



Financial Statement Summary

March 31, 2020

Revenues

Year to Date Revenues of \$21,555,000, including North Sumter Utility, Central Sumter Utility and Sumter Sanitation, compare favorably to prior year revenues of \$17,644,000 and are 50% of the amended budget of \$42,980,000.

(as of March 31, 50% of the year has lapsed)

- Utility Revenue, including water and sanitation fees, increased 23% over prior year. A 2 ½% increase went into effect for all water customers effective October 1, 2019. There was an 8% 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.
- Metered Irrigation revenue compares favorably from prior year. Irrigation billing credits for storm water removal were processed during October 2018.
- Miscellaneous income includes lease revenue, Bank of America purchase card, SECO rebates and Developer Contributions from the CSU Purchase.
- Investment earnings of \$489,000 (\$385,000 realized gains and \$104,000 unrealized gains) is in line with prior year earnings of \$499,000. The annual budgeted investment earnings total \$736,000.

Expenses

Year to Date operating expenses of \$8,078,000 are greater than prior year expenses of \$7,066,000. Current year spending is 44% of the amended budgeted expenses of \$18,182,000. A budget resolution for Central Sumter Utility was processed.

- Management and Other Professional Services are greater than prior year and are 38% of budget. Management fees have increased a budgeted 5% 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 \$6,699,000 and bond expenses incurred for the CSU purchase totaling \$793,000.
- A total of \$1,625,000 has been transferred to the Committed Renewal and Replacement Fund consistent with prior year.

Change in Unrestricted Net Position

Year-to-Date decrease in Unrestricted Net Position of (\$185,000) compares favorably to prior year to date decrease of (\$1,432,000). 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).



**North Sumter County
UTILITY
Dependent District**

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.

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	0.49%	1.44%	1.38%	1.56%	0.73%	-4.57%
Year-to-date	1.06%	1.80%	1.80%	1.95%	4.60%	-4.76%
Prior FY 2019	1.53%	2.21%	2.26%	2.39%	4.22%	5.33%



Statement of Activity - Proprietary Funds
For the Six Months Ending March 31, 2020 (50% of the budget year)

Original Budget	Amended Budget	Budget % used		Year To Date			Total	Prior YTD	Variance
				NSU	CSU	SSF			
REVENUES:									
\$ 25,766,918	\$ 31,479,928	48%	Utilities	\$ 6,404,319	\$ 2,061,709	\$ 6,789,954	\$ 15,255,982	\$ 12,386,514	\$ 2,869,468
9,806,000	9,806,000	52%	Metered Irrigation	5,057,702	-	-	5,057,702	4,599,773	457,929
311,000	958,422	78%	Miscellaneous Revenue	134,331	608,968	9,457	752,756	158,029	594,727
713,000	736,000	66%	Investment Earnings, Realized and Unrealized	399,069	25,249	64,683	489,001	499,545	(10,544)
36,596,918	42,980,350	50%	Total Revenues:	11,995,421	2,695,926	6,864,094	21,555,441	17,643,861	3,911,580
EXPENSES:									
20,717	20,717	37%	Personnel Services	4,963	-	2,603	7,566	4,344	3,222
1,579,759	2,006,271	38%	Management and Other Professional Services	622,693	15,934	115,610	754,237	670,977	83,260
12,052,525	13,014,064	48%	Utility and Recycle Contract Services	1,417,168	304,480	4,486,143	6,207,791	5,521,219	686,572
1,260,000	1,556,667	38%	Utility Services	488,308	98,126	-	586,434	487,842	98,592
359,378	760,913	41%	Building, Landscape and Other Maintenance	246,918	54,326	10,446	311,690	195,524	116,166
727,907	822,454	26%	Other Expenses	176,747	21,857	11,439	210,043	186,363	23,680
16,000,286	18,181,086	44%	Total Operating Expenses	2,956,797	494,723	4,626,241	8,077,761	7,066,269	1,011,492
3,868,446	5,085,474	4%	Capital Outlay - Infrastructure and FFE	193,410	-	-	193,410	638,627	(445,217)
15,409,482	19,550,407	61%	Debt Service	7,544,364	1,933,162	2,367,120	11,844,646	9,746,386	2,098,260
3,250,000	3,250,000	50%	Transfer	1,500,000	-	125,002	1,625,002	1,625,002	-
22,527,928	27,885,881	49%	Total Other Changes	9,237,774	1,933,162	2,492,122	13,663,058	12,010,015	1,653,043
38,528,214	46,066,967	47%	Total Expenses and Other Changes	12,194,571	2,427,885	7,118,363	21,740,819	19,076,284	2,664,535
\$ (1,931,296)	\$ (3,086,617)		Change in Unreserved Net Position	\$ (199,150)	\$ 268,041	\$ (254,269)	\$ (185,378)	\$ (1,432,423)	\$ 1,247,045
Total Cash and Investments, Net of Bond Funds				\$ 32,901,736	\$ 1,689,025	\$ 4,007,425	\$ 38,598,186	\$ 31,293,083	7,305,103
Fund Balance									
			Unassigned	\$ (9,860,544)	\$ 268,041	\$ (3,920,863)	(13,513,366)	\$ (13,825,927)	
			R and R Restricted	416,334	-	-	416,334	416,334	
			Committed R and R General	15,285,681	-	2,525,002	17,810,683	14,560,683	
			Total Fund Balance	\$ 5,841,471	\$ 268,041	\$ (1,395,861)	\$ 4,713,651	\$ 1,151,090	\$ 3,562,561