad Debt	500.60	0.0 %
Bank Charges	3,125.05	0.0 %
Bond Issue-Administrative Fees	1,000.00	0.0 %
Professional Services	1,596.47	0.0 %
Interest Expense	27,171.00	0.0 %
Misc Expense	230.15	0.0 %
CASH OVER/SHORT	(1.46)	0.0 %
TOTAL GENERAL & ADMINISTRATIVE EXPENSE	434,430.81	0.0 %
DEPRECIATION & AMORTIZATION EXPENSE		
Amortization Expense	(111,859.58)	0.0 %
Depreciation Expense	185,141.11	0.0 %
TOTAL DEPRECIATION & AMORTIZATION EXPENSE	73,281.53	0.0 %
WATER EXPENSE		
Supplies	4,176.34	0.0 %
Tools	1,087.36	0.0 %
Utilities	7,576.19	0.0 %
Chemicals	2,069.68	0.0 %
Repairs & Maintenance	39,056.03	0.0 %
Vehicle Expense	1,643.16	0.0 %
Vehicle/Equipment Gas Expense	2,979.32	0.0 %
Water Testing	1,883.00	0.0 %
Water Purchases	108,112.50	0.0 %
Water Operations Expense	191.50	0.0 %
Engineering - MESI	545.00	0.0 %
Misc Expense	707.22	0.0 %
TOTAL WATER EXPENSE	170,027.30	0.0 %
WASTEWATER EXPENSE		
Supplies	2,267.89	0.0 %
Tools	552.34	0.0 %
Utilities	31,872.07	0.0 %
Chemicals - HBTS	3,416.07	0.0 %
Polymers	2,417.54	0.0 %
Sewer Lab Equip/Supplies - HBTS	1,118.36	0.0 %
Sewer Lab Equip/Supplies - HWWTP	28.95	0.0 %
Repairs & Maintenance	88,096.36	0.0 %
General Equipment - WWTP	349.99	0.0 %
Sludge Removal Expense - HBTS	3,000.00	0.0 %
Vehicle Expense	1,061.42	0.0 %
Vehicle/Equipment Gas Expense	3,179.44	0.0 %
Wastewater Testing - HBTS	4,313.00	0.0 %
Wastewater Testing - HWWTP	1,445.50	0.0 %

*1 Month Ended
July 31, 2017*

Plant Operations Expense - HBTS	1,488.51	0.0 %
Engineering - MESI	955.00	0.0 %
Misc Expense	412.02	0.0 %
Uniform Expense	33.98	0.0 %
TOTAL WASTEWATER EXPENSE	<u>146,008.44</u>	0.0 %
TOTAL EXPENSES	<u>823,748.08</u>	0.0 %
***** OPERATING INCOME/LOSS	<u>(1,293,116.93)</u>	275.5 %
*****	<u>(1,293,116.93)</u>	275.5 %
***** NET INCOME/LOSS	<u>(1,293,116.93)</u>	275.5 %