

# **HOLLEY NAVARRE WATER SYSTEM INC**

## **BALANCE SHEET**

*June 2018*

### ASSETS

#### CURRENT ASSETS

Regions Operating	1,943,747.38
Petty Cash	850.00
Regions - Customer Water Deposits	440,213.64
Regions - Customer Sewer Deposits	263,031.21
Regions - Checking	3,900,694.22
Regions - Investments	1,142,584.57
Hancock Bank - HNWS14 Bond Fund	70,611.05
Regions - Time Deposit	124,720.17
Accounts Receivable	496,787.91
Unbilled Accounts Receivable	472,935.63
Accounts Receivable - Taps	54,512.45
Notes Receivable - FRUS	126,795.87
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	24,955.59
Due From The Club At Hidden Creek	69,317.55
Allowance for Bad Debt	(25,000.00)
Materials Inventory	308,080.54
Deposits	11,048.50
Prepaid Insurance	136,106.00
Prepaid Expenses	359,674.86

#### TOTAL CURRENT ASSETS

10,182,367.37

#### OTHER ASSETS

Land	2,150,429.97
Water Distribution System	24,039,206.85
Utility Plant Water	500,920.96
Utility Plant Water Facility	11,168.25
Sewer Facility	46,658,375.21
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	1,653,187.45
Investment in THE CLUB AT HIDDEN CREEK	4,641,404.39
CIP - BPS/GST Waterline Upgrades	850.00
CIP - Hwy 87 L-S Upgrade	15,399.75
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	100,770.00
CIP - Navarre Beach	24,390.28
CIP - Highway 399 Connection	8,078.54
CIP - Reuse Capacity	19,899.95

CIP - Inflow & Infiltration	41,608.05	
CIP - SR 87 Booster Station & GST	144,328.65	
CIP - Eglin Reuse/RIBS	72,974.08	
CIP - Gulf Breeze Reuse	68,861.70	
CIP - General Lift Station Upgrades	47,829.50	
CIP - General Water Line Upgrades	13,228.47	
CIP - General Sewer Line Upgrades	6,960.50	
CIP - FDOT Hwy 98 Widening -Water	420.00	
CIP - FDOT Hwy 98 Widening -Sewer	420.00	
CIP - General WWTP Upgrades	147,725.91	
Debt Issue Costs	223,977.37	
Loan Discount	81,344.25	
Bond Issue Costs	0.46	
Accum Amort - Bond Issue Costs	(29,008.38)	
Accum Amort - Bond Discount	(10,462.72)	
Accumulated Depreciation	(28,620,108.13)	
Pension Liability - Current Portion	(510,000.00)	
TOTAL OTHER ASSETS		<u>55,088,365.69</u>
TOTAL ASSETS		<u>65,270,733.06</u>

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LIABILITIES

CURRENT LIABILITIES

Accounts Payable	378,973.61
Accrued Taxes	29,675.97
Accrued Compensated Absences	209,943.00
Employee Deduction - Life Insurance	(161.17)
Employee Deduction - Prepaid Legal	15.64
Accrued Interest Payable	49,326.97

TOTAL CURRENT LIABILITIES

667,774.02

LONG-TERM LIABILITIES

Water Deposits	375,172.00
Sewer Deposits	218,398.04
Net Pension Obligation	8,294,930.04
Lease Payable - Regions Bank	1,491,190.38
Loan Payable - CTA	6,410,000.00

TOTAL LONG-TERM LIABILITIES

16,789,690.46

TOTAL LIABILITIES

17,457,464.48

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	21,437,000.45
Contri-aid-Construction Sewer	37,572,987.83
Accum Amort - Construction	(20,263,245.26)
Membership Certificates	275,935.00
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	601,086.20

TOTAL CONTRIB/PROPRIETARY CAPITAL

47,813,268.58

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

65,270,733.06

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

## ***INCOME STATEMENT***

*Month-to-Date Only, June 2018 - current month, Consolidated by account*

	<i>1 Month Ended June 30, 2018</i>	
<b>REVENUE</b>		
Taps - Water	22,743.75	2.5 %
Water Sales	398,070.31	43.8 %
Penalties	6,674.42	0.7 %
Disconnect Fees	2,450.00	0.3 %
NSF Fees	1,025.00	0.1 %
Service Charge - Water	12,310.00	1.4 %
Handling Fees	14.16	0.0 %
Recovery of Bad Debt	181.04	0.0 %
Interest Income	1,697.55	0.2 %
Misc Revenue - Water	225.00	0.0 %
Reimbursement From FRUS	22,287.78	2.4 %
Taps - Sewer	34,584.48	3.8 %
Wastewater Sales	371,977.00	40.9 %
Misc Revenue - Wastewater	3,373.03	0.4 %
Gain/Loss on Sale of Assets	32,250.00	3.5 %
<b>TOTAL REVENUE</b>	909,863.52	100.0 %
***** TOTAL REVENUE	909,863.52	100.0 %
***** GROSS PROFIT	909,863.52	100.0 %
<b>EXPENSES</b>		
GENERAL & ADMINISTRATIVE EXPENSE		
Wages	216,529.62	23.8 %
Payroll Taxes	20,723.24	2.3 %
Contract Labor	2,759.52	0.3 %
Group Insurance	64,205.42	7.1 %
Net Periodic Pension Cost	49,822.00	5.5 %
Pension - Professional Fees	1,626.00	0.2 %
401K - Professional Fees	270.00	0.0 %
Other Taxes/License/Dues	9,464.51	1.0 %
Computer Expense	5,589.39	0.6 %
Supplies	1,625.71	0.2 %
Utilities	2,573.35	0.3 %
Repairs & Maintenance	329.94	0.0 %
Vehicle Expense	448.21	0.0 %
Education & Training	217.00	0.0 %
Travel Expense	613.15	0.1 %

***1 Month Ended  
June 30, 2018***

Office Equipment	2,199.38	0.2 %
Office Expense	11,394.26	1.3 %
Postage	4,512.58	0.5 %
Insurance Expense	13,053.47	1.4 %
Accounting/Auditing Expense	3,000.00	0.3 %
Engineering Expense	3,564.00	0.4 %
Advertising Expense	24.97	0.0 %
Bad Debt	972.67	0.1 %
Bank Charges	5,452.53	0.6 %
Bond Issue-Administrative Fees	1,000.00	0.1 %
Professional Services	5,103.72	0.6 %
Landrum HR/Payroll Services	4,550.00	0.5 %
Interest Expense	26,733.52	2.9 %
Misc Expense	771.99	0.1 %
Uniform Expense	853.15	0.1 %
CASH OVER/SHORT	(10.45)	0.0 %
<b>TOTAL GENERAL &amp; ADMINISTRATIVE EXPENSE</b>	<b>459,972.85</b>	<b>50.6 %</b>
<b>DEPRECIATION &amp; AMORTIZATION EXPENSE</b>		
Amortization Expense	(111,859.58)	-12.3 %
Depreciation Expense	182,406.18	20.0 %
<b>TOTAL DEPRECIATION &amp; AMORTIZATION EXPENSE</b>	<b>70,546.60</b>	<b>7.8 %</b>
<b>WATER EXPENSE</b>		
Supplies	1,319.91	0.1 %
Tools	524.96	0.1 %
Utilities	7,187.66	0.8 %
Chemicals	2,379.58	0.3 %
Repairs & Maintenance	17,487.46	1.9 %
Safety Supplies/Equipment	29.87	0.0 %
General Equipment - Distribution System	3,100.00	0.3 %
Vehicle Expense	5,809.66	0.6 %
Vehicle/Equipment Gas Expense	2,977.90	0.3 %
Water Testing	1,801.00	0.2 %
Water Purchases	109,275.00	12.0 %
Water Operations Expense	429.59	0.0 %
Engineering - MESI	880.00	0.1 %
Engineering - System	2,087.25	0.2 %
Misc Expense	741.00	0.1 %
Uniform Expense	1,308.85	0.1 %
<b>TOTAL WATER EXPENSE</b>	<b>157,339.69</b>	<b>17.3 %</b>
<b>WASTEWATER EXPENSE</b>		
Supplies	2,060.60	0.2 %
Tools	403.28	0.0 %
Utilities	29,305.06	3.2 %
Chemicals - HBTS	3,414.42	0.4 %
Polymers	2,417.54	0.3 %
Sewer Lab Equip/Supplies - HBTS	1,751.74	0.2 %

*1 Month Ended  
June 30, 2018*

Repairs & Maintenance	78,293.02	8.6 %
Safety Supplies/Equipment	54.89	0.0 %
Sludge Removal Expense - HBTS	15,500.00	1.7 %
Vehicle Expense	10,693.23	1.2 %
Vehicle/Equipment Gas Expense	3,682.38	0.4 %
Wastewater Testing - HBTS	2,038.00	0.2 %
Wastewater Testing - HWWTP	933.00	0.1 %
Plant Operations Expense - HBTS	544.61	0.1 %
Engineering - MESI	2,958.00	0.3 %
Engineering - System	1,245.75	0.1 %
Misc Expense	561.00	0.1 %
Uniform Expense	1,665.25	0.2 %
TOTAL WASTEWATER EXPENSE	<u>157,521.77</u>	17.3 %
TOTAL EXPENSES	<u>845,380.91</u>	92.9 %
***** OPERATING INCOME/LOSS	<u>64,482.61</u>	7.1 %
*****	<u>64,482.61</u>	7.1 %
***** NET INCOME/LOSS	<u>64,482.61</u>	7.1 %