

HOLLEY NAVARRE WATER SYSTEM INC

BALANCE SHEET

October 2015

ASSETS

CURRENT ASSETS

Regions Operating	1,222,848.69
Petty Cash	850.00
Regions - Customer Water Deposits	466,478.46
AmSouth - Customer Sewer Deposits	283,578.24
AmSouth - Checking	511,539.12
AmSouth - Investments	1,143,535.92
Hancock Bank - HNWS14 Project Fund	1,469,264.30
Hancock Bank - HNWS14 Bond Fund	202,810.41
AmSouth - Time Deposit	122,713.93
Accounts Receivable	371,266.23
Unbilled Accounts Receivable	347,000.63
Accrued Interest Receivable	19.06
Accounts Receivable - Taps	43,713.82
Notes Receivable - FRUS	173,433.31
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	248.99
Investment in MUNICIPAL ENGINEERING SERV	134,400.94
Allowance for Bad Debt	(25,000.00)
Materials Inventory	332,937.81
Deposits	11,048.50
Prepaid Insurance	182,800.94
Prepaid Expenses	29,070.61

TOTAL CURRENT ASSETS

7,285,260.14

OTHER ASSETS

Land	1,583,746.13
Water Distribution System	21,244,589.03
Utility Plant Water	500,920.96
Utility Plant Water Facility	11,168.25
Well #3	803,386.00
Sewer Facility	42,321,552.87
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	187,069.35
Equipment	2,056,540.63
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	26,910.67
CIP - Warehouse #2 Storage	26,885.00
CIP - Golf Course Reuse line Replacemen	411,343.99
CIP - Panhandle Trail L/S Relocation	44,885.80

CIP - 8562 Turkey Bluff Road	10,893.55	
CIP - 2015 W Master Plan	11,240.00	
CIP - 2015 WW Master Plan	2,230.00	
CIP - 2015 W Model Project	5,600.00	
CIP - 2015 WW Model Project	24,400.00	
CIP - Navarre Beach	9,461.15	
CIP - Highway 399 Connection	600.00	
CIP - Reuse Capacity	8,400.00	
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	(7,569.00)	
Accum Amort - Bond Discount	(2,736.00)	
Accumulated Depreciation	(24,427,156.66)	
Pension Liability - Current Portion	526,399.00	
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TOTAL OTHER ASSETS		54,680,872.44
TOTAL ASSETS		<hr/> <hr/> 61,966,132.58

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	86,913.38
Accrued Taxes	28,091.58
Social Security Taxes	5,485.40
Medicare Taxes	1,282.80
Federal W/H Taxes	5,215.13
Employee Deduction - Life Insurance	(148.79)
Employee Deduction - Prepaid Legal	365.24
Accrued Interest Payable	107,261.75

TOTAL CURRENT LIABILITIES

234,466.49

LONG-TERM LIABILITIES

Water Deposits	408,110.00
Sewer Deposits	244,193.04
Pension Obligation	9,321,800.00
Pension Asset	(5,633,495.36)
Loan Payable - CTA	6,855,000.00

TOTAL LONG-TERM LIABILITIES

11,195,607.68

TOTAL LIABILITIES

11,430,074.17

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	18,885,371.06
Contri-aid-Construction Sewer	33,643,761.52
Accum Amort - Construction	(16,609,666.36)
Membership Certificates	246,555.00
Contributed Capital	12,200.00
Capital Federal Grant	237,765.65
Pension - Deferred Amendments	(311,447.36)
Pension - Deferred Gain (loss)	(3,363,247.36)
Retained Earnings	17,333,925.66
Year-to-Date Earnings	460,840.60

TOTAL CONTRIB/PROPRIETARY CAPITAL

50,536,058.41

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

61,966,132.58

HOLLEY NAVARRE WATER SYSTEM INC

INCOME STATEMENT

**Month-to-Date Only, October 2015 - 1 month back, Consolidated by
account**

	1 Month Ended October 31, 2015	
REVENUE		
Taps - Water	20,250.00	2.9 %
Water Sales	309,885.38	43.8 %
Penalties	7,151.77	1.0 %
Disconnect Fees	2,639.27	0.4 %
NSF Fees	525.00	0.1 %
Service Charge - Water	8,185.00	1.2 %
Handling Fees	4.72	0.0 %
Recovery of Bad Debt	361.60	0.1 %
Interest Income	358.57	0.1 %
Misc Revenue - Water	40.00	0.0 %
Reimbursement From FRUS	64,873.50	9.2 %
Taps - Sewer	26,460.00	3.7 %
Wastewater Sales	279,506.00	39.5 %
Pension - Deferred Gain (Loss)	(12,156.83)	-1.7 %
TOTAL REVENUE	708,083.98	100.0 %
***** TOTAL REVENUE	708,083.98	100.0 %
***** GROSS PROFIT	708,083.98	100.0 %
EXPENSES		
GENERAL & ADMINISTRATIVE EXPENSE		
Wages	209,143.30	29.5 %
Capitalized Labor	(10,331.20)	-1.5 %
Payroll Taxes	17,276.87	2.4 %
Group Insurance	78,695.03	11.1 %
Net Periodic Pension Cost	29,185.41	4.1 %
Other Taxes/License/Dues	511.00	0.1 %
Computer Expense	1,526.95	0.2 %
Supplies	847.69	0.1 %
Utilities	2,495.78	0.4 %
Repairs & Maintenance	369.00	0.1 %
Vehicle Expense	549.41	0.1 %
Education & Training	1,234.80	0.2 %
Travel Expense	4,186.75	0.6 %
Office Equipment	900.08	0.1 %
Office Expense	19,223.69	2.7 %

***1 Month Ended
October 31, 2015***

Postage	4,249.05	0.6 %
Insurance Expense	19,932.34	2.8 %
Legal Expense	890.00	0.1 %
Advertising Expense	91.10	0.0 %
Bank Charges	2,274.59	0.3 %
Bond Issue-Administrative Fees	1,000.00	0.1 %
Professional Services	82.88	0.0 %
Interest Expense	21,672.00	3.1 %
Misc Expense	1,898.73	0.3 %
Uniform Expense	447.76	0.1 %
CASH OVER/SHORT	1.94	0.0 %
TOTAL GENERAL & ADMINISTRATIVE EXPENSE	408,354.95	57.7 %
DEPRECIATION & AMORTIZATION EXPENSE		
Amortization Expense	(108,093.00)	-15.3 %
Depreciation Expense	163,973.00	23.2 %
TOTAL DEPRECIATION & AMORTIZATION EXPENSE	55,880.00	7.9 %
WATER EXPENSE		
Supplies	2,160.65	0.3 %
Tools	1,463.77	0.2 %
Utilities	7,844.72	1.1 %
Chemicals	1,240.24	0.2 %
Repairs & Maintenance	13,062.31	1.8 %
Safety Supplies/Equipment	143.34	0.0 %
Vehicle/Equipment Gas Expense	2,088.69	0.3 %
Water Testing	1,883.00	0.3 %
Water Purchases	95,325.00	13.5 %
Water Operations Expense	5,584.42	0.8 %
Misc Expense	1,631.45	0.2 %
Uniform Expense	1,505.08	0.2 %
TOTAL WATER EXPENSE	133,932.67	18.9 %
WASTEWATER EXPENSE		
Supplies	1,476.46	0.2 %
Tools	1,810.14	0.3 %
Utilities	35,439.98	5.0 %
Chemicals - HBTS	2,170.51	0.3 %
Sewer Lab Equip/Supplies - HBTS	275.73	0.0 %
Repairs & Maintenance	78,554.15	11.1 %
Safety Supplies/Equipment	80.54	0.0 %
Sludge Removal Expense - HBTS	1,500.00	0.2 %
Vehicle Expense	975.00	0.1 %
Vehicle/Equipment Gas Expense	3,171.04	0.4 %
Wastewater Testing - HBTS	3,262.00	0.5 %
Wastewater Testing - HWWTP	1,330.50	0.2 %
Wastewater Permits	1,000.00	0.1 %
Plant Operations Expense - HBTS	3,247.58	0.5 %
Misc Expense	525.60	0.1 %

*1 Month Ended
October 31, 2015*

Uniform Expense	1,276.64	0.2 %
TOTAL WASTEWATER EXPENSE	<u>136,095.87</u>	19.2 %
TOTAL EXPENSES	<u>734,263.49</u>	103.7 %
***** OPERATING INCOME/LOSS	<u>(26,179.51)</u>	-3.7 %
*****	<u>(26,179.51)</u>	-3.7 %
***** NET INCOME/LOSS	<u>(26,179.51)</u>	-3.7 %