



Financial Statement Summary

June 30, 2020

Revenues

Year to Date Revenues of \$33,499,000, including North Sumter Utility, Central Sumter Utility and Sumter Sanitation, compare favorably to prior year revenues of \$27,375,000 and are 78% of the amended budget of \$43,115,000. *(as of June 30, 75% of the year has lapsed)*

- Utility Revenue, including water and sanitation fees, totals \$23,832,000 year to date compared to \$18,686,000 in prior year, an increase of 28%. 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 through June 2020 continues to trend below the Ocala rainfall average as benchmarked by Arnett Engineering a total 5.5 inches for the year.
- Miscellaneous income consists of lease revenue, Bank of America purchase card, SECO rebates and Developer Contributions from the CSU Purchase. A small reimbursement was received from State FEMA for Hurricane Irma to bring total receipts to \$4,000.
- Investment earnings of \$723,000 (\$494,000 realized and \$229,000 unrealized gains) are less than prior year earnings of \$856,000. The annual budgeted investment earnings total \$745,000. The decrease from prior year is due to market conditions related to the Coronavirus Pandemic.

Expenses

Year to Date operating expenses of \$12,451,000 are greater than prior year expenses of \$10,801,000. Current year spending is 68% of the amended budgeted expenses of \$18,429,000. 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 62% 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 \$10,540,000 and bond expenses incurred for the CSU purchase and NSU refunding totaling \$844,000.
- A total of \$2,250,000 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 \$2,514,000 compares favorably to prior year to date \$482,000. By year end, based on the anticipated revenues and expenses, the District will meet the budget decrease in Unrestricted Net Position of (\$2,952,000).

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%	0.51%	0.55%	0.96%	6.34%	3.57%
Year-to-date	0.71%	1.45%	1.45%	1.67%	4.20%	-2.99%
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 Nine Months Ending June 30, 2020 (75% of the budget year)**

Original Budget	Amended Budget	Budget % used		Year To Date				Prior YTD	Variance
				NSU	CSU	SSF	Total		
			REVENUES:						
\$ 25,766,918	\$ 31,605,718	83%	Utilities	\$ 9,650,483	\$ 4,025,305	\$ 10,156,037	\$ 23,831,825	\$ 18,686,331	\$ 5,145,494
9,806,000	9,806,000	97%	Metered Irrigation	8,106,441	-	-	8,106,441	7,593,964	512,478
311,000	958,422	60%	Miscellaneous Revenue	188,473	635,589	14,024	838,086	239,089	598,997
713,000	744,500	87%	Investment Earnings, Realized and Unrealized	594,242	33,487	95,282	723,011	856,068	(133,057)
36,596,918	43,114,640	78%	Total Revenues:	18,539,639	4,694,381	10,265,343	33,499,363	27,375,450	6,123,913
			EXPENSES:						
20,717	20,717	67%	Personnel Services	8,532	-	3,867	12,399	7,358	5,041
1,579,759	2,008,333	62%	Management and Other Professional Services	952,573	176,183	217,187	1,345,943	1,030,956	314,987
12,052,525	13,241,703	46%	Utility and Recycle Contract Services	2,067,552	608,960	6,720,259	9,396,771	8,251,462	1,145,309
1,260,000	1,556,667	71%	Utility Services	783,568	186,534	-	970,102	740,681	229,421
359,378	829,103	45%	Building, Landscape and Other Maintenance	291,318	67,251	18,696	377,265	480,091	(102,826)
727,907	772,954	12%	Other Expenses	273,911	50,343	24,285	348,539	290,174	58,365
16,000,286	18,429,477	68%	Total Operating Expenses	4,377,454	1,089,271	6,984,294	12,451,019	10,800,723	1,650,296
3,868,446	5,087,083	12%	Capital Outlay - Infrastructure and FFE	594,048	5,917	-	599,965	1,077,959	(477,994)
15,409,482	19,550,407	80%	Debt Service	9,705,048	2,996,303	2,983,185	15,684,536	12,577,084	3,107,452
3,250,000	3,000,000	75%	Transfer	2,250,000	-	-	2,250,000	2,437,501	(187,501)
22,527,928	27,637,490	67%	Total Other Charges	12,549,096	3,002,220	2,983,185	18,534,501	16,092,544	2,441,957
38,528,214	46,066,967	67%	Total Expenses and Other Charges	16,926,550	4,091,491	9,967,479	30,985,520	26,893,267	4,092,253
\$ (1,931,296)	\$ (2,952,327)		Change in Unreserved Net Position	\$ 1,613,089	\$ 602,890	\$ 297,864	\$ 2,513,843	\$ 482,184	\$ 2,031,659
			Total Cash and Investments, Net of Bond Funds	\$ 34,704,989	\$ 2,265,672	\$ 3,262,336	\$ 40,232,997	\$ 32,191,028	\$ 8,041,969
			Fund Balance						
			Unassigned	\$ (8,048,305)	\$ 602,890	\$ (3,368,730)	(10,814,145)	\$ (11,911,317)	
			R and R Restricted	416,334	-	-	416,334	416,334	
			Committed R and R General	16,035,681	-	2,400,000	18,435,681	15,373,182	
			Total Fund Balance	\$ 8,403,710	\$ 602,890	\$ (968,730)	\$ 8,037,870	\$ 3,878,199	\$ 4,159,671