

# **HOLLEY NAVARRE WATER SYSTEM INC**

## **BALANCE SHEET**

*August 2018*

---

ASSETS

CURRENT ASSETS

Regions Operating	2,106,826.91
Petty Cash	850.00
Regions - Customer Water Deposits	435,999.08
Regions - Customer Sewer Deposits	260,476.30
Regions - Checking	4,190,976.48
Regions - Investments	1,144,570.26
Hancock Bank - HNWS14 Bond Fund	138,292.34
Regions - Time Deposit	124,994.58
Accounts Receivable	475,399.64
Unbilled Accounts Receivable	472,935.63
Accounts Receivable - Taps	49,664.00
Notes Receivable - FRUS	123,881.03
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	57,989.31
Due From The Club At Hidden Creek	69,317.55
Allowance for Bad Debt	(25,000.00)
Materials Inventory	298,496.68
Deposits	11,048.50
Prepaid Insurance	114,522.54
Prepaid Expenses	311,089.30

TOTAL CURRENT ASSETS

10,623,030.36

OTHER ASSETS

Land	2,150,429.97
Water Distribution System	24,058,002.01
Utility Plant Water	500,920.96
Utility Plant Water Facility	11,168.25
Sewer Facility	46,663,212.33
Office and Storage Buildings	657,750.38
Improvements O/T Buildings	261,143.80
Office Equipment	203,330.52
Equipment	2,017,886.94
Telemetry	233,043.04
Trucks	1,663,466.05
Investment in THE CLUB AT HIDDEN CREEK	4,679,404.39
CIP - BPS/GST Waterline Upgrades	1,200.00
CIP - Hwy 87 L-S Upgrade	15,839.75
CIP - Warehouse #2 Storage	48,856.33
CIP - Panhandle Trail L/S Relocation	98,207.53
CIP - Main Office Expansion	14,555.84
CIP - 2015 W Master Plan	26,360.00
CIP - 2015 WW Master Plan	2,290.00
CIP - 2015 W Model Project	20,760.00
CIP - 2015 WW Model Project	101,870.00
CIP - Navarre Beach	24,390.28
CIP - Highway 399 Connection	8,628.54
CIP - Reuse Capacity	19,899.95

CIP - Inflow & Infiltration	55,188.05	
CIP - SR 87 Booster Station & GST	145,098.65	
CIP - Eglin Reuse/RIBS	79,024.08	
CIP - Gulf Breeze Reuse	70,401.70	
CIP - General Lift Station Upgrades	70,438.46	
CIP - General Water Line Upgrades	31,816.89	
CIP - General Sewer Line Upgrades	17,452.93	
CIP - FDOT Hwy 98 Widening -Water	420.00	
CIP - FDOT Hwy 98 Widening -Sewer	420.00	
CIP - General WWTP Upgrades	155,432.07	
Debt Issue Costs	223,977.37	
Loan Discount	81,344.25	
Bond Issue Costs	0.46	
Accum Amort - Bond Issue Costs	(30,261.04)	
Accum Amort - Bond Discount	(10,914.56)	
Accumulated Depreciation	(28,984,920.49)	
Pension Liability - Current Portion	(510,000.00)	
TOTAL OTHER ASSETS		<u>54,877,535.68</u>
TOTAL ASSETS		<u>65,500,566.04</u>

---

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	269,680.80
Accrued Taxes	29,435.52
Accrued Compensated Absences	209,943.00
Employee Deduction - Life Insurance	17.82
Accrued Interest Payable	92,274.47

TOTAL CURRENT LIABILITIES

601,351.61

LONG-TERM LIABILITIES

Water Deposits	370,812.00
Sewer Deposits	215,558.04
Net Pension Obligation	8,294,930.04
Lease Payable - Regions Bank	1,467,862.49
Loan Payable - CTA	6,410,000.00

TOTAL LONG-TERM LIABILITIES

16,759,162.57

TOTAL LIABILITIES

17,360,514.18

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	21,569,094.65
Contri-aid-Construction Sewer	37,766,048.07
Accum Amort - Construction	(20,488,668.92)
Membership Certificates	278,410.00
Contributed Capital	12,200.00
Capital Federal Grant	532,765.65
Unfunded Pension Liability	(8,693,394.92)
Retained Earnings	16,337,933.63
Year-to-Date Earnings	825,663.70

TOTAL CONTRIB/PROPRIETARY CAPITAL

48,140,051.86

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

65,500,566.04

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

## ***INCOME STATEMENT***

*Month-to-Date Only, August 2018 - 1 month back, Consolidated by  
account*

	<i>1 Month Ended August 31, 2018</i>	
<b>REVENUE</b>		
Taps - Water	20,273.10	2.3 %
Water Sales	399,836.64	45.1 %
Penalties	6,143.45	0.7 %
Disconnect Fees	3,300.67	0.4 %
NSF Fees	1,900.00	0.2 %
Service Charge - Water	10,375.00	1.2 %
Handling Fees	11.80	0.0 %
Recovery of Bad Debt	453.00	0.1 %
Interest Income	2,224.26	0.3 %
Misc Revenue - Water	225.00	0.0 %
Reimbursement From FRUS	27,166.15	3.1 %
Taps - Sewer	28,374.74	3.2 %
Wastewater Sales	377,336.53	42.5 %
Misc Revenue - Wastewater	9,695.43	1.1 %
<b>TOTAL REVENUE</b>	<b>887,315.77</b>	<b>100.0 %</b>
***** TOTAL REVENUE	887,315.77	100.0 %
***** GROSS PROFIT	887,315.77	100.0 %
<b>EXPENSES</b>		
<b>GENERAL &amp; ADMINISTRATIVE EXPENSE</b>		
Wages	222,714.74	25.1 %
Payroll Taxes	18,545.38	2.1 %
Contract Labor	6,653.04	0.7 %
Group Insurance	62,235.06	7.0 %
Net Periodic Pension Cost	61,500.00	6.9 %
Other Taxes/License/Dues	921.00	0.1 %
Computer Expense	17,404.16	2.0 %
Supplies	1,836.53	0.2 %
Utilities	2,734.95	0.3 %
Repairs & Maintenance	(192.71)	0.0 %
Vehicle Expense	385.57	0.0 %
Education & Training	547.75	0.1 %
Travel Expense	1,411.11	0.2 %
Office Equipment	2,862.14	0.3 %
Office Expense	11,939.45	1.3 %

*1 Month Ended  
August 31, 2018*

Postage	4,363.18	0.5 %
Insurance Expense	19,266.36	2.2 %
Legal Expense	1,360.00	0.2 %
Engineering Expense	2,046.00	0.2 %
Advertising Expense	168.00	0.0 %
Bad Debt	1,657.03	0.2 %
Bank Charges	4,551.78	0.5 %
Bond Issue-Administrative Fees	1,000.00	0.1 %
Professional Services	3,842.47	0.4 %
Landrum HR/Payroll Services	4,462.50	0.5 %
Interest Expense	26,652.16	3.0 %
Misc Expense	313.00	0.0 %
Charitable Contribution	5,250.00	0.6 %
CASH OVER/SHORT	(0.12)	0.0 %
<b>TOTAL GENERAL &amp; ADMINISTRATIVE EXPENSE</b>	<b>486,430.53</b>	<b>54.8 %</b>
<b>DEPRECIATION &amp; AMORTIZATION EXPENSE</b>		
Amortization Expense	(111,859.58)	-12.6 %
Depreciation Expense	182,406.18	20.6 %
<b>TOTAL DEPRECIATION &amp; AMORTIZATION EXPENSE</b>	<b>70,546.60</b>	<b>8.0 %</b>
<b>WATER EXPENSE</b>		
Supplies	1,392.74	0.2 %
Tools	238.10	0.0 %
Utilities	6,303.44	0.7 %
Chemicals	1,475.35	0.2 %
Repairs & Maintenance	14,436.89	1.6 %
Safety Supplies/Equipment	100.48	0.0 %
Vehicle Expense	422.53	0.0 %
Vehicle/Equipment Gas Expense	3,190.23	0.4 %
Water Testing	1,725.00	0.2 %
Water Purchases	112,917.50	12.7 %
Water Operations Expense	199.32	0.0 %
Engineering - MESI	770.00	0.1 %
Engineering - System	4,847.25	0.5 %
Misc Expense	950.50	0.1 %
<b>TOTAL WATER EXPENSE</b>	<b>148,969.33</b>	<b>16.8 %</b>
<b>WASTEWATER EXPENSE</b>		
Supplies	2,787.47	0.3 %
Tools	1,215.81	0.1 %
Utilities	30,859.06	3.5 %
Chemicals - HBTS	3,418.89	0.4 %
Polymers	2,417.54	0.3 %
Sewer Lab Equip/Supplies - HBTS	35.42	0.0 %
Repairs & Maintenance	73,887.23	8.3 %
General Equipment - Collection System	300.00	0.0 %
Safety Supplies/Equipment	3,823.29	0.4 %
Sludge Removal Expense - HBTS	6,500.00	0.7 %

*1 Month Ended  
August 31, 2018*

Vehicle Expense	2,581.23	0.3 %
Vehicle/Equipment Gas Expense	4,410.35	0.5 %
Wastewater Testing - HBTS	3,326.00	0.4 %
Wastewater Testing - HWWTP	2,716.50	0.3 %
Wastewater Permits	3,000.00	0.3 %
Fines/Penalties	694.00	0.1 %
Plant Operations Expense - HBTS	205.33	0.0 %
Engineering - MESI	2,600.00	0.3 %
Engineering - System	4,838.25	0.5 %
Misc Expense	813.00	0.1 %
Uniform Expense	71.36	0.0 %
TOTAL WASTEWATER EXPENSE	150,500.73	17.0 %
TOTAL EXPENSES	856,447.19	96.5 %
***** OPERATING INCOME/LOSS	30,868.58	3.5 %
*****	30,868.58	3.5 %
***** NET INCOME/LOSS	30,868.58	3.5 %