

HOLLEY NAVARRE WATER SYSTEM INC

BALANCE SHEET

August 2015

ASSETS

CURRENT ASSETS

Regions Operating	725,291.91
Petty Cash	850.00
Regions - Customer Water Deposits	472,199.46
AmSouth - Customer Sewer Deposits	287,561.86
AmSouth - Checking	1,888,596.33
AmSouth - Investments	505,319.22
Hancock Bank - HNWS14 Project Fund	1,469,029.45
Hancock Bank - HNWS14 Bond Fund	135,540.61
AmSouth - Time Deposit	122,713.93
Accounts Receivable	427,306.02
Unbilled Accounts Receivable	347,000.63
Accrued Interest Receivable	8.43
Accounts Receivable - Taps	45,635.30
Notes Receivable - FRUS	174,890.73
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	10,641.39
Investment in THE CLUB AT HIDDEN CREEK	4,198,965.52
Investment in MUNICIPAL ENGINEERING SERV	134,400.94
Allowance for Bad Debt	(25,000.00)
Materials Inventory	294,152.81
Deposits	11,048.50
Prepaid Insurance	258,929.38
Prepaid Expenses	18,251.39

TOTAL CURRENT ASSETS

11,764,034.04

OTHER ASSETS

Land	1,583,746.13
Water Distribution System	21,121,549.54
Utility Plant Water	500,920.96
Utility Plant Water Facility	11,168.25
Well #3	803,386.00
Sewer Facility	42,296,507.37
Wastewater Sprayfield Rights	305,000.00
Greskovich Wastewater Sprayfield	333,244.39
Office and Storage Buildings	669,252.38
Improvements O/T Buildings	261,143.80
Office Equipment	180,553.35
Equipment	2,056,540.63
Telemetry	121,979.10
Trucks	1,512,158.40
Water - Line Extensions	410,670.91
Sewer - Line Extensions	1,088,661.35
CIP - Hwy 87 Upgrade	1,250.00
CIP - Elevated Tank #6	25,884.77
CIP - Warehouse #2 Storage	26,885.00
CIP - Golf Course Reuse line Replacemen	73,779.55
CIP - Panhandle Trail L/S Relocation	39,031.50

CIP - 8562 Turkey Bluff Road	10,713.55	
CIP - 2015 W Master Plan	9,380.00	
CIP - 2015 WW Master Plan	2,230.00	
CIP - 2015 W Model Project	5,600.00	
CIP - 2015 WW Model Project	18,350.00	
CIP - Navarre Beach	7,650.00	
CIP - Highway 399 Connection	600.00	
CIP - Reuse Capacity	8,200.00	
CIP - Inflow & Infiltration	900.00	
Debt Issue Costs	225,477.37	
Loan Discount	81,344.25	
Bond Issue Costs	0.46	
Accum Amort - Bond Issue Costs	(6,303.00)	
Accum Amort - Bond Discount	(2,278.00)	
Accumulated Depreciation	(24,115,190.01)	
Pension Liability - Current Portion	526,399.00	
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TOTAL OTHER ASSETS		50,196,387.00
TOTAL ASSETS		<hr/> <hr/> 61,960,421.04

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	175,154.59
Accrued Taxes	36,248.39
Social Security Taxes	5,393.40
Medicare Taxes	1,261.42
Federal W/H Taxes	5,242.01
Employee Deduction - Life Insurance	17.82
Employee Deduction - Prepaid Legal	301.76
Accrued Interest Payable	63,917.75

TOTAL CURRENT LIABILITIES

287,537.14

LONG-TERM LIABILITIES

Water Deposits	412,545.00
Sewer Deposits	248,788.04
Pension Obligation	9,215,419.00
Pension Asset	(5,581,396.52)
Loan Payable - CTA	6,855,000.00

TOTAL LONG-TERM LIABILITIES

11,150,355.52

TOTAL LIABILITIES

11,437,892.66

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	18,801,917.06
Contri-aid-Construction Sewer	33,514,048.72
Accum Amort - Construction	(16,391,756.36)
Membership Certificates	244,765.00
Contributed Capital	12,200.00
Capital Federal Grant	237,765.65
Pension - Deferred Amendments	(315,536.02)
Pension - Deferred Gain (loss)	(3,387,561.02)
Retained Earnings	17,333,925.66
Year-to-Date Earnings	472,759.69

TOTAL CONTRIB/PROPRIETARY CAPITAL

50,522,528.38

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

61,960,421.04

HOLLEY NAVARRE WATER SYSTEM INC

INCOME STATEMENT

Month-to-Date Only, August 2015 - 3 months back, Consolidated by account

	<i>1 Month Ended August 31, 2015</i>	
REVENUE		
Taps - Water	27,270.00	3.7 %
Water Sales	356,568.31	48.4 %
Penalties	6,614.64	0.9 %
Disconnect Fees	2,700.00	0.4 %
NSF Fees	1,325.00	0.2 %
Service Charge - Water	8,735.00	1.2 %
Handling Fees	18.29	0.0 %
Recovery of Bad Debt	228.19	0.0 %
Interest Income	464.59	0.1 %
Misc Revenue - Water	32.00	0.0 %
Taps - Sewer	39,900.00	5.4 %
Wastewater Sales	305,537.35	41.4 %
Pension - Deferred Gain (Loss)	(12,156.83)	-1.6 %
TOTAL REVENUE	737,236.54	100.0 %
***** TOTAL REVENUE	737,236.54	100.0 %
***** GROSS PROFIT	737,236.54	100.0 %
EXPENSES		
GENERAL & ADMINISTRATIVE EXPENSE		
Wages	184,201.45	25.0 %
Capitalized Labor	(10,893.12)	-1.5 %
Payroll Taxes	13,235.98	1.8 %
Group Insurance	69,162.33	9.4 %
Net Periodic Pension Cost	29,185.41	4.0 %
Other Taxes/License/Dues	696.57	0.1 %
Computer Expense	7,479.66	1.0 %
Supplies	1,611.66	0.2 %
Utilities	2,787.86	0.4 %
Repairs & Maintenance	25.15	0.0 %
Radio	49.00	0.0 %
Vehicle Expense	409.50	0.1 %
Education & Training	1,862.48	0.3 %
Travel Expense	1,300.41	0.2 %
Office Equipment	1,000.74	0.1 %
Office Expense	14,288.35	1.9 %

*1 Month Ended
August 31, 2015*

Postage	4,907.76	0.7 %
Insurance Expense	21,864.24	3.0 %
Advertising Expense	570.00	0.1 %
Bad Debt	851.92	0.1 %
Bank Charges	1,932.54	0.3 %
Bond Issue-Administrative Fees	2,000.00	0.3 %
Professional Services	666.00	0.1 %
Interest Expense	21,672.00	2.9 %
Misc Expense	1,063.88	0.1 %
CASH OVER/SHORT	97.93	0.0 %
TOTAL GENERAL & ADMINISTRATIVE EXPENSE	372,029.70	50.5 %
DEPRECIATION & AMORTIZATION EXPENSE		
Amortization Expense	(108,093.00)	-14.7 %
Depreciation Expense	163,973.00	22.2 %
TOTAL DEPRECIATION & AMORTIZATION EXPENSE	55,880.00	7.6 %
WATER EXPENSE		
Supplies	2,056.93	0.3 %
Tools	108.12	0.0 %
Utilities	7,121.74	1.0 %
Chemicals	1,655.82	0.2 %
Repairs & Maintenance	10,396.22	1.4 %
Safety Supplies/Equipment	2,572.38	0.3 %
Vehicle Expense	3,514.61	0.5 %
Vehicle/Equipment Gas Expense	2,907.68	0.4 %
Water Testing	1,575.00	0.2 %
Water Purchases	98,502.50	13.4 %
Water Operations Expense	3,870.79	0.5 %
Engineering - MESI	1,950.00	0.3 %
Engineering	(125.00)	0.0 %
Misc Expense	467.52	0.1 %
Uniform Expense	214.53	0.0 %
TOTAL WATER EXPENSE	136,788.84	18.6 %
WASTEWATER EXPENSE		
Supplies	2,090.51	0.3 %
Tools	138.75	0.0 %
Utilities	31,556.06	4.3 %
Chemicals - HBTS	5,727.28	0.8 %
Chemicals - HWWTP	206.90	0.0 %
Polymers	2,844.00	0.4 %
Sewer Lab Equip/Supplies - HBTS	1,454.82	0.2 %
Repairs & Maintenance	67,779.83	9.2 %
Safety Supplies/Equipment	64.66	0.0 %
Sludge Removal Expense - HBTS	3,500.00	0.5 %
Vehicle Expense	490.00	0.1 %
Vehicle/Equipment Gas Expense	3,552.89	0.5 %
Wastewater Testing - HBTS	1,984.00	0.3 %

*1 Month Ended
August 31, 2015*

Wastewater Testing - HWWTP	894.00	0.1 %
Wastewater Permits	500.00	0.1 %
Plant Operations Expense - HBTS	2,577.85	0.3 %
Engineering - MESI	2,150.00	0.3 %
Engineering	(125.00)	0.0 %
Misc Expense	322.62	0.0 %
Uniform Expense	36.95	0.0 %
TOTAL WASTEWATER EXPENSE	<u>127,746.12</u>	17.3 %
TOTAL EXPENSES	<u>692,444.66</u>	93.9 %
***** OPERATING INCOME/LOSS	<u>44,791.88</u>	6.1 %
*****	<u>44,791.88</u>	6.1 %
***** NET INCOME/LOSS	<u>44,791.88</u>	6.1 %