



## Financial Statement Summary

August 31, 2020

### Revenues

Year to Date Revenues of \$41,463,000, including North Sumter Utility, Central Sumter Utility and Sumter Sanitation, compare favorably to prior year revenues of \$33,387,000 and are 96% of the amended budget of \$43,115,000. *(as of August 31, 92% of the year has lapsed)*

- Utility Revenue, including water and sanitation fees, totals \$29,377,000 year to date compared to \$22,671,000 in prior year, an increase of 30%. 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 \$5,838,000 or 24% revenue over prior year.
- Metered Irrigation revenue compares favorably to prior year and budget.
- 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 \$1,026,000 (\$530,000 realized and \$496,000 unrealized gains) are less than prior year earnings of \$1,200,000. 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 \$15,406,000 are greater than prior year expenses of \$13,251,000. Current year spending is 84% 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 \$2,059,000 or 4%.

- Management and Other Professional Services are greater than prior year and are 83% 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 \$12,658,000 and bond expenses incurred for the CSU purchase and NSU refunding totaling \$1,296,000.
- A total of \$2,750,000 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 \$4,241,000 compares favorably to prior year to date \$1,308,000. 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 and Subordinate Debt covenant requirements on an interim basis and is expected to meet the requirements for the fiscal year ending September 30, 2020.

**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>	0.00%	0.35%	0.30%	0.57%	3.14%	4.05%
<b>Year-to-date</b>	0.58%	1.26%	1.25%	1.48%	4.08%	3.08%
<b>Prior FY 2019</b>	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 Eleven Months Ending August 31, 2020 (92% of the budget year)									
Original Budget	Amended Budget	Budget % used		Year To Date				Prior YTD	Variance
				NSU	CSU	SSF	Total		
			<b>REVENUES:</b>						
\$ 25,766,918	\$ 31,605,718	93%	Utilities	\$ 11,689,253	\$ 5,274,667	\$ 12,412,639	\$ 29,376,559	\$ 22,670,860	\$ 6,705,699
9,806,000	9,806,000	103%	Metered Irrigation	10,086,694	-	-	10,086,694	9,222,391	864,303
311,000	958,422	102%	Miscellaneous Revenue	224,774	732,263	17,024	974,061	292,899	681,162
713,000	744,500	138%	Investment Earnings, Realized and Unrealized	862,600	36,713	126,809	1,026,122	1,200,459	(174,337)
36,596,918	43,114,640	96%	<b>Total Revenues:</b>	22,863,321	6,043,643	12,556,472	41,463,436	33,386,609	8,076,827
			<b>EXPENSES:</b>						
20,717	20,717	79%	Personnel Services	11,068	-	5,207	16,275	13,817	2,458
1,579,759	2,023,749	83%	Management and Other Professional Services	1,177,473	247,997	254,473	1,679,943	1,290,238	389,705
12,052,525	13,231,703	88%	Utility and Recycle Contract Services	2,597,859	811,946	8,239,797	11,649,602	10,053,567	1,596,035
1,260,000	1,548,367	77%	Utility Services	950,601	242,809	-	1,193,410	934,398	259,012
359,378	830,103	59%	Building, Landscape and Other Maintenance	314,634	71,053	25,038	410,725	596,888	(186,163)
727,907	774,838	59%	Other Expenses	341,439	86,601	27,802	455,842	362,004	93,838
16,000,286	18,429,477	84%	<b>Total Operating Expenses</b>	5,393,074	1,460,406	8,552,317	15,405,797	13,250,912	2,154,885
3,868,446	5,087,083	16%	Capital Outlay - Infrastructure and FFE	804,254	7,917	-	812,171	1,383,909	(571,738)
15,409,482	19,550,407	93%	Debt Service	11,154,360	3,705,803	3,393,895	18,254,058	14,464,216	3,789,842
3,250,000	3,000,000	92%	Transfer	2,750,000	-	-	2,750,000	2,979,167	(229,167)
22,527,928	27,637,490	79%	<b>Total Other Charges</b>	14,708,614	3,713,720	3,393,895	21,816,229	18,827,292	2,988,937
38,528,214	46,066,967	81%	<b>Total Expenses and Other Charges</b>	20,101,688	5,174,126	11,946,212	37,222,026	32,078,204	5,143,822
\$ (1,931,296)	\$ (2,952,327)		<b>Change in Unreserved Net Position</b>	\$ 2,761,633	\$ 869,517	\$ 610,260	\$ 4,241,410	\$ 1,308,405	\$ 2,933,005
			<b>Total Cash and Investments, Net of Bond Funds</b>	36,956,059	2,461,441	3,285,262	42,702,762	32,942,328	9,760,434
			<b>Fund Balance</b>						
			Unassigned	\$ (6,899,761)	\$ 869,517	\$ (3,056,334)	(9,086,578)	\$ (11,085,097)	
			R and R Restricted	416,334	-	-	416,334	416,334	
			Committed R and R General	16,535,681	-	2,400,000	18,935,681	15,914,848	
			<b>Total Fund Balance</b>	\$ 10,052,254	\$ 869,517	\$ (656,334)	\$ 10,265,437	\$ 5,246,085	\$ 5,019,352