

HOLLEY NAVARRE WATER SYSTEM INC

BALANCE SHEET

January 2018

ASSETS

CURRENT ASSETS

Regions Operating	2,382,631.38
Petty Cash	850.00
Regions - Customer Water Deposits	441,363.70
Regions - Customer Sewer Deposits	263,783.74
Regions - Checking	3,000,169.45
Regions - Investments	1,139,370.03
Hancock Bank - HNWS14 Bond Fund	177,858.61
Regions - Time Deposit	124,182.07
Accounts Receivable	552,991.19
Unbilled Accounts Receivable	414,268.63
Accounts Receivable - Taps	63,248.21
Notes Receivable - FRUS	134,082.97
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	25,448.65
Due From The Club At Hidden Creek	69,317.55
Allowance for Bad Debt	(25,000.00)
Materials Inventory	267,213.86
Deposits	11,048.50
Prepaid Insurance	77,373.11
Prepaid Expenses	74,740.20

TOTAL CURRENT ASSETS

9,455,642.08

OTHER ASSETS

Land	2,071,969.97
Water Distribution System	23,965,076.32
Utility Plant Water	500,920.96
Utility Plant Water Facility	11,168.25
Sewer Facility	47,168,631.01
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	1,501,307.84
Investment in THE CLUB AT HIDDEN CREEK	4,472,862.27
CIP - Hwy 87 L-S Upgrade	10,967.75
CIP - Warehouse #2 Storage	48,856.33
CIP - Panhandle Trail L/S Relocation	1,528.20
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	10,800.00
CIP - 2015 WW Model Project	99,930.00
CIP - Navarre Beach	24,390.28
CIP - Highway 399 Connection	6,578.54
CIP - Reuse Capacity	21,291.95
CIP - Inflow & Infiltration	41,176.05

CIP - SR 87 Booster Station & GST	130,133.14	
CIP - Eglin Reuse/RIBS	68,384.08	
CIP - Gulf Breeze Reuse	61,491.70	
CIP - General Lift Station Upgrades	25,511.13	
CIP - General Water Line Upgrades	13,569.97	
CIP - General Sewer Line Upgrades	9,897.38	
CIP - FDOT Hwy 98 Widening -Water	420.00	
CIP - FDOT Hwy 98 Widening -Sewer	420.00	
CIP - General WWTP Upgrades	66,325.38	
Debt Issue Costs	223,977.37	
Loan Discount	81,344.25	
Bond Issue Costs	0.46	
Accum Amort - Bond Issue Costs	(25,876.73)	
Accum Amort - Bond Discount	(9,333.12)	
Accumulated Depreciation	(28,074,700.97)	
Pension Liability - Current Portion	(314,536.00)	
TOTAL OTHER ASSETS		<u>55,539,784.28</u>
TOTAL ASSETS		<u>64,995,426.36</u>

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	326,421.46
Accrued Taxes	55,267.07
Accrued Compensated Absences	230,968.00
Employee Deduction - Life Insurance	(74.76)
Accrued Interest Payable	68,317.60

TOTAL CURRENT LIABILITIES

680,899.37

LONG-TERM LIABILITIES

Water Deposits	381,142.00
Sewer Deposits	220,558.04
Net Pension Obligation	4,894,284.04
Lease Payable - Regions Bank	1,548,801.89
Loan Payable - CTA	6,560,000.00

TOTAL LONG-TERM LIABILITIES

13,604,785.97

TOTAL LIABILITIES

14,285,685.34

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	21,079,162.90
Contri-aid-Construction Sewer	36,996,918.55
Accum Amort - Construction	(19,645,372.11)
Membership Certificates	271,080.00
Contributed Capital	12,200.00
Capital Federal Grant	532,765.65
Unfunded Pension Liability	(4,848,746.92)
Retained Earnings	16,167,984.87
Year-to-Date Earnings	143,748.08

TOTAL CONTRIB/PROPRIETARY CAPITAL

50,709,741.02

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

64,995,426.36

HOLLEY NAVARRE WATER SYSTEM INC

INCOME STATEMENT

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

	1 Month Ended January 31, 2018	
REVENUE		
Taps - Water	31,578.90	3.6 %
Water Sales	405,530.67	45.7 %
Penalties	5,689.96	0.6 %
Disconnect Fees	1,450.47	0.2 %
NSF Fees	1,525.00	0.2 %
Service Charge - Water	6,890.00	0.8 %
Handling Fees	40.02	0.0 %
Recovery of Bad Debt	222.27	0.0 %
Interest Income	1,257.61	0.1 %
Misc Revenue - Water	233.00	0.0 %
Reimbursement From FRUS	24,362.22	2.7 %
Taps - Sewer	33,298.72	3.8 %
Wastewater Sales	376,468.91	42.4 %
Misc Revenue - Wastewater	(934.43)	-0.1 %
TOTAL REVENUE	887,613.32	100.0 %
***** TOTAL REVENUE	887,613.32	100.0 %
***** GROSS PROFIT	887,613.32	100.0 %
EXPENSES		
GENERAL & ADMINISTRATIVE EXPENSE		
Wages	212,031.96	23.9 %
Payroll Taxes	13,899.63	1.6 %
Contract Labor	12,745.62	1.4 %
Group Insurance	62,787.93	7.1 %
Other Taxes/License/Dues	398.00	0.0 %
Computer Expense	6,139.72	0.7 %
Supplies	763.08	0.1 %
Utilities	2,686.88	0.3 %
Repairs & Maintenance	13.99	0.0 %
Vehicle Expense	329.67	0.0 %
Education & Training	67.00	0.0 %
Travel Expense	512.00	0.1 %
Office Equipment	179.99	0.0 %
Office Expense	14,223.88	1.6 %
Postage	12,800.23	1.4 %

1 Month Ended
January 31, 2018

Insurance Expense	19,321.58	2.2 %
Legal Expense	3,607.57	0.4 %
Engineering Expense	4,088.00	0.5 %
Bad Debt	2,206.17	0.2 %
Bank Charges	2,371.94	0.3 %
Bond Issue-Administrative Fees	1,000.00	0.1 %
Professional Services	10,464.40	1.2 %
Interest Expense	26,934.46	3.0 %
Misc Expense	2,219.50	0.3 %
CASH OVER/SHORT	4.00	0.0 %
TOTAL GENERAL & ADMINISTRATIVE EXPENSE	411,797.20	46.4 %
DEPRECIATION & AMORTIZATION EXPENSE		
Amortization Expense	(111,859.58)	-12.6 %
Depreciation Expense	184,493.96	20.8 %
TOTAL DEPRECIATION & AMORTIZATION EXPENSE	72,634.38	8.2 %
WATER EXPENSE		
Supplies	1,397.03	0.2 %
Tools	160.73	0.0 %
Utilities	8,278.49	0.9 %
Chemicals	1,878.72	0.2 %
Repairs & Maintenance	10,295.44	1.2 %
Vehicle Expense	2,794.38	0.3 %
Vehicle/Equipment Gas Expense	2,838.43	0.3 %
Water Testing	1,693.00	0.2 %
Water Purchases	112,917.50	12.7 %
Water Operations Expense	176.80	0.0 %
Engineering - MESI	500.00	0.1 %
Engineering - System	1,242.50	0.1 %
Misc Expense	2,103.55	0.2 %
Uniform Expense	63.98	0.0 %
TOTAL WATER EXPENSE	146,340.55	16.5 %
WASTEWATER EXPENSE		
Supplies	3,679.77	0.4 %
Tools	742.23	0.1 %
Utilities	36,216.27	4.1 %
Chemicals - HBTS	1,242.24	0.1 %
Chemicals - HWWTP	207.04	0.0 %
Polymers	2,393.60	0.3 %
Repairs & Maintenance	46,351.46	5.2 %
Sludge Removal Expense - HBTS	7,500.00	0.8 %
Vehicle Expense	250.95	0.0 %
Vehicle/Equipment Gas Expense	2,490.13	0.3 %
Wastewater Testing - HBTS	4,320.00	0.5 %
Wastewater Testing - HWWTP	1,652.50	0.2 %
Plant Operations Expense - HBTS	258.86	0.0 %
Engineering - MESI	1,500.00	0.2 %

*1 Month Ended
January 31, 2018*

Engineering - System	2,782.50	0.3 %
Misc Expense	1,505.56	0.2 %
TOTAL WASTEWATER EXPENSE	<u>113,093.11</u>	12.7 %
TOTAL EXPENSES	<u>743,865.24</u>	83.8 %
***** OPERATING INCOME/LOSS	<u>143,748.08</u>	16.2 %
*****	<u>143,748.08</u>	16.2 %
***** NET INCOME/LOSS	<u>143,748.08</u>	16.2 %