

HOLLEY NAVARRE WATER SYSTEM INC

BALANCE SHEET

September 2015

ASSETS

CURRENT ASSETS

Regions Operating	743,263.31
Petty Cash	850.00
Regions - Customer Water Deposits	467,963.20
AmSouth - Customer Sewer Deposits	285,148.34
AmSouth - Checking	1,712,323.12
AmSouth - Investments	505,138.31
Hancock Bank - HNWS14 Project Fund	1,469,149.88
Hancock Bank - HNWS14 Bond Fund	169,175.51
AmSouth - Time Deposit	122,713.93
Accounts Receivable	376,481.93
Unbilled Accounts Receivable	347,000.63
Accrued Interest Receivable	8.42
Accounts Receivable - Taps	45,682.63
Notes Receivable - FRUS	174,890.73
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	8,096.19
Investment in MUNICIPAL ENGINEERING SERV	134,400.94
Allowance for Bad Debt	(25,000.00)
Materials Inventory	304,620.88
Deposits	11,048.50
Prepaid Insurance	219,780.79
Prepaid Expenses	25,177.35

TOTAL CURRENT ASSETS

7,358,614.82

OTHER ASSETS

Land	1,583,746.13
Water Distribution System	21,179,892.51
Utility Plant Water	500,920.96
Utility Plant Water Facility	11,168.25
Well #3	803,386.00
Sewer Facility	42,309,286.62
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	180,553.35
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	26,204.77
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	10,713.55	
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	8,450.00	
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	(6,936.00)	
Accum Amort - Bond Discount	(2,507.00)	
Accumulated Depreciation	(24,263,183.66)	
Pension Liability - Current Portion	526,399.00	
TOTAL OTHER ASSETS		<u>54,760,331.62</u>
TOTAL ASSETS		<u>62,118,946.44</u>

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	265,900.04
Accrued Taxes	45,807.91
Employee Deduction - Life Insurance	(211.38)
Employee Deduction - Prepaid Legal	301.76
Accrued Interest Payable	85,589.75

TOTAL CURRENT LIABILITIES

397,388.08

LONG-TERM LIABILITIES

Water Deposits	411,045.00
Sewer Deposits	247,228.04
Pension Obligation	9,268,609.50
Pension Asset	(5,607,445.94)
Loan Payable - CTA	6,855,000.00

TOTAL LONG-TERM LIABILITIES

11,174,436.60

TOTAL LIABILITIES

11,571,824.68

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	18,838,121.06
Contri-aid-Construction Sewer	33,582,021.52
Accum Amort - Construction	(16,500,711.36)
Membership Certificates	245,675.00
Contributed Capital	12,200.00
Capital Federal Grant	237,765.65
Pension - Deferred Amendments	(313,491.69)
Pension - Deferred Gain (loss)	(3,375,404.19)
Retained Earnings	17,333,925.66
Year-to-Date Earnings	487,020.11

TOTAL CONTRIB/PROPRIETARY CAPITAL

50,547,121.76

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

62,118,946.44

HOLLEY NAVARRE WATER SYSTEM INC

INCOME STATEMENT

Month-to-Date Only, September 2015 - 2 months back, Consolidated by
account

	<i>1 Month Ended</i> <i>September 30, 2015</i>	
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REVENUE		
Taps - Water	15,516.00	2.2 %
Water Sales	309,285.94	44.5 %
Penalties	6,426.88	0.9 %
Disconnect Fees	2,900.00	0.4 %
NSF Fees	925.00	0.1 %
Service Charge - Water	8,420.00	1.2 %
Handling Fees	19.47	0.0 %
Recovery of Bad Debt	142.78	0.0 %
Interest Income	397.80	0.1 %
Misc Revenue - Water	32.00	0.0 %
Reimbursement From FRUS	57,025.98	8.2 %
Taps - Sewer	29,131.20	4.2 %
Wastewater Sales	285,248.61	41.1 %
Gain/Loss on Sale of Assets	(8,604.26)	-1.2 %
Pension - Deferred Gain (Loss)	(12,156.83)	-1.7 %
TOTAL REVENUE	<u>694,710.57</u>	100.0 %
***** TOTAL REVENUE	<u>694,710.57</u>	100.0 %
***** GROSS PROFIT	<u>694,710.57</u>	100.0 %
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EXPENSES		
GENERAL & ADMINISTRATIVE EXPENSE		
Wages	189,639.41	27.3 %
Capitalized Labor	(16,371.93)	-2.4 %
Payroll Taxes	13,628.90	2.0 %
Group Insurance	30,625.31	4.4 %
Net Periodic Pension Cost	29,185.41	4.2 %
Other Taxes/License/Dues	784.00	0.1 %
Computer Expense	5,601.45	0.8 %
Supplies	1,120.59	0.2 %
Utilities	2,831.73	0.4 %
Repairs & Maintenance	257.34	0.0 %
Vehicle Expense	779.04	0.1 %
Education & Training	5,532.25	0.8 %
Travel Expense	3,246.90	0.5 %
Office Equipment	1,837.94	0.3 %

***1 Month Ended
September 30, 2015***

Office Expense	16,208.19	2.3 %
Postage	4,937.57	0.7 %
Insurance Expense	17,169.59	2.5 %
Legal Expense	9,175.52	1.3 %
Engineering Expense	8,200.00	1.2 %
Bad Debt	915.01	0.1 %
Bank Charges	2,375.23	0.3 %
Bond Issue-Administrative Fees	1,000.00	0.1 %
Professional Services	28,939.89	4.2 %
Interest Expense	21,672.00	3.1 %
Misc Expense	23.78	0.0 %
CASH OVER/SHORT	0.02	0.0 %
TOTAL GENERAL & ADMINISTRATIVE EXPENSE	379,315.14	54.6 %
DEPRECIATION & AMORTIZATION EXPENSE		
Amortization Expense	(108,093.00)	-15.6 %
Depreciation Expense	163,973.00	23.6 %
TOTAL DEPRECIATION & AMORTIZATION EXPENSE	55,880.00	8.0 %
WATER EXPENSE		
Supplies	3,944.31	0.6 %
Tools	1,303.15	0.2 %
Utilities	7,797.41	1.1 %
Chemicals	4,137.98	0.6 %
Repairs & Maintenance	7,144.37	1.0 %
Safety Supplies/Equipment	2,924.15	0.4 %
Vehicle Expense	1,133.25	0.2 %
Vehicle/Equipment Gas Expense	2,572.85	0.4 %
Water Testing	1,371.00	0.2 %
Water Purchases	98,502.50	14.2 %
Water Operations Expense	2,876.64	0.4 %
Engineering - MESI	2,100.00	0.3 %
Misc Expense	467.52	0.1 %
TOTAL WATER EXPENSE	136,275.13	19.6 %
WASTEWATER EXPENSE		
Supplies	1,824.44	0.3 %
Tools	863.72	0.1 %
Utilities	31,855.88	4.6 %
Chemicals - HBTS	7,450.02	1.1 %
Repairs & Maintenance	45,112.37	6.5 %
Equipment Rental	70.00	0.0 %
Safety Supplies/Equipment	2,637.36	0.4 %
Sludge Removal Expense - HBTS	4,000.00	0.6 %
Vehicle Expense	3,176.35	0.5 %
Vehicle/Equipment Gas Expense	3,102.03	0.4 %
Wastewater Testing - HBTS	2,529.00	0.4 %
Wastewater Testing - HWWTP	964.00	0.1 %
Plant Operations Expense - HBTS	2,982.09	0.4 %

*1 Month Ended
September 30, 2015*

Engineering - MESI	1,800.00	0.3 %
Engineering	(250.00)	0.0 %
Line Extensions - Sewer	540.00	0.1 %
Misc Expense	322.62	0.0 %
TOTAL WASTEWATER EXPENSE	<u>108,979.88</u>	15.7 %
TOTAL EXPENSES	<u>680,450.15</u>	97.9 %
***** OPERATING INCOME/LOSS	<u>14,260.42</u>	2.1 %
*****	<u>14,260.42</u>	2.1 %
***** NET INCOME/LOSS	<u>14,260.42</u>	2.1 %