

HOLLEY NAVARRE WATER SYSTEM INC

BALANCE SHEET

October 2016

ASSETS

CURRENT ASSETS

Regions Operating	894,452.33
Petty Cash	850.00
Regions - Customer Water Deposits	452,638.82
Regions - Customer Sewer Deposits	271,483.59
Regions - Checking	2,310,391.10
Regions - Investments	1,139,357.67
Hancock Bank - HNWS14 Project Fund	908,902.26
Hancock Bank - HNWS14 Bond Fund	203,860.45
Regions - Time Deposit	123,026.22
Accounts Receivable	491,200.06
Unbilled Accounts Receivable	395,162.63
Accrued Interest Receivable	123.43
Accounts Receivable - Taps	10,599.24
Notes Receivable - FRUS	155,944.27
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	20,482.77
Due From The Club At Hidden Creek	88,376.77
Allowance for Bad Debt	(25,000.00)
Materials Inventory	401,262.95
Deposits	11,048.50
Prepaid Insurance	129,180.92
Prepaid Expenses	44,632.95

TOTAL CURRENT ASSETS

8,288,677.16

OTHER ASSETS

Land	1,821,152.39
Water Distribution System	21,995,937.89
Utility Plant Water	500,920.96
Utility Plant Water Facility	11,168.25
Well #3	803,386.00
Sewer Facility	42,774,603.71
Wastewater Sprayfield Rights	305,000.00
Greskovich Property RIBS	486,711.80
Office and Storage Buildings	672,742.38
Improvements O/T Buildings	260,213.80
Office Equipment	201,595.52
Equipment	2,188,479.28
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	5,220.64
CIP - Elevated Tank #6	30,286.88
CIP - Warehouse #2 Storage	47,658.18
CIP - Golf Course Reuse line Replacemen	806,140.88
CIP - Panhandle Trail L/S Relocation	60,071.55

CIP - 8562 Turkey Bluff Road	13,283.15	
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	56,825.00	
CIP - Navarre Beach	24,390.28	
CIP - Highway 399 Connection	3,157.60	
CIP - Reuse Capacity	17,869.95	
CIP - Inflow & Infiltration	74,930.96	
CIP - SR 87 Booster Station & GST	45,068.76	
CIP - Eglin Reuse/RIBS	29,034.10	
CIP - Gulf Breeze Reuse	5,380.00	
Debt Issue Costs	225,477.37	
Loan Discount	81,344.25	
Bond Issue Costs	0.46	
Accum Amort - Bond Issue Costs	(16,086.50)	
Accum Amort - Bond Discount	(5,804.00)	
Accumulated Depreciation	(26,722,362.86)	
TOTAL OTHER ASSETS		<u>54,267,804.56</u>
TOTAL ASSETS		<u><u>62,556,481.72</u></u>

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	260,364.48
Accrued Taxes	37,451.36
Social Security Taxes	5,705.00
Medicare Taxes	1,334.32
Federal W/H Taxes	5,416.45
Employee Deduction - Life Insurance	(225.39)
Employee Deduction - Supplemental Ins.	37.68
Accrued Interest Payable	128,289.49

TOTAL CURRENT LIABILITIES

438,373.39

LONG-TERM LIABILITIES

Water Deposits	391,920.00
Sewer Deposits	229,133.04
Net Pension Obligation	4,046,708.04
Loan Payable - CTA	6,710,000.00

TOTAL LONG-TERM LIABILITIES

11,377,761.08

TOTAL LIABILITIES

11,816,134.47

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	19,695,419.89
Contri-aid-Construction Sewer	34,668,840.92
Accum Amort - Construction	(17,954,694.66)
Membership Certificates	257,505.00
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	667,399.37

TOTAL CONTRIB/PROPRIETARY CAPITAL

50,740,347.25

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

62,556,481.72

HOLLEY NAVARRE WATER SYSTEM INC

INCOME STATEMENT

**Month-to-Date Only, October 2016 - current month, Consolidated by
account**

	1 Month Ended October 31, 2016	
REVENUE		
Taps - Water	16,368.75	2.1 %
Water Sales	369,059.19	46.4 %
Penalties	6,984.43	0.9 %
Disconnect Fees	2,250.00	0.3 %
NSF Fees	1,375.00	0.2 %
Service Charge - Water	7,890.00	1.0 %
Handling Fees	11.40	0.0 %
Recovery of Bad Debt	319.49	0.0 %
Interest Income	376.38	0.0 %
Misc Revenue - Water	16.00	0.0 %
Reimbursement From FRUS	19,282.26	2.4 %
Taps - Sewer	25,515.00	3.2 %
Wastewater Sales	346,700.34	43.5 %
TOTAL REVENUE	796,148.24	100.0 %
***** TOTAL REVENUE	796,148.24	100.0 %
***** GROSS PROFIT	796,148.24	100.0 %
EXPENSES		
GENERAL & ADMINISTRATIVE EXPENSE		
Wages	197,296.05	24.8 %
Capitalized Labor	(21,334.04)	-2.7 %
Payroll Taxes	14,401.40	1.8 %
Contract Labor	4,233.40	0.5 %
Group Insurance	57,317.74	7.2 %
Net Periodic Pension Cost	37,560.84	4.7 %
Other Taxes/License/Dues	727.00	0.1 %
Computer Expense	5,087.13	0.6 %
Supplies	1,002.95	0.1 %
Utilities	2,831.90	0.4 %
Repairs & Maintenance	192.99	0.0 %
Safety Supplies/Equipment	6.65	0.0 %
Vehicle Expense	268.68	0.0 %
Education & Training	10,274.05	1.3 %
Travel Expense	(232.03)	0.0 %
Office Equipment	359.49	0.0 %

1 Month Ended
October 31, 2016

Office Expense	11,561.63	1.5 %
Postage	4,887.32	0.6 %
Insurance Expense	17,396.73	2.2 %
Legal Expense	3,795.92	0.5 %
Advertising Expense	156.00	0.0 %
Bad Debt	1,617.84	0.2 %
Bank Charges	2,581.12	0.3 %
Bond Issue-Administrative Fees	2,650.00	0.3 %
Professional Services	6,496.83	0.8 %
Interest Expense	21,473.75	2.7 %
Misc Expense	873.63	0.1 %
Charitable Contribution	2,500.00	0.3 %
CASH OVER/SHORT	9.74	0.0 %
TOTAL GENERAL & ADMINISTRATIVE EXPENSE	385,994.71	48.5 %
DEPRECIATION & AMORTIZATION EXPENSE		
Amortization Expense	(111,725.68)	-14.0 %
Depreciation Expense	181,639.72	22.8 %
TOTAL DEPRECIATION & AMORTIZATION EXPENSE	69,914.04	8.8 %
WATER EXPENSE		
Supplies	2,491.42	0.3 %
Tools	1,921.37	0.2 %
Utilities	6,380.51	0.8 %
Chemicals	1,553.38	0.2 %
Repairs & Maintenance	12,720.80	1.6 %
Safety Supplies/Equipment	6.65	0.0 %
Vehicle/Equipment Gas Expense	2,842.32	0.4 %
Water Testing	2,016.00	0.3 %
Water Purchases	103,307.50	13.0 %
Water Operations Expense	426.64	0.1 %
Misc Expense	635.22	0.1 %
TOTAL WATER EXPENSE	134,301.81	16.9 %
WASTEWATER EXPENSE		
Supplies	1,774.49	0.2 %
Tools	716.37	0.1 %
Utilities	30,705.53	3.9 %
Chemicals - HBTS	3,240.14	0.4 %
Chemicals - HWWTP	207.73	0.0 %
Repairs & Maintenance	84,150.56	10.6 %
Safety Supplies/Equipment	6.66	0.0 %
Sludge Removal Expense - HBTS	2,000.00	0.3 %
Vehicle Expense	12.99	0.0 %
Vehicle/Equipment Gas Expense	3,939.96	0.5 %
Wastewater Testing - HBTS	3,810.00	0.5 %
Wastewater Testing - HWWTP	1,445.50	0.2 %
Plant Operations Expense - HBTS	1,588.42	0.2 %
Engineering - MESI	550.00	0.1 %

*1 Month Ended
October 31, 2016*

Misc Expense	565.02	0.1 %
Uniform Expense	18.99	0.0 %
TOTAL WASTEWATER EXPENSE	<u>134,732.36</u>	16.9 %
TOTAL EXPENSES	<u>724,942.92</u>	91.1 %
***** OPERATING INCOME/LOSS	<u>71,205.32</u>	8.9 %
*****	<u>71,205.32</u>	8.9 %
***** NET INCOME/LOSS	<u>71,205.32</u>	8.9 %