



Financial Statement Summary

April 30, 2020

Revenues

Year to Date Revenues of \$25,358,000, including North Sumter Utility, Central Sumter Utility and Sumter Sanitation, compare favorably to prior year revenues of \$20,815,000 and are 59% of the amended budget of \$42,980,000. *(as of April 30, 58% of the year has lapsed)*

- Utility Revenue, including water and sanitation fees, increased 25% over prior year. A 2 ½% increase went into effect for all water customers effective October 1, 2019. There was an 8 ¼% 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 has been made; adding 16% revenue over prior year.
- Metered Irrigation revenue compares favorably to prior year and budget. The Villages is in an “abnormally dry to moderate drought” position according to the National Weather Service; rainfall is 7 inches deficient for the season according to Arnett.
- Miscellaneous income includes lease revenue, Bank of America purchase card, SECO rebates and Developer Contributions from the CSU Purchase.
- Investment earnings of \$232,000 (\$434,000 realized gains and \$202,000 unrealized losses) are less than prior year earnings of \$659,000. The annual budgeted investment earnings total \$736,000. The decrease is due to market conditions related to the Coronavirus Pandemic.

Expenses

Year to Date operating expenses of \$9,471,000 are greater than prior year expenses of \$8,424,000. Current year spending is 52% of the amended budgeted expenses of \$18,181,000. A budget resolution for Central Sumter Utility was processed.

- Management and Other Professional Services are greater than prior year and are 44% of budget. Management fees for NSU and SSF have increased a budgeted 6% over prior year. An amended budget for CSU was processed in March.
- 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 \$7,980,000 and bond expenses incurred for the CSU purchase and NSU refunding totaling \$844,000.
- A total of \$1,896,000 has been transferred to the Committed Renewal and Replacement Fund consistent with prior year.



Change in Unrestricted Net Position

Year-to-Date increase in Unrestricted Net Position of \$524,000 compares favorably to prior year to date decrease of (\$1,001,000). By year end, based on the anticipated revenues and expenses, the District will meet the budget decrease in Unrestricted Net Position of (\$3,087,000).

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.

Central Sumter Utility (CSU) 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:

	CFB	FLCLASS	FL PALM	FL-FIT	FLGIT	LTIP
Current Month	0.00%	1.03%	0.98%	1.26%	8.20%	-8.11%
Year-to-date	0.91%	1.69%	1.68%	1.85%	3.90%	-12.48%
Prior FY 2019	1.53%	2.21%	2.26%	2.39%	4.22%	5.33%



**North Sumter County
UTILITY
Dependent District**

Statement of Activity - Proprietary Funds

For the Seven Months Ending April 30, 2020 (58% of the budget year)

Amended Budget	Budget % used		Year To Date			Total	Prior YTD	Variance
			NSU	CSU	SSF			
REVENUES:								
\$ 31,479,928	58%	Utilities	\$ 7,528,792	\$ 2,743,131	\$ 7,907,475	\$ 18,179,398	\$ 14,508,567	\$ 3,670,831
9,806,000	63%	Metered Irrigation	6,169,094	-	-	6,169,094	5,465,306	703,788
958,422	81%	Miscellaneous Revenue	152,334	613,968	10,957	777,259	181,223	596,036
736,000	32%	Investment Earnings, Realized and Unrealized	158,309	29,291	44,675	232,275	659,414	(427,139)
42,980,350	59%	Total Revenues:	14,008,529	3,386,390	7,963,107	25,358,026	20,814,510	4,543,516
EXPENSES:								
20,717	40%	Personnel Services	5,745	-	2,603	8,348	4,775	3,573
2,006,891	44%	Management and Other Professional Services	721,720	21,956	133,524	877,200	796,342	80,858
13,014,064	56%	Utility and Recycle Contract Services	1,653,396	405,973	5,251,647	7,311,016	6,415,789	895,227
1,556,667	46%	Utility Services	587,968	129,088	-	717,056	586,882	130,174
760,293	40%	Building, Landscape and Other Maintenance	238,371	54,326	12,707	305,404	402,362	(96,958)
822,454	31%	Other Expenses	210,473	28,132	12,939	251,544	217,454	34,090
18,181,086	52%	Total Operating Expenses	3,417,673	639,475	5,413,420	9,470,568	8,423,602	1,046,966
5,085,474	7%	Capital Outlay - Infrastructure and FFE	338,924	5,153	-	344,077	805,628	(461,551)
19,550,407	67%	Debt Service	8,264,592	2,286,803	2,572,475	13,123,870	10,689,952	2,433,918
3,250,000	58%	Transfer	1,750,000	-	145,835	1,895,835	1,895,835	-
27,885,881	55%	Total Other Changes	10,353,516	2,291,956	2,718,310	15,363,782	13,391,415	1,972,367
46,066,967	54%	Total Expenses and Other Changes	13,771,189	2,931,431	8,131,730	24,834,350	21,815,018	3,019,333
\$ (3,086,617)		Change in Unreserved Net Position	\$ 237,340	\$ 454,959	\$ (168,623)	\$ 523,676	\$ (1,000,507)	\$ 1,524,183
Total Cash and Investments, Net of Bond Funds								
			\$ 38,746,240	\$ 1,408,143	\$ 3,187,277	\$ 43,341,660	\$ 31,520,516	11,821,144
Fund Balance								
		Unassigned	\$ (9,424,054)	\$ 454,959	\$ (3,835,217)	(12,804,312)	\$ (13,394,012)	
		R and R Restricted	416,334	-	-	416,334	416,334	
		Committed R and R General	15,535,681	-	2,545,835	18,081,516	14,831,516	
		Total Fund Balance	\$ 6,527,961	\$ 454,959	\$ (1,289,382)	\$ 5,693,538	\$ 1,853,838	\$ 3,839,700