

HOLLEY NAVARRE WATER SYSTEM INC

BALANCE SHEET

July 2015

ASSETS

CURRENT ASSETS

Regions Operating	757,773.09
Petty Cash	850.00
Regions - Customer Water Deposits	475,265.55
AmSouth - Customer Sewer Deposits	290,854.81
AmSouth - Checking	1,437,804.27
AmSouth - Investments	505,500.19
Hancock Bank - HNWS14 Project Fund	1,804,776.32
Hancock Bank - HNWS14 Bond Fund	102,905.71
AmSouth - Time Deposit	122,635.56
Accounts Receivable	373,952.39
Unbilled Accounts Receivable	347,000.63
Accrued Interest Receivable	8.43
Accounts Receivable - Taps	47,586.99
Notes Receivable - FRUS	174,890.73
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	9,552.29
Investment in THE CLUB AT HIDDEN CREEK	4,147,965.52
Investment in MUNICIPAL ENGINEERING SERV	134,400.94
Allowance for Bad Debt	(25,000.00)
Materials Inventory	240,510.83
Deposits	11,048.50
Prepaid Insurance	302,534.53
Prepaid Expenses	25,358.45

TOTAL CURRENT ASSETS

11,548,875.96

OTHER ASSETS

Land	1,583,746.13
Water Distribution System	21,069,777.80
Utility Plant Water	500,920.96
Utility Plant Water Facility	11,168.25
Well #3	803,386.00
Sewer Facility	42,265,905.23
Wastewater Sprayfield Rights	305,000.00
Greskovich Wastewater Sprayfield	333,244.39
Office and Storage Buildings	669,252.38
Improvements O/T Buildings	237,168.80
Office Equipment	180,553.35
Equipment	2,055,545.63
Telemetry	121,979.10
Trucks	1,512,200.58
Water - Line Extensions	410,670.91
Sewer - Line Extensions	1,088,661.35
CIP - Hwy 87 Upgrade	800.00
CIP - Elevated Tank #6	22,494.77
CIP - Warehouse #2 Storage	26,285.00
CIP - Golf Course Reuse line Replacemen	70,258.00
CIP - Panhandle Trail L/S Relocation	27,172.50

CIP - 8562 Turkey Bluff Road	10,205.00	
CIP - 2015 W Master Plan	7,580.00	
CIP - 2015 WW Master Plan	2,230.00	
CIP - 2015 W Model Project	5,600.00	
CIP - 2015 WW Model Project	12,950.00	
CIP - Navarre Beach	5,800.00	
CIP - Highway 399 Connection	600.00	
CIP - Reuse Capacity	7,700.00	
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	(5,670.00)	
Accum Amort - Bond Discount	(2,049.00)	
Accumulated Depreciation	(23,951,217.01)	
Pension Liability - Current Portion	526,399.00	
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TOTAL OTHER ASSETS		50,224,041.20
TOTAL ASSETS		<hr/> <hr/> 61,772,917.16

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	148,507.64
Accrued Taxes	25,845.15
Social Security Taxes	5,328.84
Medicare Taxes	1,246.24
Federal W/H Taxes	5,224.89
Employee Deduction - Life Insurance	(98.58)
Employee Deduction - Prepaid Legal	377.20
Employee Deduction - Supplemental Ins.	8.76
Employee Deduction - Vision	16.49
Accrued Interest Payable	42,245.75

TOTAL CURRENT LIABILITIES

228,702.38

LONG-TERM LIABILITIES

Water Deposits	416,485.00
Sewer Deposits	251,108.04
Pension Obligation	9,162,228.50
Pension Asset	(5,555,347.10)
Loan Payable - CTA	6,855,000.00

TOTAL LONG-TERM LIABILITIES

11,129,474.44

TOTAL LIABILITIES

11,358,176.82

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	18,738,287.06
Contri-aid-Construction Sewer	33,420,948.72
Accum Amort - Construction	(16,282,801.36)
Membership Certificates	243,745.00
Contributed Capital	12,200.00
Capital Federal Grant	237,765.65
Pension - Deferred Amendments	(317,580.35)
Pension - Deferred Gain (loss)	(3,399,717.85)
Retained Earnings	17,333,925.66
Year-to-Date Earnings	427,967.81

TOTAL CONTRIB/PROPRIETARY CAPITAL

50,414,740.34

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

61,772,917.16

HOLLEY NAVARRE WATER SYSTEM INC

INCOME STATEMENT

Month-to-Date Only, July 2015 - 4 months back, Consolidated by account

	<i>1 Month Ended July 31, 2015</i>	
REVENUE		
Taps - Water	25,281.75	3.6 %
Water Sales	339,168.63	47.7 %
Penalties	7,575.93	1.1 %
Disconnect Fees	4,100.00	0.6 %
NSF Fees	1,100.00	0.2 %
Service Charge - Water	12,055.00	1.7 %
Handling Fees	2.95	0.0 %
Recovery of Bad Debt	(93.64)	0.0 %
Interest Income	381.57	0.1 %
Interest Income - THE CLUB	10,955.89	1.5 %
Misc Revenue - Water	5,840.31	0.8 %
Taps - Sewer	25,620.00	3.6 %
Wastewater Sales	290,547.68	40.9 %
Pension - Deferred Gain (Loss)	(12,156.83)	-1.7 %
TOTAL REVENUE	710,379.24	100.0 %
***** TOTAL REVENUE	710,379.24	100.0 %
***** GROSS PROFIT	710,379.24	100.0 %
EXPENSES		
GENERAL & ADMINISTRATIVE EXPENSE		
Wages	200,410.52	28.2 %
Capitalized Labor	(21,091.44)	-3.0 %
Payroll Taxes	16,956.90	2.4 %
Group Insurance	84,254.22	11.9 %
Net Periodic Pension Cost	29,185.41	4.1 %
Other Taxes/License/Dues	2,125.00	0.3 %
Computer Expense	6,216.24	0.9 %
Supplies	410.24	0.1 %
Utilities	2,405.12	0.3 %
Repairs & Maintenance	8.77	0.0 %
Safety Supplies/Equipment	1,355.64	0.2 %
Vehicle Expense	387.55	0.1 %
Education & Training	7,952.42	1.1 %
Travel Expense	4,560.05	0.6 %
Office Equipment	709.97	0.1 %
Office Expense	14,897.33	2.1 %

***1 Month Ended
July 31, 2015***

Postage	4,407.08	0.6 %
Insurance Expense	15,956.61	2.2 %
Legal Expense	187.50	0.0 %
Accounting/Auditing Expense	300.00	0.0 %
Bad Debt	581.29	0.1 %
Bank Charges	2,083.00	0.3 %
Interest Expense	21,672.00	3.1 %
CASH OVER/SHORT	2.41	0.0 %
TOTAL GENERAL & ADMINISTRATIVE EXPENSE	395,933.83	55.7 %
DEPRECIATION & AMORTIZATION EXPENSE		
Amortization Expense	(108,093.00)	-15.2 %
Depreciation Expense	163,973.00	23.1 %
TOTAL DEPRECIATION & AMORTIZATION EXPENSE	55,880.00	7.9 %
WATER EXPENSE		
Supplies	977.44	0.1 %
Tools	256.26	0.0 %
Utilities	7,534.24	1.1 %
Chemicals	1,241.88	0.2 %
Repairs & Maintenance	13,481.12	1.9 %
Safety Supplies/Equipment	1,887.64	0.3 %
Vehicle Expense	2,230.42	0.3 %
Vehicle/Equipment Gas Expense	2,085.77	0.3 %
Water Testing	2,047.00	0.3 %
Water Purchases	95,325.00	13.4 %
Water Operations Expense	6,609.78	0.9 %
Misc Expense	509.28	0.1 %
TOTAL WATER EXPENSE	134,185.83	18.9 %
WASTEWATER EXPENSE		
Supplies	937.07	0.1 %
Tools	3,751.11	0.5 %
Utilities	31,658.73	4.5 %
Chemicals - HBTS	3,052.27	0.4 %
Sewer Lab Equip/Supplies - HBTS	27.54	0.0 %
Repairs & Maintenance	51,420.43	7.2 %
Safety Supplies/Equipment	1,355.64	0.2 %
Sludge Removal Expense - HBTS	1,500.00	0.2 %
Vehicle Expense	1,292.47	0.2 %
Vehicle/Equipment Gas Expense	3,582.76	0.5 %
Wastewater Testing - HBTS	3,318.00	0.5 %
Wastewater Testing - HWWTP	1,542.50	0.2 %
Plant Operations Expense - HBTS	3,410.37	0.5 %
Engineering - MESI	4,050.00	0.6 %
Misc Expense	364.38	0.1 %
Uniform Expense	19.99	0.0 %
TOTAL WASTEWATER EXPENSE	111,283.26	15.7 %

*1 Month Ended
July 31, 2015*

TOTAL EXPENSES	697,282.92	98.2 %
***** OPERATING INCOME/LOSS	<u>13,096.32</u>	1.8 %
*****	<u>13,096.32</u>	1.8 %
***** NET INCOME/LOSS	<u>13,096.32</u>	1.8 %