

HOLLEY NAVARRE WATER SYSTEM INC

BALANCE SHEET

July 2016

ASSETS

CURRENT ASSETS

Regions Operating	584,992.87
Petty Cash	850.00
Regions - Customer Water Deposits	461,981.44
Regions - Customer Sewer Deposits	278,862.96
Regions - Checking	2,327,647.39
Regions - Investments	1,140,314.37
Hancock Bank - HNWS14 Project Fund	907,947.99
Hancock Bank - HNWS14 Bond Fund	102,430.75
Regions - Time Deposit	122,947.65
Accounts Receivable	492,900.86
Unbilled Accounts Receivable	395,162.63
Accrued Interest Receivable	104.53
Accounts Receivable - Taps	31,646.52
Notes Receivable - FRUS	160,316.53
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	30,890.97
Due From The Club At Hidden Creek	88,376.77
Due From Municipal Engineering Services	8.95
Allowance for Bad Debt	(25,000.00)
Materials Inventory	357,264.28
Deposits	11,048.50
Prepaid Insurance	130,856.08
Prepaid Expenses	32,655.60

TOTAL CURRENT ASSETS

7,894,907.87

OTHER ASSETS

Land	1,583,746.13
Water Distribution System	21,825,002.55
Utility Plant Water	500,920.96
Utility Plant Water Facility	11,168.25
Well #3	803,386.00
Sewer Facility	42,639,593.85
Wastewater Sprayfield Rights	305,000.00
Greskovich Property RIBS	423,233.39
Office and Storage Buildings	672,742.38
Improvements O/T Buildings	260,213.80
Office Equipment	201,595.52
Equipment	2,186,280.28
Telemetry	140,212.96
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	4,439.67
CIP - Elevated Tank #6	29,487.58
CIP - Warehouse #2 Storage	46,987.34
CIP - Golf Course Reuse line Replacemen	806,140.88

CIP - Panhandle Trail L/S Relocation	60,071.55	
CIP - 8562 Turkey Bluff Road	12,444.59	
CIP - 2015 W Master Plan	26,360.00	
CIP - 2015 WW Master Plan	2,230.00	
CIP - 2015 W Model Project	10,200.00	
CIP - 2015 WW Model Project	53,925.00	
CIP - Navarre Beach	23,716.28	
CIP - Highway 399 Connection	2,322.97	
CIP - Reuse Capacity	17,869.95	
CIP - Inflow & Infiltration	73,030.96	
CIP - SR 87 Booster Station & GST	26,024.32	
CIP - Eglin Reuse/RIBS	20,146.63	
CIP - Gulf Breeze Reuse	1,450.00	
Debt Issue Costs	225,477.37	
Loan Discount	81,344.25	
Bond Issue Costs	0.46	
Accum Amort - Bond Issue Costs	(13,911.05)	
Accum Amort - Bond Discount	(5,021.00)	
Accumulated Depreciation	(26,177,443.70)	
TOTAL OTHER ASSETS		<u>54,165,393.09</u>
TOTAL ASSETS		<u><u>62,060,300.96</u></u>

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	231,048.40
Accrued Taxes	27,627.66
Social Security Taxes	5,532.06
Medicare Taxes	1,293.76
Federal W/H Taxes	5,336.83
Employee Deduction - Life Insurance	(175.18)
Employee Deduction - Supplemental Ins.	16.99
Accrued Interest Payable	63,868.24

TOTAL CURRENT LIABILITIES

334,548.76

LONG-TERM LIABILITIES

Water Deposits	398,090.00
Sewer Deposits	234,383.04
Net Pension Obligation	4,046,708.04
Loan Payable - CTA	6,710,000.00

TOTAL LONG-TERM LIABILITIES

11,389,181.08

TOTAL LIABILITIES

11,723,729.84

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	19,553,690.89
Contri-aid-Construction Sewer	34,459,287.52
Accum Amort - Construction	(17,616,559.17)
Membership Certificates	254,640.00
Contributed Capital	12,200.00
Capital Federal Grant	532,765.65
Unfunded Pension Liability	(3,883,369.92)
Retained Earnings	16,744,281.00
Year-to-Date Earnings	279,635.15

TOTAL CONTRIB/PROPRIETARY CAPITAL

50,336,571.12

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

62,060,300.96

HOLLEY NAVARRE WATER SYSTEM INC

INCOME STATEMENT

Month-to-Date Only, July 2016 - 1 month back, Consolidated by account

	<i>1 Month Ended July 31, 2016</i>	
REVENUE		
Taps - Water	27,150.75	3.0 %
Water Sales	411,207.36	44.9 %
Penalties	8,113.80	0.9 %
Disconnect Fees	1,300.00	0.1 %
NSF Fees	1,400.00	0.2 %
Service Charge - Water	10,340.00	1.1 %
Handling Fees	9.14	0.0 %
Recovery of Bad Debt	116.26	0.0 %
Interest Income	540.69	0.1 %
Misc Revenue - Water	31,809.53	3.5 %
Reimbursement From FRUS	25,246.17	2.8 %
Taps - Sewer	39,450.00	4.3 %
Wastewater Sales	358,137.28	39.1 %
TOTAL REVENUE	914,820.98	100.0 %
***** TOTAL REVENUE	914,820.98	100.0 %
***** GROSS PROFIT	914,820.98	100.0 %
EXPENSES		
GENERAL & ADMINISTRATIVE EXPENSE		
Wages	192,909.21	21.1 %
Capitalized Labor	(12,761.57)	-1.4 %
Payroll Taxes	18,461.08	2.0 %
Contract Labor	6,455.40	0.7 %
Group Insurance	63,514.91	6.9 %
Net Periodic Pension Cost	37,560.84	4.1 %
Other Taxes/License/Dues	2,378.95	0.3 %
Computer Expense	1,567.43	0.2 %
Supplies	654.58	0.1 %
Utilities	2,663.62	0.3 %
Repairs & Maintenance	580.88	0.1 %
Vehicle Expense	172.14	0.0 %
Education & Training	3,891.25	0.4 %
Travel Expense	320.00	0.0 %
Mileage	564.30	0.1 %
Office Equipment	514.98	0.1 %
Office Expense	10,076.63	1.1 %

*1 Month Ended
July 31, 2016*

Postage	4,597.15	0.5 %
Insurance Expense	25,896.25	2.8 %
Legal Expense	2,450.00	0.3 %
Bad Debt	565.71	0.1 %
Bank Charges	2,548.46	0.3 %
Bond Issue-Administrative Fees	1,000.00	0.1 %
Professional Services	579.08	0.1 %
Interest Expense	21,473.75	2.3 %
Misc Expense	280.14	0.0 %
Charitable Contribution	500.00	0.1 %
CASH OVER/SHORT	7.59	0.0 %
TOTAL GENERAL & ADMINISTRATIVE EXPENSE	389,422.76	42.6 %
DEPRECIATION & AMORTIZATION EXPENSE		
Amortization Expense	(111,725.68)	-12.2 %
Depreciation Expense	181,639.72	19.9 %
TOTAL DEPRECIATION & AMORTIZATION EXPENSE	69,914.04	7.6 %
WATER EXPENSE		
Supplies	1,481.35	0.2 %
Tools	344.40	0.0 %
Utilities	7,269.01	0.8 %
Chemicals	3,222.76	0.4 %
Repairs & Maintenance	23,656.59	2.6 %
Equipment Rental	70.00	0.0 %
Safety Supplies/Equipment	13.99	0.0 %
Vehicle/Equipment Gas Expense	2,242.80	0.2 %
Water Testing	1,978.00	0.2 %
Water Purchases	103,307.50	11.3 %
Water Operations Expense	398.14	0.0 %
Engineering - MESI	(1,840.00)	-0.2 %
Misc Expense	635.22	0.1 %
Uniform Expense	350.52	0.0 %
TOTAL WATER EXPENSE	143,130.28	15.6 %
WASTEWATER EXPENSE		
Supplies	972.11	0.1 %
Tools	458.41	0.1 %
Utilities	30,247.83	3.3 %
Chemicals - HBTS	5,411.54	0.6 %
Repairs & Maintenance	68,885.18	7.5 %
Safety Supplies/Equipment	14.00	0.0 %
Sludge Removal Expense - HBTS	5,000.00	0.5 %
Vehicle/Equipment Gas Expense	4,046.13	0.4 %
Wastewater Testing - HBTS	2,762.00	0.3 %
Wastewater Testing - HWWTP	1,361.50	0.1 %
Wastewater Permits	550.00	0.1 %
Plant Operations Expense - HBTS	547.15	0.1 %
Misc Expense	538.02	0.1 %

*1 Month Ended
July 31, 2016*

Uniform Expense	370.52	0.0 %
TOTAL WASTEWATER EXPENSE	<u>121,164.39</u>	13.2 %
TOTAL EXPENSES	<u>723,631.47</u>	79.1 %
***** OPERATING INCOME/LOSS	<u>191,189.51</u>	20.9 %
*****	<u>191,189.51</u>	20.9 %
***** NET INCOME/LOSS	<u>191,189.51</u>	20.9 %