

HOLLEY NAVARRE WATER SYSTEM INC

BALANCE SHEET

March 2015

ASSETS

CURRENT ASSETS

Regions Operating	229,693.72
Petty Cash	850.00
Regions - Customer Water Deposits	483,770.03
AmSouth - Customer Sewer Deposits	298,901.93
AmSouth - Checking	2,252,255.46
AmSouth - Investments	506,225.29
Hancock Bank - HNWS14 Project Fund	1,879,294.42
Hancock Bank - HNWS14 Bond Fund	236,842.16
AmSouth - Time Deposit	122,559.79
Accounts Receivable	312,621.78
Unbilled Accounts Receivable	347,000.63
Accrued Interest Receivable	8.44
Accounts Receivable - Taps	49,474.21
Accounts Receivable - Employee HSA	20,280.00
Notes Receivable - FRUS	174,890.73
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	381,094.52
Investment in THE CLUB AT HIDDEN CREEK	4,048,017.64
Investment in MUNICIPAL ENGINEERING SERV	134,246.53
Allowance for Bad Debt	(25,000.00)
Materials Inventory	312,551.00
Deposits	11,048.50
Prepaid Insurance	108,339.71
Prepaid Expenses	13,566.07

TOTAL CURRENT ASSETS

12,159,232.79

OTHER ASSETS

Land	1,264,048.18
Water Distribution System	20,797,246.96
Utility Plant Water	500,920.96
Utility Plant Water Facility	11,168.25
Well #3	803,386.00
Sewer Facility	42,077,150.78
Wastewater Sprayfield Rights	305,000.00
Greskovich Wastewater Sprayfield	333,244.39
Office and Storage Buildings	669,083.88
Improvements O/T Buildings	234,474.35
Office Equipment	180,553.35
Equipment	1,975,857.80
Telemetry	120,179.10
Trucks	1,340,434.06
Water - Line Extensions	410,670.91
Sewer - Line Extensions	1,088,661.35
CIP - Warehouse #2 Storage	21,710.00
CIP - Golf Course Reuse line Replacemen	46,029.00
CIP - Panhandle Trail L/S Relocation	3,910.00
Debt Issue Costs	225,477.37

Loan Discount	81,344.25	
Bond Issue Costs	0.46	
Accum Amort - Bond Issue Costs	(3,138.00)	
Accum Amort - Bond Discount	(1,133.00)	
Accumulated Depreciation	(23,295,325.01)	
Pension Liability - Current Portion	135,829.00	
	<hr/>	
TOTAL OTHER ASSETS		49,326,784.39
TOTAL ASSETS		<hr/> <hr/> 61,486,017.18

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	125,900.51
Accrued Taxes	41,346.96
Social Security Taxes	9,700.98
Medicare Taxes	2,268.80
Federal W/H Taxes	16,533.83
Employee Deduction - Life Insurance	(50.21)
Employee Deduction - Prepaid Legal	316.48
Employee Deduction - Supplemental Ins.	8.76
Employee Deduction - Vision	(391.46)
Accrued Interest Payable	86,317.13

TOTAL CURRENT LIABILITIES

281,951.78

LONG-TERM LIABILITIES

Water Deposits	423,715.00
Sewer Deposits	259,683.04
Pension Obligation	8,949,466.50
Pension Asset	(5,451,149.42)
Loan Payable - CTA	7,000,000.00

TOTAL LONG-TERM LIABILITIES

11,181,715.12

TOTAL LIABILITIES

11,463,666.90

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	18,511,979.81
Contri-aid-Construction Sewer	33,102,299.92
Accum Amort - Construction	(15,846,981.36)
Membership Certificates	239,375.00
Contributed Capital	12,200.00
Capital Federal Grant	237,765.65
Pension - Deferred Amendments	(325,757.67)
Pension - Deferred Gain (loss)	(3,448,345.17)
Retained Earnings	17,333,925.66
Year-to-Date Earnings	205,888.44

TOTAL CONTRIB/PROPRIETARY CAPITAL

50,022,350.28

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

61,486,017.18

HOLLEY NAVARRE WATER SYSTEM INC

INCOME STATEMENT

Month-to-Date Only, March 2015 - 8 months back, Consolidated by account

	<i>1 Month Ended March 31, 2015</i>	
REVENUE		
Taps - Water	19,993.50	3.4 %
Water Sales	261,464.64	44.0 %
Penalties	7,070.46	1.2 %
Disconnect Fees	2,050.00	0.3 %
NSF Fees	1,175.00	0.2 %
Service Charge - Water	8,335.00	1.4 %
Handling Fees	15.39	0.0 %
Recovery of Bad Debt	404.27	0.1 %
Interest Income	305.94	0.1 %
Interest Income - THE CLUB	6,322.88	1.1 %
Misc Revenue - Water	24.00	0.0 %
Taps - Sewer	27,833.40	4.7 %
Wastewater Sales	258,506.41	43.5 %
Misc Revenue - Wastewater	250.00	0.0 %
Gain/Loss on Sale of Assets	12,650.00	2.1 %
Pension - Deferred Gain (Loss)	(12,156.83)	-2.0 %
TOTAL REVENUE	594,244.06	100.0 %
***** TOTAL REVENUE	594,244.06	100.0 %
***** GROSS PROFIT	594,244.06	100.0 %
EXPENSES		
GENERAL & ADMINISTRATIVE EXPENSE		
Wages	226,204.58	38.1 %
Capitalized Labor	(18,988.44)	-3.2 %
Payroll Taxes	15,646.98	2.6 %
Group Insurance	57,509.49	9.7 %
Net Periodic Pension Cost	29,185.41	4.9 %
Other Taxes/License/Dues	3,165.00	0.5 %
Computer Expense	9,269.87	1.6 %
Supplies	999.19	0.2 %
Utilities	2,127.87	0.4 %
Repairs & Maintenance	23.98	0.0 %
Vehicle Expense	312.51	0.1 %
Education & Training	2,680.00	0.5 %
Travel Expense	657.75	0.1 %

***1 Month Ended
March 31, 2015***

Office Expense	9,725.66	1.6 %
Postage	4,899.57	0.8 %
Insurance Expense	18,072.60	3.0 %
Bad Debt	2,256.44	0.4 %
Bank Charges	1,765.61	0.3 %
Bond Issue-Administrative Fees	1,000.00	0.2 %
Professional Services	2,387.75	0.4 %
Interest Expense	21,672.00	3.6 %
Misc Expense	279.35	0.0 %
CASH OVER/SHORT	(21.66)	0.0 %
TOTAL GENERAL & ADMINISTRATIVE EXPENSE	390,831.51	65.8 %
DEPRECIATION & AMORTIZATION EXPENSE		
Amortization Expense	(108,093.00)	-18.2 %
Depreciation Expense	163,973.00	27.6 %
TOTAL DEPRECIATION & AMORTIZATION EXPENSE	55,880.00	9.4 %
WATER EXPENSE		
Supplies	925.79	0.2 %
Tools	5,073.24	0.9 %
Utilities	10,173.69	1.7 %
Chemicals	2,894.92	0.5 %
Repairs & Maintenance	18,570.82	3.1 %
Vehicle Expense	1,138.00	0.2 %
Vehicle/Equipment Gas Expense	2,298.71	0.4 %
Water Testing	1,235.00	0.2 %
Water Purchases	26,558.32	4.5 %
Water Operations Expense	318.09	0.1 %
Engineering - MESI	5,125.00	0.9 %
Engineering	(420.00)	-0.1 %
Misc Expense	481.50	0.1 %
TOTAL WATER EXPENSE	74,373.08	12.5 %
WASTEWATER EXPENSE		
Supplies	1,021.37	0.2 %
Tools	1,856.68	0.3 %
Utilities	30,746.37	5.2 %
Chemicals - HBTS	3,543.65	0.6 %
Chemicals - HWWTP	206.68	0.0 %
Polymers	2,844.00	0.5 %
Sewer Lab Equip/Supplies - HBTS	1,192.91	0.2 %
Repairs & Maintenance	90,599.61	15.2 %
Sludge Removal Expense - HBTS	6,000.00	1.0 %
Vehicle Expense	2,017.32	0.3 %
Vehicle/Equipment Gas Expense	4,617.53	0.8 %
Wastewater Testing - HBTS	2,661.00	0.4 %
Wastewater Testing - HWWTP	935.00	0.2 %
Wastewater Permits	(200.00)	0.0 %
Plant Operations Expense - HBTS	202.12	0.0 %

*1 Month Ended
March 31, 2015*

Engineering - MESI	6,875.00	1.2 %
Engineering	(420.00)	-0.1 %
Misc Expense	336.60	0.1 %
TOTAL WASTEWATER EXPENSE	<u>155,035.84</u>	26.1 %
TOTAL EXPENSES	<u>676,120.43</u>	113.8 %
***** OPERATING INCOME/LOSS	<u>(81,876.37)</u>	-13.8 %
*****	<u>(81,876.37)</u>	-13.8 %
***** NET INCOME/LOSS	<u>(81,876.37)</u>	-13.8 %