



Financial Statement Summary

May 31, 2020

Revenues

Year to Date Revenues of \$29,567,000, including North Sumter Utility, Central Sumter Utility and Sumter Sanitation, compare favorably to prior year revenues of \$24,106,000 and are 64% of the amended budget of \$42,980,000. *(as of May 31, 67% of the year has lapsed)*

- Utility Revenue, including water and sanitation fees, increased 26% 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 to add Central Sumter Utility operations has been made adding \$5,713,000 or 16% revenue over prior year.
- Metered Irrigation revenue compares favorably to prior year and budget; rainfall is 7 ¼" deficient for the year as compared to the average Ocala rainfall as benchmarked by Arnett Environmental, LLC.
- Miscellaneous income lease revenue, Bank of America purchase card, SECO rebates and Developer Contributions from the CSU Purchase. A small \$111 was received from FEMA for Hurricane Irma relief to bring the total receipts to \$.
- Investment earnings of \$540,000 (\$467,000 realized gains and \$73,000 unrealized gains) are less than prior year earnings of \$833,000. 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 \$11,005,000 are greater than prior year expenses of \$9,641,000. Current year spending is 61% of the amended budgeted expenses of \$18,181,000. A budget resolution for Central Sumter Utility was processed earlier this year, amending the budget by \$2,101,000 or 13%.

- Management and Other Professional Services are greater than prior year and are 57% of budget. Management fees for NSU and SSF increased a budgeted 10% 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 \$9,260,000 and bond expenses incurred for the CSU purchase and NSU refunding totaling \$844,000.
- A total of \$2,167,000 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 \$1,521,000 compares favorably to prior year to date decrease of (\$298,000). 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%	0.72%	0.75%	1.14%	6.34%	7.03%
Year-to-date	0.80%	1.57%	1.56%	1.76%	4.20%	-6.33%
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 Eight Months Ending May 31, 2020 (67% of the budget year)**

Original Budget	Amended Budget	Budget % used		Year To Date				Prior YTD	Variance
				NSU	CSU	SSF	Total		
			REVENUES:						
\$ 25,766,918	\$ 31,479,928	67%	Utilities	\$ 8,610,026	\$ 3,392,915	\$ 9,024,613	\$ 21,027,554	\$ 16,622,924	\$ 4,404,630
9,806,000	9,806,000	73%	Metered Irrigation	7,194,389	-	-	7,194,389	6,439,288	755,101
311,000	958,422	84%	Miscellaneous Revenue	170,551	622,698	12,524	805,773	211,406	594,367
713,000	736,000	73%	Investment Earnings, Realized and Unrealized	432,291	31,460	76,011	539,762	832,725	(292,963)
36,596,918	42,980,350	69%	Total Revenues:	16,407,257	4,047,073	9,113,148	29,567,478	24,106,343	5,461,135
			EXPENSES:						
20,717	20,717	47%	Personnel Services	6,591	-	3,051	9,642	6,066	3,573
1,579,759	2,006,891	57%	Management and Other Professional Services	844,841	147,019	145,293	1,137,153	908,284	228,869
12,052,525	13,014,064	64%	Utility and Recycle Contract Services	1,889,512	507,466	5,994,971	8,391,949	7,339,734	1,052,215
1,260,000	1,556,667	53%	Utility Services	677,532	154,406	-	831,938	666,519	165,419
359,378	760,293	44%	Building, Landscape and Other Maintenance	262,323	58,099	14,740	335,162	466,367	(131,205)
727,907	822,454	36%	Other Expenses	241,288	36,757	21,239	299,284	254,333	44,951
16,000,286	18,181,086	61%	Total Operating Expenses	3,922,087	903,747	6,179,294	11,005,128	9,641,304	1,363,822
3,868,446	5,085,474	9%	Capital Outlay - Infrastructure and FFE	464,796	5,347	-	470,143	962,849	(492,706)
15,409,482	19,550,407	74%	Debt Service	8,984,820	2,641,553	2,777,830	14,404,203	11,633,518	2,770,685
3,250,000	3,250,000	67%	Transfer	2,000,000	-	166,668	2,166,668	2,166,668	-
22,527,928	27,885,881	61%	Total Other Changes	11,449,616	2,646,900	2,944,498	17,041,014	14,763,035	2,277,979
38,528,214	46,066,967	61%	Total Expenses and Other Changes	15,371,703	3,550,647	9,123,792	28,046,142	24,404,339	3,641,801
\$ (1,931,296)	\$ (3,086,617)		Change in Unreserved Net Position	\$ 1,035,554	\$ 496,426	\$ (10,644)	\$ 1,521,336	\$ (297,996)	\$ 1,819,334
			Total Cash and Investments, Net of Bond Funds	\$ 33,787,828	\$ 1,930,018	\$ 4,009,555	\$ 39,727,401	\$ 32,017,970	\$ 7,709,431
			Fund Balance						
			Unassigned	\$ (8,625,840)	\$ 496,426	\$ (3,677,238)	(11,806,652)	\$ (12,691,496)	
			R and R Restricted	416,334	-	-	416,334	416,334	
			Committed R and R General	15,785,681	-	2,566,668	18,352,349	15,102,349	
			Total Fund Balance	\$ 7,576,175	\$ 496,426	\$ (1,110,570)	\$ 6,962,031	\$ 2,827,187	\$ 4,134,844