

HOLLEY NAVARRE WATER SYSTEM INC

BALANCE SHEET

September 2018

ASSETS

CURRENT ASSETS

Regions Operating	2,283,182.92
Petty Cash	850.00
Regions - Customer Water Deposits	432,352.37
Regions - Customer Sewer Deposits	258,316.19
Regions - Checking	4,304,488.11
Regions - Investments	1,145,664.78
Hancock Bank - HNWS14 Bond Fund	172,198.17
Regions - Time Deposit	124,994.58
Accounts Receivable	569,736.36
Unbilled Accounts Receivable	472,935.63
Accounts Receivable - Taps	48,117.62
Notes Receivable - FRUS	122,423.61
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	27,480.75
Due From The Club At Hidden Creek	69,317.55
Allowance for Bad Debt	(25,000.00)
Materials Inventory	314,358.07
Deposits	11,048.50
Prepaid Insurance	101,132.75
Prepaid Expenses	235,560.05

TOTAL CURRENT ASSETS

10,929,858.24

OTHER ASSETS

Land	2,150,429.97
Water Distribution System	24,083,516.56
Utility Plant Water	500,920.96
Utility Plant Water Facility	11,168.25
Sewer Facility	46,676,360.58
Office and Storage Buildings	698,788.14
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 - FDOT Hwy 98 Turn Lanes -Water	4,268.00
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	21,200.00
CIP - 2015 WW Model Project	102,530.00
CIP - Navarre Beach	24,390.28
CIP - Highway 399 Connection	8,958.54

CIP - Reuse Capacity	19,899.95	
CIP - Inflow & Infiltration	89,000.44	
CIP - SR 87 Booster Station & GST	145,868.65	
CIP - Eglin Reuse/RIBS	81,334.08	
CIP - Gulf Breeze Reuse	70,401.70	
CIP - General Lift Station Upgrades	54,880.68	
CIP - General Water Line Upgrades	16,538.47	
CIP - General Sewer Line Upgrades	10,145.00	
CIP - FDOT Hwy 98 Widening -Water	420.00	
CIP - FDOT Hwy 98 Widening -Sewer	420.00	
CIP - General WWTP Upgrades	137,201.54	
Debt Issue Costs	223,977.37	
Loan Discount	81,344.25	
Bond Issue Costs	0.46	
Accum Amort - Bond Issue Costs	(30,887.37)	
Accum Amort - Bond Discount	(11,140.48)	
Accumulated Depreciation	(29,167,326.67)	
Pension Liability - Current Portion	(510,000.00)	
TOTAL OTHER ASSETS		54,760,193.54
TOTAL ASSETS		65,690,051.78

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	265,926.37
Accrued Taxes	28,890.18
Accrued Compensated Absences	209,943.00
Employee Deduction - Life Insurance	(211.38)
Accrued Interest Payable	113,748.22

TOTAL CURRENT LIABILITIES

618,296.39

LONG-TERM LIABILITIES

Water Deposits	368,612.00
Sewer Deposits	214,618.04
Net Pension Obligation	8,294,930.04
Lease Payable - Regions Bank	1,456,137.28
Loan Payable - CTA	6,410,000.00

TOTAL LONG-TERM LIABILITIES

16,744,297.36

TOTAL LIABILITIES

17,362,593.75

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	21,602,642.85
Contri-aid-Construction Sewer	37,826,845.08
Accum Amort - Construction	(20,601,380.75)
Membership Certificates	279,355.00
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	1,030,491.49

TOTAL CONTRIB/PROPRIETARY CAPITAL

48,327,458.03

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

65,690,051.78

HOLLEY NAVARRE WATER SYSTEM INC

INCOME STATEMENT

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

1 Month Ended
September 30, 2018

REVENUE

Taps - Water	14,377.80	1.5 %
Water Sales	445,061.61	47.2 %
Penalties	5,734.55	0.6 %
Disconnect Fees	1,250.00	0.1 %
NSF Fees	1,200.00	0.1 %
Service Charge - Water	7,730.00	0.8 %
Handling Fees	8.85	0.0 %
Recovery of Bad Debt	217.57	0.0 %
Interest Income	2,017.83	0.2 %
Misc Revenue - Water	370.00	0.0 %
Reimbursement From FRUS	26,338.27	2.8 %
Taps - Sewer	26,055.86	2.8 %
Wastewater Sales	403,006.75	42.7 %
Misc Revenue - Wastewater	10,337.41	1.1 %
TOTAL REVENUE	943,706.50	100.0 %

***** TOTAL REVENUE 943,706.50 100.0 %

***** GROSS PROFIT 943,706.50 100.0 %

EXPENSES

GENERAL & ADMINISTRATIVE EXPENSE

Wages	194,201.14	20.6 %
Capitalized Labor	(30,051.65)	-3.2 %
Payroll Taxes	14,908.39	1.6 %
Contract Labor	818.88	0.1 %
Group Insurance	51,533.51	5.5 %
Net Periodic Pension Cost	61,500.00	6.5 %
Pension - Professional Fees	1,219.75	0.1 %
401K - Professional Fees	270.00	0.0 %
Other Taxes/License/Dues	5,738.00	0.6 %
Computer Expense	13,025.40	1.4 %
Supplies	1,113.88	0.1 %
Utilities	3,641.35	0.4 %
Repairs & Maintenance	235.25	0.0 %
Vehicle Expense	793.80	0.1 %
Education & Training	3,550.00	0.4 %

1 Month Ended
September 30, 2018

Travel Expense	1,984.00	0.2 %
Office Equipment	846.83	0.1 %
Office Expense	10,514.81	1.1 %
Postage	4,438.27	0.5 %
Insurance Expense	9,378.65	1.0 %
Legal Expense	1,920.50	0.2 %
Engineering Expense	5,016.00	0.5 %
Advertising Expense	338.82	0.0 %
Bad Debt	1,641.86	0.2 %
Bank Charges	2,880.24	0.3 %
Bond Issue-Administrative Fees	1,000.00	0.1 %
Professional Services	3,397.97	0.4 %
Landrum HR/Payroll Services	4,462.50	0.5 %
Interest Expense	26,611.27	2.8 %
Misc Expense	885.13	0.1 %
TOTAL GENERAL & ADMINISTRATIVE EXPENSE	397,814.55	42.2 %
DEPRECIATION & AMORTIZATION EXPENSE		
Amortization Expense	(111,859.58)	-11.9 %
Depreciation Expense	182,406.18	19.3 %
TOTAL DEPRECIATION & AMORTIZATION EXPENSE	70,546.60	7.5 %
WATER EXPENSE		
Supplies	1,190.10	0.1 %
Tools	298.91	0.0 %
Utilities	6,480.31	0.7 %
Chemicals	1,599.02	0.2 %
Repairs & Maintenance	7,909.80	0.8 %
Safety Supplies/Equipment	37.57	0.0 %
Vehicle Expense	2,126.37	0.2 %
Vehicle/Equipment Gas Expense	3,105.96	0.3 %
Water Testing	1,178.00	0.1 %
Water Purchases	109,275.00	11.6 %
Water Operations Expense	356.77	0.0 %
Engineering - MESI	1,320.00	0.1 %
Engineering - System	2,112.00	0.2 %
Misc Expense	741.00	0.1 %
Uniform Expense	21.99	0.0 %
TOTAL WATER EXPENSE	137,752.80	14.6 %
WASTEWATER EXPENSE		
Supplies	1,645.25	0.2 %
Tools	615.44	0.1 %
Utilities	30,578.47	3.2 %
Chemicals - HBTS	3,859.84	0.4 %
Chemicals - HWWTP	207.04	0.0 %
Sewer Lab Equip/Supplies - HWWTP	200.85	0.0 %
Repairs & Maintenance	75,701.79	8.0 %
Safety Supplies/Equipment	324.83	0.0 %

*1 Month Ended
September 30, 2018*

<hr/> Sludge Removal Expense - HBTS Vehicle Expense Vehicle/Equipment Gas Expense Wastewater Testing - HBTS Wastewater Testing - HWWTP Fines/Penalties Plant Operations Expense - HBTS Engineering - MESI Engineering - System Misc Expense Uniform Expense TOTAL WASTEWATER EXPENSE TOTAL EXPENSES ***** OPERATING INCOME/LOSS ***** ***** NET INCOME/LOSS	4,500.00 1,656.75 3,523.68 2,063.00 933.00 250.05 977.79 3,300.00 1,716.00 681.00 29.98 <hr/> 132,764.76 <hr/> 738,878.71 <hr/> 204,827.79 <hr/> 204,827.79 <hr/> 204,827.79	0.5 % 0.2 % 0.4 % 0.2 % 0.1 % 0.0 % 0.1 % 0.3 % 0.2 % 0.1 % 0.0 % 14.1 % 78.3 % 21.7 % 21.7 % 21.7 %
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