

HOLLEY NAVARRE WATER SYSTEM INC

BALANCE SHEET

January 2016

ASSETS

CURRENT ASSETS

Regions Operating	665,553.41
Petty Cash	850.00
Regions - Customer Water Deposits	465,159.23
AmSouth - Customer Sewer Deposits	279,732.98
AmSouth - Checking	798,872.45
AmSouth - Investments	1,142,324.40
Hancock Bank - HNWS14 Project Fund	1,469,922.18
Hancock Bank - HNWS14 Bond Fund	174,405.73
AmSouth - Time Deposit	122,792.36
Accounts Receivable	396,872.25
Unbilled Accounts Receivable	395,162.63
Accrued Interest Receivable	76.15
Accounts Receivable - Taps	39,555.61
Notes Receivable - FRUS	169,061.05
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	68,633.18
Due From The Club At Hidden Creek	7,650.38
Due From Municipal Engineering Services	134,409.89
Allowance for Bad Debt	(25,000.00)
Materials Inventory	374,131.82
Deposits	11,048.50
Prepaid Insurance	106,386.13
Prepaid Expenses	26,084.73

TOTAL CURRENT ASSETS

7,084,385.29

OTHER ASSETS

Land	1,583,746.13
Water Distribution System	21,436,662.16
Utility Plant Water	500,920.96
Utility Plant Water Facility	11,168.25
Well #3	803,386.00
Sewer Facility	42,393,548.89
Wastewater Sprayfield Rights	305,000.00
Greskovich Wastewater Sprayfield	333,244.39
Office and Storage Buildings	669,252.38
Improvements O/T Buildings	260,213.80
Office Equipment	194,120.52
Equipment	2,059,530.28
Telemetry	121,979.10
Trucks	1,574,413.19
Water - Line Extensions	410,670.91
Sewer - Line Extensions	1,088,661.35
Investment in THE CLUB AT HIDDEN CREEK	4,211,257.52
CIP - Hwy 87 L-S Upgrade	1,990.00
CIP - Elevated Tank #6	29,487.58
CIP - Warehouse #2 Storage	26,885.00
CIP - Golf Course Reuse line Replacemen	827,206.93

CIP - Panhandle Trail L/S Relocation	59,571.55	
CIP - 8562 Turkey Bluff Road	10,713.55	
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	43,030.00	
CIP - Navarre Beach	21,058.21	
CIP - Highway 399 Connection	600.00	
CIP - Reuse Capacity	16,450.00	
CIP - Inflow & Infiltration	3,200.00	
Debt Issue Costs	225,477.37	
Loan Discount	81,344.25	
Bond Issue Costs	0.46	
Accum Amort - Bond Issue Costs	(9,560.15)	
Accum Amort - Bond Discount	(3,455.00)	
Accumulated Depreciation	(25,087,605.38)	
TOTAL OTHER ASSETS		<u>54,239,090.20</u>
TOTAL ASSETS		<u><u>61,323,475.49</u></u>

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	273,872.55
Accrued Taxes	18,644.92
Social Security Taxes	5,770.02
Medicare Taxes	1,349.46
Federal W/H Taxes	5,423.85
Employee Deduction - Life Insurance	(74.76)
Employee Deduction - Prepaid Legal	277.84
Accrued Interest Payable	64,336.12

TOTAL CURRENT LIABILITIES

369,600.00

LONG-TERM LIABILITIES

Water Deposits	405,810.00
Sewer Deposits	242,213.04
Pension Obligation	8,878,352.50
Pension Asset	(4,885,926.62)
Loan Payable - CTA	6,855,000.00

TOTAL LONG-TERM LIABILITIES

11,495,448.92

TOTAL LIABILITIES

11,865,048.92

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	19,141,613.14
Contri-aid-Construction Sewer	33,809,459.32
Accum Amort - Construction	(16,940,288.19)
Membership Certificates	248,910.00
Contributed Capital	12,200.00
Capital Federal Grant	237,765.65
Pension - Deferred Amendments	(283,790.37)
Pension - Deferred Gain (loss)	(3,627,981.87)
Retained Earnings	16,744,281.00
Year-to-Date Earnings	116,257.89

TOTAL CONTRIB/PROPRIETARY CAPITAL

49,458,426.57

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

61,323,475.49

HOLLEY NAVARRE WATER SYSTEM INC

INCOME STATEMENT

**Month-to-Date Only, January 2016 - 3 months back, Consolidated by
account**

	1 Month Ended January 31, 2016	
REVENUE		
Taps - Water	26,449.42	3.5 %
Water Sales	322,890.90	42.9 %
Penalties	5,842.84	0.8 %
Disconnect Fees	2,650.00	0.4 %
NSF Fees	1,075.00	0.1 %
Service Charge - Water	7,055.59	0.9 %
Recovery of Bad Debt	875.79	0.1 %
Interest Income	565.14	0.1 %
Misc Revenue - Water	24.00	0.0 %
Reimbursement From FRUS	67,699.31	9.0 %
Taps - Sewer	34,834.80	4.6 %
Wastewater Sales	295,213.78	39.2 %
Pension - Deferred Gain (Loss)	(12,156.83)	-1.6 %
TOTAL REVENUE	753,019.74	100.0 %
***** TOTAL REVENUE	753,019.74	100.0 %
***** GROSS PROFIT	753,019.74	100.0 %
EXPENSES		
GENERAL & ADMINISTRATIVE EXPENSE		
Wages	185,621.64	24.7 %
Capitalized Labor	(7,777.99)	-1.0 %
Payroll Taxes	14,398.37	1.9 %
Group Insurance	61,742.92	8.2 %
Net Periodic Pension Cost	29,185.41	3.9 %
Other Taxes/License/Dues	190.00	0.0 %
Computer Expense	2,435.80	0.3 %
Supplies	70.63	0.0 %
Utilities	1,648.98	0.2 %
Repairs & Maintenance	26.90	0.0 %
Vehicle Expense	144.06	0.0 %
Education & Training	642.25	0.1 %
Travel Expense	192.00	0.0 %
Office Equipment	199.98	0.0 %
Office Expense	15,361.92	2.0 %
Postage	10,862.32	1.4 %

*1 Month Ended
January 31, 2016*

Insurance Expense	18,884.45	2.5 %
Legal Expense	1,002.50	0.1 %
Engineering Expense	900.00	0.1 %
Bad Debt	3,569.18	0.5 %
Bank Charges	2,664.94	0.4 %
Bond Issue-Administrative Fees	1,000.00	0.1 %
Interest Expense	21,473.75	2.9 %
Misc Expense	1,910.16	0.3 %
CASH OVER/SHORT	9.89	0.0 %
TOTAL GENERAL & ADMINISTRATIVE EXPENSE	366,360.06	48.7 %
DEPRECIATION & AMORTIZATION EXPENSE		
Amortization Expense	(111,725.68)	-14.8 %
Depreciation Expense	181,639.72	24.1 %
TOTAL DEPRECIATION & AMORTIZATION EXPENSE	69,914.04	9.3 %
WATER EXPENSE		
Supplies	789.49	0.1 %
Tools	268.70	0.0 %
Utilities	1,402.18	0.2 %
Chemicals	1,862.80	0.2 %
Repairs & Maintenance	12,175.38	1.6 %
Warehouse - General Equipment	610.00	0.1 %
Vehicle Expense	39.99	0.0 %
Vehicle/Equipment Gas Expense	1,931.81	0.3 %
Water Testing	1,959.00	0.3 %
Water Permits	650.00	0.1 %
Water Purchases	103,307.50	13.7 %
Water Operations Expense	1,425.48	0.2 %
Engineering - MESI	1,120.00	0.1 %
Engineering	(750.00)	-0.1 %
Misc Expense	605.22	0.1 %
TOTAL WATER EXPENSE	127,397.55	16.9 %
WASTEWATER EXPENSE		
Supplies	793.06	0.1 %
Tools	723.65	0.1 %
Utilities	1,606.25	0.2 %
Chemicals - HBTS	3,416.07	0.5 %
Chemicals - HWWTP	206.88	0.0 %
Sewer Lab Equip/Supplies - HBTS	1,822.76	0.2 %
Repairs & Maintenance	51,313.42	6.8 %
General Equipment - WWTP	705.64	0.1 %
Sludge Removal Expense - HBTS	1,500.00	0.2 %
Vehicle/Equipment Gas Expense	4,082.90	0.5 %
Wastewater Testing - HBTS	3,122.00	0.4 %
Wastewater Testing - HWWTP	1,361.50	0.2 %
Wastewater Permits	250.00	0.0 %
Plant Operations Expense - HBTS	1,687.86	0.2 %

*1 Month Ended
January 31, 2016*

Engineering - MESI	500.00	0.1 %
Engineering	(750.00)	-0.1 %
Misc Expense	728.02	0.1 %
Uniform Expense	20.19	0.0 %
TOTAL WASTEWATER EXPENSE	73,090.20	9.7 %
TOTAL EXPENSES	636,761.85	84.6 %
***** OPERATING INCOME/LOSS	116,257.89	15.4 %
*****	116,257.89	15.4 %
***** NET INCOME/LOSS	116,257.89	15.4 %