



## **Preliminary Financial Statement Summary**

**September 30, 2024**

**Note: Routine analysis of year-end accruals are still in process and will be finalized with the audit report.**

### **Revenues**

Year to Date Revenues of \$64,462,000, including North Sumter Utility, Central Sumter Utility, and Sumter Sanitation, are greater than prior year revenues of \$62,560,000 and are 108% of the amended budget of \$59,448,000.

- Utility Revenue, including water and sanitation fees, totals \$38,394,000 year to date compared to \$38,801,000 in the prior year, a decrease of 1.0%. The NSCUDD Board approved a 5% decrease in NSU rates and a 10% increase in CSU rates for Fiscal year 2023-24. SSF had an approved decrease in rates of 5% in Fiscal Year 2023-24.
- Metered Irrigation revenue is less than the prior year, a decrease of 3.8%.
- Miscellaneous income generally consists of lease revenue.
- Investment earnings of \$7,214,000 (\$4,966,000 realized gains and \$2,248,000 unrealized gains) are greater than the prior year's earnings of \$3,995,000. The annual budgeted earnings are \$2,186,000. Of the \$4,966,000 in investment earnings, \$846,000 was earned in the Debt Service Accounts and restricted to paying Bond Debt. NSU Debt Service interest earnings are \$279,000. SSF Debt Service interest earnings are \$267,000. CSU Debt Service interest earnings are \$300,000.

### **Expenses**

Year-to-date operating expenses of \$26,349,000 are more than the prior year's expenses of \$25,282,000. The current year's spending is 89% of the amended budgeted expenses of \$29,649,000.

- Management and Other Professional Services are greater than the previous year and are at 91% of the amended budget. A budget amendment has included additional costs incurred from the Jacobs Contract Review and Water Tower Lease Agreement.
- Utility Contract Services include Jacobs' and Covanta services, and year-to-date spending is 97% of the amended budgeted expenses of \$17,759,000. Year-to-date expenses are greater than the prior year. The increase is partially due to the Board approving a 4% increase to the Jacobs Service Agreements in September 2023.
- Other expenses include insurance, meter supplies, fuel, chemicals, and other operating expenses. A budget transfer was processed for Meter Supply Expense for CSU.
- Capital Outlay Expenses are 24% of the budget. Project expenses include Valve Replacement, SCADA Master Plan Improvements and Belt Filter Press Rehabilitation. Capital Project Funding such as the Lighting Protection improvements have been carryforward into the new year and Sludge Holding Improvement Phase I is complete. Sludge Holding Improvement Phase II is scheduled for Fiscal Year 2024-25.
- Debt Service includes the annual bond principal payments of \$5,270,000 made in October and year to date interest payments of \$15,714,000.
- A total of \$250,000 has been transferred to the Committed Renewal for the SSF Fund.



**Change in Unreserved Net Position**

Year-to-Date increase in Unreserved Net Position of \$15,071,000 is less than prior year to date of \$23,550,000. By year end, based on the anticipated revenues and expenses, the District will be greater than the amended budgeted increase in Unrestricted Net Position of \$960,000.

**Debt Covenants**

North Sumter Utility (NSU), Central Sumter Utility (CSU) and Sumter Sanitation (SSF) have met their Bond covenant requirements on an interim basis and expect 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	FLTRUST***	LTIP***
<b>Current Month Annualized Return*</b>	4.68%	5.24%	5.24%	4.91%	4.19%	17.89%
<b>One Month Rate of Return**</b>	0.39%	0.44%	0.44%	0.41%	0.35%	1.97%
<b>Prior FY 2023</b>	4.21%	4.75%	4.76%	4.28%	4.24%	-4.18%
*Current Month Annualized Return is the annual return expected based on the past months return.						
**One month rate of return is the actual rate of return over the prior month.						
***Rate listed is one month in arrears.						



**Statement of Activity - Proprietary Funds**

For the Twelve Months Ending September 30, 2024 (100% of the budget year)

PRELIMINARY

Original Budget	Amended Budget	Budget % used		Year To Date				Prior YTD	Variance
				NSU	CSU	SSF	Total		
			<b>REVENUES:</b>						
\$ 38,079,256	\$ 38,079,256	101%	Utilities	\$ 12,389,579	\$ 10,018,402	\$ 15,985,809	\$ 38,393,791	\$ 38,800,861	\$ (407,070)
18,791,751	18,791,751	98%	Metered Irrigation	10,297,277	8,047,744	\$ -	18,345,021	19,074,110	(729,089)
391,500	391,500	130%	Miscellaneous Revenue	314,076	120,488	\$ 74,433	508,997	690,523	(181,527)
<u>1,725,700</u>	<u>2,185,700</u>	<u>330%</u>	Investment Earnings, Realized and Unrealized	<u>5,603,698</u>	<u>758,601</u>	<u>852,343</u>	<u>7,214,643</u>	<u>3,994,508</u>	<u>3,220,134</u>
58,988,207	59,448,207	108%	<b>Total Revenues:</b>	28,604,631	18,945,235	16,912,585	64,462,451	62,560,002	1,902,449
			<b>EXPENSES:</b>						
19,624	19,624	91%	Personnel Services	7,676	5,043	5,163	17,882	17,891	(9.45)
3,767,429	3,856,024	91%	Management and Other Professional Services	1,798,575	1,160,575	541,914	3,501,064	2,855,644	645,420
17,714,550	17,759,154	97%	Utility Contract Services	3,589,177	2,116,938	11,565,117	17,271,231	16,668,676	602,555
2,202,000	2,423,850	84%	Utility Services	1,189,277	840,698	-	2,029,974	2,449,084	(419,110)
2,573,547	2,794,459	35%	Building, Landscape and Other Maintenance	652,403	225,386	101,517	979,306	1,195,234	(215,928)
<u>2,252,227</u>	<u>2,796,090</u>	<u>91%</u>	Other Expenses	<u>1,246,601</u>	<u>944,928</u>	<u>358,392</u>	<u>2,549,921</u>	<u>2,095,364</u>	<u>454,557</u>
28,529,377	29,649,201	89%	<b>Total Operating Expenses</b>	8,483,707	5,293,568	12,572,103	26,349,379	25,281,894	1,067,485
6,842,691	7,387,445	24%	Capital Outlay - Infrastructure and FFE	1,134,191	674,527	-	1,808,719	-	1,808,719
21,201,550	21,201,550	99%	Debt Service	8,981,750	9,516,250	2,485,800	20,983,800	13,728,455	7,255,345
250,000	250,000	100%	Transfer	-	-	250,000	250,000	-	250,000
<u>28,294,241</u>	<u>28,838,995</u>	<u>80%</u>	<b>Total Other Charges</b>	<u>10,115,941</u>	<u>10,190,777</u>	<u>2,735,800</u>	<u>23,042,519</u>	<u>13,728,455</u>	<u>9,314,064</u>
56,823,618	58,488,196	84%	<b>Total Expenses and Other Charges</b>	18,599,648	15,484,345	15,307,903	49,391,897	39,010,348	10,381,549
\$ 2,164,589	\$ 960,011		<b>Change in Unreserved Net Position</b>	\$ 10,004,983	\$ 3,460,889	\$ 1,604,681	\$ 15,070,554	\$ 23,549,654	\$ (8,479,100)
			<b>Total Cash and Investments, Net of Bond Funds</b>	\$ 68,741,589	\$ 8,995,779	\$ 7,004,553	\$ 84,741,922	\$ 70,403,885	\$ 14,338,037
			<b>Fund Balance</b>						
			Net Investment in capital assets	(38,037,805)	(11,990,345)	(5,925,752)	(55,953,902)	(59,551,055.90)	
			Restricted for :						
			Debt Service	3,638,378	1,565,132	1,420,963	6,624,474	5,870,202.96	
			Renewal & Replacment	543,515	352,340	-	895,855	446,960	
			Committed R and R General	16,797,358	-	1,866,299	18,663,657	18,413,657	
			Unrestricted	\$ 54,530,641	\$ 10,570,886	\$ 7,602,938	72,704,465	\$ 62,293,169	
			<b>Total Fund Balance</b>	\$ 37,472,086	\$ 498,014	\$ 4,964,448	\$ 42,934,549	\$ 27,472,932	\$ 15,461,616