

HOLLEY NAVARRE WATER SYSTEM INC

BALANCE SHEET

November 2019

ASSETS

CURRENT ASSETS

Regions Operating	4,165.89
Petty Cash	850.00
Beach Bank - Operating	1,511.76
Centennial Bank - Cash Account	245,149.98
Ameris Bank - Operating	2,134,897.16
Ameris Bank - Water Deposits	427,454.43
Ameris Bank - Sewer Deposits	251,099.32
Ameris Bank - Impact Fees	5,608,596.69
Hancock Bank - HNWS14 Bond Fund	121,204.04
Accounts Receivable	683,645.66
Unbilled Accounts Receivable	472,935.63
Accounts Receivable - Taps	105,544.63
Notes Receivable - FRUS	102,019.73
Capital Contribution - Fairpoint	260,700.23
Due From Fairpoint	29,801.61
Allowance for Bad Debt	(25,000.00)
Materials Inventory	343,166.07
Deposits	11,048.50
Prepaid Insurance	137,024.55
Prepaid Expenses	41,827.39

TOTAL CURRENT ASSETS

10,957,643.27

OTHER ASSETS

Land	2,201,266.83
Water Distribution System	24,836,133.05
Sewer Facility	47,460,560.61
Office and Storage Buildings	698,788.14
Improvements O/T Buildings	322,805.07
Office Equipment	227,607.52
Equipment	2,192,564.15
Telemetry	233,043.04
Trucks	1,598,285.41
Investment in THE CLUB AT HIDDEN CREEK	2,651,003.23
Investment in MESI	466,333.00
Investment in JV FRUS	3,174,816.00
CIP - 2020 Water Master Plan	46,860.00
CIP - 2020 Wastewater Master Plan	19,574.50
CIP - BPS/GST Waterline Upgrades	2,960.00
CIP - Hwy 87 L-S Upgrade	22,479.75
CIP - Well 4 Generator	3,125.00
CIP - Building Security	8,356.69
CIP - Warehouse #2 Storage	48,856.33
CIP - Main Office Expansion	18,805.84
CIP - 2015 W Master Plan	26,360.00
CIP - 2015 WW Master Plan	2,290.00
CIP - 2015 W Model Project	26,502.00
CIP - 2015 WW Model Project	103,190.00

CIP - Navarre Beach	24,390.28	
CIP - Highway 399 Connection	11,268.54	
CIP - Reuse Capacity	53,094.95	
CIP - Inflow & Infiltration	118,117.95	
CIP - SR 87 Booster Station & GST	164,708.30	
CIP - Eglin Reuse/RIBS	118,869.08	
CIP - Gulf Breeze Reuse	85,297.53	
CIP - General Lift Station Upgrades	175,624.35	
CIP - General Water Line Upgrades	14,568.47	
CIP - General Sewer Line Upgrades	10,274.00	
CIP - FDOT Hwy 98 Widening -Water	524.35	
CIP - FDOT Hwy 98 Widening -Sewer	524.35	
CIP - General WWTP Upgrades	1,686,667.51	
Debt Issue Costs	223,977.37	
Loan Discount	81,344.25	
Bond Issue Costs	0.46	
Accum Amort - Bond Issue Costs	(39,655.99)	
Accum Amort - Bond Discount	(14,303.36)	
Accumulated Depreciation	(31,561,731.27)	
Pension Liability - Current Portion	(375,000.00)	
TOTAL OTHER ASSETS		<u>57,171,127.28</u>
TOTAL ASSETS		<u>68,128,770.55</u>

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	585,096.55
Accrued Taxes	31,407.15
Accrued Compensated Absences	203,038.25
Employee Deduction - Life Insurance	124.20
Employee Deduction - Prepaid Legal	(0.04)
Accrued Interest Payable	41,352.58

TOTAL CURRENT LIABILITIES

861,018.69

LONG-TERM LIABILITIES

Water Deposits	358,998.00
Sewer Deposits	203,684.04
Net Pension Obligation	7,061,413.04
Lease Payable - Regions Bank	1,287,609.24
Loan Payable - CTA	6,255,000.00

TOTAL LONG-TERM LIABILITIES

15,166,704.32

TOTAL LIABILITIES

16,027,723.01

CONTRIB/PROPRIETARY CAPITAL

Contri-aid-Construction Water	22,299,146.35
Contri-aid-Construction Sewer	38,891,941.54
Accum Amort - Construction	(22,298,328.37)
Membership Certificates	291,695.00
Contributed Capital	27,200.00
Capital Federal Grant	532,765.65
Unfunded Pension Liability	(6,889,349.92)
Retained Earnings	18,309,559.82
Year-to-Date Earnings	936,417.47

TOTAL CONTRIB/PROPRIETARY CAPITAL

52,101,047.54

TOTAL LIABILITIES & CONTRIB/PROPRIETARY CAPITAL

68,128,770.55

HOLLEY NAVARRE WATER SYSTEM INC

INCOME STATEMENT

Month-to-Date Only, November 2019 - current month, Consolidated by account

	<i>1 Month Ended November 30, 2019</i>	
REVENUE		
Taps - Water	17,165.40	1.9 %
Water Sales	394,056.51	44.6 %
Penalties	2,298.70	0.3 %
Disconnect Fees	350.00	0.0 %
NSF Fees	800.00	0.1 %
Service Charge - Water	6,250.00	0.7 %
Handling Fees	3.66	0.0 %
Recovery of Bad Debt	55.45	0.0 %
Interest Income	13,060.60	1.5 %
Misc Revenue - Water	250.00	0.0 %
Misc Revenue - Cash Rebates	1,568.21	0.2 %
Reimbursement From FRUS	28,988.37	3.3 %
Taps - Sewer	30,064.15	3.4 %
Wastewater Sales	387,602.60	43.9 %
Misc Revenue - Wastewater	184.00	0.0 %
TOTAL REVENUE	882,697.65	100.0 %
***** TOTAL REVENUE	882,697.65	100.0 %
***** GROSS PROFIT	882,697.65	100.0 %
EXPENSES		
GENERAL & ADMINISTRATIVE EXPENSE		
Wages	261,505.11	29.6 %
Payroll Taxes	22,610.52	2.6 %
Contract Labor	17,677.21	2.0 %
Group Insurance	73,316.39	8.3 %
Other Taxes/License/Dues	1,118.85	0.1 %
Computer Expense	1,756.56	0.2 %
Software Services/Licenses	10,827.32	1.2 %
Supplies	1,062.12	0.1 %
Utilities	4,104.87	0.5 %
Repairs & Maintenance	469.79	0.1 %
Vehicle/Gas Expense	645.21	0.1 %
Education & Training	13,868.00	1.6 %
Travel Expense	3,267.65	0.4 %
Office Equipment	3,487.09	0.4 %

1 Month Ended
November 30, 2019

Office Expense	14,549.83	1.6 %
Postage	11,507.85	1.3 %
Insurance Expense	16,472.62	1.9 %
Legal Expense	4,100.00	0.5 %
Engineering Expense	3,861.00	0.4 %
Advertising Expense	191.00	0.0 %
Bad Debt	1,043.63	0.1 %
Bank Charges	3,337.73	0.4 %
Bond Issue-Administrative Fees	1,000.00	0.1 %
Professional Services	8,292.25	0.9 %
Landrum HR/Payroll Services	4,756.53	0.5 %
Interest Expense	26,023.48	2.9 %
Misc Expense	1,251.76	0.1 %
CASH OVER/SHORT	1.02	0.0 %
TOTAL GENERAL & ADMINISTRATIVE EXPENSE	512,105.39	58.0 %
DEPRECIATION & AMORTIZATION EXPENSE		
Amortization Expense	(111,859.58)	-12.7 %
Depreciation Expense	177,867.30	20.2 %
TOTAL DEPRECIATION & AMORTIZATION EXPENSE	66,007.72	7.5 %
WATER EXPENSE		
Supplies	1,011.64	0.1 %
Tools	647.40	0.1 %
Utilities	5,806.02	0.7 %
Chemicals	2,072.21	0.2 %
Repairs & Maintenance	(1,538.55)	-0.2 %
Vehicle Expense	2,060.11	0.2 %
Vehicle/Equipment Gas Expense	2,231.31	0.3 %
Water Testing	1,233.00	0.1 %
Water Purchases	114,128.13	12.9 %
Water Operations Expense	1,357.51	0.2 %
Engineering - MESI	550.00	0.1 %
Engineering - System	1,790.25	0.2 %
Misc Expense	693.00	0.1 %
TOTAL WATER EXPENSE	132,042.03	15.0 %
WASTEWATER EXPENSE		
Supplies	3,360.02	0.4 %
Tools	1,351.65	0.2 %
Utilities	29,081.23	3.3 %
Chemicals - HBTS	5,738.29	0.7 %
Polymers	2,453.09	0.3 %
Repairs & Maintenance	72,296.46	8.2 %
General Equipment - WWTP	283.98	0.0 %
General Equipment - Collection System	506.00	0.1 %
Safety Supplies/Equipment	858.08	0.1 %
Sludge Removal Expense - HBTS	1,500.00	0.2 %
Vehicle Expense	945.97	0.1 %

*1 Month Ended
November 30, 2019*

Vehicle/Equipment Gas Expense	3,119.42	0.4 %
Wastewater Testing - HBTS	2,907.00	0.3 %
Wastewater Testing - HWWTP	883.00	0.1 %
Plant Operations Expense - HBTS	152.02	0.0 %
Engineering - MESI	550.00	0.1 %
Engineering - System	1,872.75	0.2 %
Misc Expense	561.00	0.1 %
TOTAL WASTEWATER EXPENSE	<u>128,419.96</u>	14.5 %
TOTAL EXPENSES	<u>838,575.10</u>	95.0 %
***** OPERATING INCOME/LOSS	<u>44,122.55</u>	5.0 %
*****	<u>44,122.55</u>	5.0 %
***** NET INCOME/LOSS	<u>44,122.55</u>	5.0 %