

HOLLEY NAVARRE WATER SYSTEM INC

BALANCE SHEET

December 2015

ASSETS

CURRENT ASSETS

Regions Operating	578,605.51
Petty Cash	850.00
Regions - Customer Water Deposits	465,122.37
AmSouth - Customer Sewer Deposits	279,710.82
AmSouth - Checking	798,872.45
AmSouth - Investments	1,142,722.86
Hancock Bank - HNWS14 Project Fund	1,469,633.99
Hancock Bank - HNWS14 Bond Fund	140,770.83
AmSouth - Time Deposit	122,792.36
Accounts Receivable	336,550.80
Unbilled Accounts Receivable	347,000.63
Accrued Interest Receivable	57.13
Accounts Receivable - Taps	39,750.35
Notes Receivable - FRUS	170,518.47
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	2,437.01
Investment in MUNICIPAL ENGINEERING SERV	134,409.89
Allowance for Bad Debt	(25,000.00)
Materials Inventory	366,652.51
Deposits	11,048.50
Prepaid Insurance	134,374.58
Prepaid Expenses	17,962.10

TOTAL CURRENT ASSETS

6,795,543.39

OTHER ASSETS

Land	1,583,746.13
Water Distribution System	21,378,698.95
Utility Plant Water	500,920.96
Utility Plant Water Facility	11,168.25
Well #3	803,386.00
Sewer Facility	42,343,363.90
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	187,669.15
Equipment	2,062,108.23
Telemetry	121,979.10
Trucks	1,601,482.19
Water - Line Extensions	410,670.91
Sewer - Line Extensions	1,088,661.35
Investment in THE CLUB AT HIDDEN CREEK	4,198,965.52
CIP - Hwy 87 Upgrade	1,990.00
CIP - Elevated Tank #6	29,487.58
CIP - Warehouse #2 Storage	26,885.00
CIP - Golf Course Reuse line Replacemen	757,339.01
CIP - Panhandle Trail L/S Relocation	56,594.40

CIP - 8562 Turkey Bluff Road	10,893.55	
CIP - 2015 W Master Plan	22,690.00	
CIP - 2015 WW Master Plan	2,230.00	
CIP - 2015 W Model Project	10,000.00	
CIP - 2015 WW Model Project	36,490.00	
CIP - Navarre Beach	17,295.21	
CIP - Highway 399 Connection	600.00	
CIP - Reuse Capacity	14,350.00	
CIP - Inflow & Infiltration	1,700.00	
Debt Issue Costs	225,477.37	
Loan Discount	81,344.25	
Bond Issue Costs	0.46	
Accum Amort - Bond Issue Costs	(8,835.00)	
Accum Amort - Bond Discount	(3,194.00)	
Accumulated Depreciation	(24,755,102.66)	
Pension Liability - Current Portion	526,399.00	
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TOTAL OTHER ASSETS		54,916,095.38
TOTAL ASSETS		<hr/> <hr/> 61,711,638.77

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	134,640.05
Accrued Taxes	18,580.60
Social Security Taxes	15,666.96
Medicare Taxes	3,664.02
Federal W/H Taxes	21,857.66
Employee Deduction - Supplemental Ins.	682.26
Accrued Interest Payable	21,296.37

TOTAL CURRENT LIABILITIES

216,387.92

LONG-TERM LIABILITIES

Water Deposits	405,930.00
Sewer Deposits	242,733.04
Pension Obligation	9,428,181.00
Pension Asset	(5,685,594.20)
Loan Payable - CTA	6,855,000.00

TOTAL LONG-TERM LIABILITIES

11,246,249.84

TOTAL LIABILITIES

11,462,637.76

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	19,004,897.81
Contri-aid-Construction Sewer	33,803,178.12
Accum Amort - Construction	(16,827,576.36)
Membership Certificates	248,120.00
Contributed Capital	12,200.00
Capital Federal Grant	237,765.65
Pension - Deferred Amendments	(307,358.70)
Pension - Deferred Gain (loss)	(3,338,933.70)
Retained Earnings	17,333,925.66
Year-to-Date Earnings	82,782.53

TOTAL CONTRIB/PROPRIETARY CAPITAL

50,249,001.01

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

61,711,638.77

HOLLEY NAVARRE WATER SYSTEM INC

INCOME STATEMENT

Month-to-Date Only, December 2015 - current month, Consolidated by account

	<i>1 Month Ended December 31, 2015</i>	
REVENUE		
Taps - Water	15,675.75	2.8 %
Water Sales	239,829.50	43.0 %
Penalties	6,983.38	1.3 %
Disconnect Fees	2,850.00	0.5 %
NSF Fees	1,775.00	0.3 %
Service Charge - Water	7,920.00	1.4 %
Handling Fees	57.82	0.0 %
Recovery of Bad Debt	(91.43)	0.0 %
Interest Income	497.70	0.1 %
Misc Revenue - Water	40.00	0.0 %
Taps - Sewer	21,281.40	3.8 %
Wastewater Sales	273,285.44	49.0 %
Pension - Deferred Gain (Loss)	(12,156.83)	-2.2 %
TOTAL REVENUE	557,947.73	100.0 %
***** TOTAL REVENUE	557,947.73	100.0 %
***** GROSS PROFIT	557,947.73	100.0 %
EXPENSES		
GENERAL & ADMINISTRATIVE EXPENSE		
Wages	295,418.92	52.9 %
Capitalized Labor	(13,572.59)	-2.4 %
Payroll Taxes	23,935.88	4.3 %
Group Insurance	82,138.64	14.7 %
Net Periodic Pension Cost	29,185.41	5.2 %
Computer Expense	2,516.44	0.5 %
Supplies	1,082.05	0.2 %
Utilities	2,486.55	0.4 %
Repairs & Maintenance	254.47	0.0 %
Vehicle Expense	594.15	0.1 %
Education & Training	616.25	0.1 %
Office Equipment	4,250.08	0.8 %
Office Expense	10,868.20	1.9 %
Postage	7,018.89	1.3 %
Insurance Expense	21,656.66	3.9 %
Legal Expense	2,321.25	0.4 %

1 Month Ended
December 31, 2015

Accounting/Auditing Expense	1,000.00	0.2 %
Engineering Expense	4,600.00	0.8 %
Advertising Expense	153.50	0.0 %
Bad Debt	1,379.24	0.2 %
Bank Charges	2,331.99	0.4 %
Bond Issue-Administrative Fees	1,000.00	0.2 %
Professional Services	5,920.94	1.1 %
Interest Expense	21,672.00	3.9 %
Misc Expense	266.76	0.0 %
CASH OVER/SHORT	(22.65)	0.0 %
TOTAL GENERAL & ADMINISTRATIVE EXPENSE	509,073.03	91.2 %
DEPRECIATION & AMORTIZATION EXPENSE		
Amortization Expense	(108,093.00)	-19.4 %
Depreciation Expense	163,973.00	29.4 %
TOTAL DEPRECIATION & AMORTIZATION EXPENSE	55,880.00	10.0 %
WATER EXPENSE		
Supplies	1,717.71	0.3 %
Tools	3,636.27	0.7 %
Utilities	6,578.94	1.2 %
Chemicals	2,175.73	0.4 %
Repairs & Maintenance	12,880.68	2.3 %
Vehicle Expense	989.20	0.2 %
Vehicle/Equipment Gas Expense	4,328.09	0.8 %
Water Testing	1,235.00	0.2 %
Water Purchases	95,325.00	17.1 %
Water Operations Expense	5,392.92	1.0 %
Engineering - MESI	5,155.00	0.9 %
Misc Expense	605.22	0.1 %
Uniform Expense	468.45	0.1 %
TOTAL WATER EXPENSE	140,488.21	25.2 %
WASTEWATER EXPENSE		
Supplies	1,551.32	0.3 %
Tools	384.04	0.1 %
Utilities	33,709.45	6.0 %
Chemicals - HBTS	5,106.02	0.9 %
Repairs & Maintenance	65,753.70	11.8 %
Equipment Rental	89.02	0.0 %
Sludge Removal Expense - HBTS	2,000.00	0.4 %
Vehicle Expense	2,657.50	0.5 %
Vehicle/Equipment Gas Expense	4,838.45	0.9 %
Wastewater Testing - HBTS	2,681.00	0.5 %
Wastewater Testing - HWWTP	1,176.00	0.2 %
Plant Operations Expense - HBTS	2,895.38	0.5 %
Engineering - MESI	400.00	0.1 %
Misc Expense	460.02	0.1 %
Uniform Expense	1,025.49	0.2 %

*1 Month Ended
December 31, 2015*

TOTAL WASTEWATER EXPENSE	124,727.39	22.4 %
TOTAL EXPENSES	830,168.63	148.8 %
***** OPERATING INCOME/LOSS	(272,220.90)	-48.8 %
*****	(272,220.90)	-48.8 %
***** NET INCOME/LOSS	(272,220.90)	-48.8 %
