

HOLLEY NAVARRE WATER SYSTEM INC

BALANCE SHEET

March 2016

ASSETS

CURRENT ASSETS

Regions Operating	1,505,169.42
Petty Cash	850.00
Regions - Customer Water Deposits	469,778.63
AmSouth - Customer Sewer Deposits	282,740.73
AmSouth - Checking	1,203,197.17
AmSouth - Investments	1,141,620.52
Hancock Bank - HNWS14 Project Fund	906,535.70
Hancock Bank - HNWS14 Bond Fund	241,675.53
AmSouth - Time Deposit	122,870.83
Accounts Receivable	338,151.74
Unbilled Accounts Receivable	395,162.63
Accrued Interest Receivable	104.65
Accounts Receivable - Taps	35,888.95
Notes Receivable - FRUS	166,146.21
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	87,793.77
Due From The Club At Hidden Creek	53,876.77
Due From Municipal Engineering Services	34,409.89
Allowance for Bad Debt	(25,000.00)
Materials Inventory	368,152.04
Deposits	11,048.50
Prepaid Insurance	48,909.23
Prepaid Expenses	23,835.05

TOTAL CURRENT ASSETS

7,673,618.19

OTHER ASSETS

Land	1,583,746.13
Water Distribution System	21,562,633.59
Utility Plant Water	500,920.96
Utility Plant Water Facility	11,168.25
Well #3	803,386.00
Sewer Facility	42,434,545.35
Wastewater Sprayfield Rights	305,000.00
Greskovich Wastewater Sprayfield	337,754.45
Office and Storage Buildings	670,997.38
Improvements O/T Buildings	260,213.80
Office Equipment	198,245.52
Equipment	2,136,780.28
Telemetry	121,979.10
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	1,990.00
CIP - Elevated Tank #6	29,487.58
CIP - Warehouse #2 Storage	45,602.50
CIP - Golf Course Reuse line Replacemen	824,635.47

CIP - Panhandle Trail L/S Relocation	60,071.55	
CIP - 8562 Turkey Bluff Road	10,713.55	
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	49,755.00	
CIP - Navarre Beach	23,116.28	
CIP - Highway 399 Connection	600.00	
CIP - Reuse Capacity	17,469.95	
CIP - Inflow & Infiltration	7,497.50	
Debt Issue Costs	225,477.37	
Loan Discount	81,344.25	
Bond Issue Costs	0.46	
Accum Amort - Bond Issue Costs	(11,010.45)	
Accum Amort - Bond Discount	(3,977.00)	
Accumulated Depreciation	(25,450,884.82)	
TOTAL OTHER ASSETS		<u>54,163,052.97</u>
TOTAL ASSETS		<u><u>61,836,671.16</u></u>

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	291,190.98
Accrued Taxes	47,090.27
Employee Deduction - Life Insurance	(126.81)
Employee Deduction - Prepaid Legal	331.20
Accrued Interest Payable	107,282.62

TOTAL CURRENT LIABILITIES

445,768.26

LONG-TERM LIABILITIES

Water Deposits	403,860.00
Sewer Deposits	242,273.04
Pension Obligation	8,984,733.50
Pension Asset	(4,938,025.46)
Loan Payable - CTA	6,855,000.00

TOTAL LONG-TERM LIABILITIES

11,547,841.08

TOTAL LIABILITIES

11,993,609.34

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	19,280,974.39
Contri-aid-Construction Sewer	34,030,939.32
Accum Amort - Construction	(17,165,711.85)
Membership Certificates	250,640.00
Contributed Capital	12,200.00
Capital Federal Grant	532,765.65
Pension - Deferred Amendments	(279,701.71)
Pension - Deferred Gain (loss)	(3,603,668.21)
Retained Earnings	16,744,281.00
Year-to-Date Earnings	40,343.23

TOTAL CONTRIB/PROPRIETARY CAPITAL

49,843,061.82

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

61,836,671.16

HOLLEY NAVARRE WATER SYSTEM INC

INCOME STATEMENT

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

	<i>1 Month Ended March 31, 2016</i>	
REVENUE		
Taps - Water	34,425.00	4.9 %
Water Sales	298,936.94	42.8 %
Penalties	6,593.13	0.9 %
Disconnect Fees	2,650.00	0.4 %
NSF Fees	1,125.00	0.2 %
Service Charge - Water	9,425.00	1.4 %
Recovery of Bad Debt	343.03	0.0 %
Interest Income	580.53	0.1 %
Misc Revenue - Water	4,325.60	0.6 %
Reimbursement From FRUS	19,089.60	2.7 %
Taps - Sewer	54,180.00	7.8 %
Wastewater Sales	278,345.72	39.9 %
Pension - Deferred Gain (Loss)	(12,156.83)	-1.7 %
TOTAL REVENUE	697,862.72	100.0 %
***** TOTAL REVENUE	697,862.72	100.0 %
***** GROSS PROFIT	697,862.72	100.0 %
EXPENSES		
GENERAL & ADMINISTRATIVE EXPENSE		
Wages	193,399.39	27.7 %
Capitalized Labor	(7,829.20)	-1.1 %
Payroll Taxes	13,974.17	2.0 %
Contract Labor	1,818.00	0.3 %
Group Insurance	81,165.81	11.6 %
Net Periodic Pension Cost	29,185.41	4.2 %
Other Taxes/License/Dues	2,720.00	0.4 %
Computer Expense	2,539.60	0.4 %
Supplies	240.49	0.0 %
Utilities	2,515.47	0.4 %
Vehicle Expense	252.31	0.0 %
Education & Training	581.25	0.1 %
Office Equipment	149.99	0.0 %
Office Expense	9,245.13	1.3 %
Postage	4,272.10	0.6 %
Insurance Expense	18,892.59	2.7 %

***1 Month Ended
March 31, 2016***

Legal Expense	2,596.25	0.4 %
Accounting/Auditing Expense	4,750.00	0.7 %
Engineering Expense	8,485.00	1.2 %
Bad Debt	1,169.94	0.2 %
Bank Charges	2,293.11	0.3 %
Bond Issue-Administrative Fees	1,000.00	0.1 %
Professional Services	8,962.33	1.3 %
Interest Expense	21,473.25	3.1 %
Misc Expense	198.75	0.0 %
CASH OVER/SHORT	(7.01)	0.0 %
TOTAL GENERAL & ADMINISTRATIVE EXPENSE	404,044.13	57.9 %
DEPRECIATION & AMORTIZATION EXPENSE		
Amortization Expense	(111,725.68)	-16.0 %
Depreciation Expense	181,639.72	26.0 %
TOTAL DEPRECIATION & AMORTIZATION EXPENSE	69,914.04	10.0 %
WATER EXPENSE		
Supplies	1,031.42	0.1 %
Tools	385.89	0.1 %
Utilities	5,920.45	0.8 %
Chemicals	1,038.18	0.1 %
Repairs & Maintenance	26,973.22	3.9 %
Equipment Rental	57.00	0.0 %
Vehicle/Equipment Gas Expense	1,723.57	0.2 %
Water Testing	1,313.00	0.2 %
Water Purchases	103,307.50	14.8 %
Water Operations Expense	107.35	0.0 %
Engineering - MESI	500.00	0.1 %
Engineering	(1,555.00)	-0.2 %
Misc Expense	653.22	0.1 %
TOTAL WATER EXPENSE	141,455.80	20.3 %
WASTEWATER EXPENSE		
Supplies	2,570.75	0.4 %
Tools	595.77	0.1 %
Utilities	30,155.55	4.3 %
Chemicals - HBTS	3,170.32	0.5 %
Repairs & Maintenance	96,820.44	13.9 %
Sludge Removal Expense - HBTS	6,000.00	0.9 %
Vehicle Expense	(95.07)	0.0 %
Vehicle/Equipment Gas Expense	3,025.94	0.4 %
Wastewater Testing - HBTS	1,664.00	0.2 %
Wastewater Testing - HWWTP	1,005.00	0.1 %
Plant Operations Expense - HBTS	144.36	0.0 %
Engineering - MESI	1,450.00	0.2 %
Engineering	(1,555.00)	-0.2 %
Misc Expense	463.02	0.1 %
Uniform Expense	63.98	0.0 %

*1 Month Ended
March 31, 2016*

TOTAL WASTEWATER EXPENSE	145,479.06	20.8 %
TOTAL EXPENSES	760,893.03	109.0 %
***** OPERATING INCOME/LOSS	(63,030.31)	-9.0 %
*****	(63,030.31)	-9.0 %
***** NET INCOME/LOSS	(63,030.31)	-9.0 %
