



## Financial Statement Summary

February 29, 2020

### Revenues

Year to Date Revenues of \$18,045,000, including North Sumter Utility, Central Sumter Utility and Sumter Sanitation, compare favorably to prior year revenues of \$14,678,000 and are 49% of the annual budget of \$36,597,000.

*(as of February 29, 42% of the year has lapsed)*

- Utility Revenue, including water and sanitation fees, increased 9% over prior year. A 2 ½% increase went into effect for all water customers effective October 1, 2019. There was an 8% increase in sanitation rates effective October 1, 2019. The sanitation rate increase was made in response to a Sanitation Revenue Sufficiency Analysis Rate Study conducted by the engineering consultant, Stantec. On December 24, NSCUDD purchased the Water and Sewer Operations for Central Sumter Utility. A budget resolution for Central Sumter Utility is forthcoming.
- Metered Irrigation revenue compares favorably from prior year. Irrigation billing credits for storm water removal were processed during October 2018.
- Miscellaneous income includes lease revenue, Bank of America purchase card, SECO rebates and Developer Contributions from the CSU Purchase.
- Investment earnings of \$570,000 (\$260,000 realized gains and \$310,000 unrealized gains) compare favorably to prior year earnings of \$343,000. The annual budgeted investment earnings total \$713,000.

### Expenses

Year to Date operating expenses of \$6,076,000 are greater than prior year expenses of \$5,952,000. Current year spending is 38% of the budgeted expenses of \$16,080,000. A budget resolution for Central Sumter Utility is forthcoming.

- Management and Other Professional Services are greater than prior year and are 39% of budget. Management fees have increased a budgeted 5% over prior year.
- Utility and Recycle Contract Services include Jacobs services and Waste Management recycling services. An approximate 5% increase was budgeted for Jacobs' services and an 86% increase in recycling services.
- Other expenses include equipment rent, chemicals and other operating expenses.
- Budgeted Capital Projects include sanitation operations relocation for land and building (\$2,000,000) and water meter change out program (\$841,000).
- Debt Service consists of the annual bond principal payments of \$4,300,000 made on October 1, 2019 and year to date monthly interest payments totaling \$5,419,000 and bond expenses incurred for the CSU purchase totaling \$793,000.
- A total of \$1,354,000 has been transferred to the Committed Renewal and Replacement Fund consistent with prior year.

### Change in Unrestricted Net Position

Year-to-Date decrease in Unrestricted Net Position of \$3,000 compares favorably to prior year to date decrease of (\$1,970,000). By year end, based on the anticipated revenues and expenses, the District will meet the budget decrease in Unrestricted Net Position of (\$3,228,000).



**Debt Covenants**

North Sumter Utility (NSU) has met the Bond covenant requirement on an interim basis and is expected to meet the requirements through the end of the fiscal year.

Sumter Sanitation (SSF) has met the Senior Debt and Subordinate Debt covenant requirement on an interim basis and, based on budgeted revenues and expenses, is expected to meet the requirements through the end of the fiscal year.

**Investment Earnings**

The following table outlines the current month and year to date earnings by investment category:

	<b>CFB</b>	<b>FLCLASS</b>	<b>FL PALM</b>	<b>FL-FIT</b>	<b>FLGIT</b>	<b>LTIP</b>
<b>Current Month</b>	1.13%	1.71%	1.74%	1.87%	8.70%	-4.57%
<b>Year-to-date</b>	1.18%	1.87%	1.88%	2.03%	4.23%	-4.76%
<b>Prior FY 2019</b>	1.53%	2.21%	2.26%	2.39%	-1.39%	5.33%



**Statement of Activity - Proprietary Funds**  
**For the Five Months Ending February 29, 2020**

Original Budget	Amended Budget	Budget % used		Year To Date				Prior YTD	Variance
				NSU	CSU	SSF	Total		
<b>REVENUES:</b>									
\$ 25,766,918	\$ 25,766,918	48%	Utilities	\$ 5,322,518	\$ 1,428,734	\$ 5,658,662	\$ 12,409,914	\$ 10,296,764	\$ 2,113,150
9,806,000	9,806,000	44%	Metered Irrigation	4,337,458	-	-	4,337,458	3,916,842	420,616
311,000	311,000	234%	Miscellaneous Revenue	116,480	602,656	7,957	727,093	121,133	605,960
713,000	713,000	80%	Investment Earnings, Realized and Unrealized	481,955	21,596	66,742	570,293	343,241	227,052
36,596,918	36,596,918	49%	<b>Total Revenues:</b>	10,258,411	2,052,986	5,733,361	18,044,758	14,677,980	3,366,778
<b>EXPENSES:</b>									
20,717	20,717	37%	Personnel Services	4,963	-	2,603	7,566	3,268	4,298
1,579,759	1,589,759	39%	Management and Other Professional Services	515,222	8,695	95,590	619,507	549,625	69,882
12,052,525	12,052,525	39%	Utility and Recycle Contract Services	944,787	101,493	3,617,991	4,664,271	4,688,730	(24,459)
1,260,000	1,260,000	29%	Utility Services	339,236	21,965	-	361,201	379,547	(18,346)
359,378	429,378	64%	Building, Landscape and Other Maintenance	218,872	50,094	4,517	273,483	174,370	99,113
727,907	727,907	21%	Other Expenses	136,848	2,841	9,939	149,628	156,904	(7,276)
16,000,286	16,080,286	38%	<b>Total Operating Expenses</b>	2,159,928	185,088	3,730,640	6,075,656	5,952,444	123,212
3,868,446	5,085,474	2%	Capital Outlay - Infrastructure and FFE	105,507	-	-	105,507	538,542	(433,035)
15,409,482	15,409,482	68%	Debt Service	6,766,136	1,578,412	2,161,765	10,506,313	8,802,820	1,703,493
3,250,000	3,250,000	42%	Transfer	1,250,000	-	104,169	1,354,169	1,354,169	-
22,527,928	23,744,956	50%	<b>Total Other Changes</b>	8,121,643	1,578,412	2,265,934	11,965,989	10,695,531	1,270,458
38,528,214	39,825,242	45%	<b>Total Expenses and Other Changes</b>	10,281,571	1,763,500	5,996,574	18,041,645	16,647,974	1,393,671
\$ (1,931,296)	\$ (3,228,324)		<b>Change in Unreserved Net Position</b>	\$ (23,160)	\$ 289,486	\$ (263,213)	\$ 3,113	\$ (1,969,995)	\$ 1,973,108
<b>Total Cash and Investments, Net of Bond Funds</b>									
				\$ 32,378,245	\$ 3,391,982	\$ 1,489,117	\$ 37,259,344	\$ 31,386,688	\$ 5,872,656
<b>Fund Balance</b>									
			Unassigned	\$ (9,684,554)	\$ (3,929,807)	\$ 289,486	(13,324,875)	\$ (14,363,497)	
			R and R Restricted	416,334	-	-	416,334	416,334	
			Committed R and R General	15,035,681	2,504,169	-	17,539,850	14,289,850	
			<b>Total Fund Balance</b>	\$ 5,767,461	\$ (1,425,638)	\$ 289,486	\$ 4,631,309	\$ 342,687	\$ 4,288,622