



Financial Statement Summary
April 30, 2025

Revenues

Year to Date Revenues of \$35,416,000, including North Sumter Utility, Central Sumter Utility, and Sumter Sanitation, are less than prior year revenues of \$36,064,000 and are 58% of the amended budget of \$61,088,000. The NSCUDD Board approved a 5% decrease in NSU rates and a 5% increase in CSU rates for Fiscal year 2024-25. SSF had an approved increase in rates of 2% in Fiscal Year 2024-25.

- Utility Revenue, including water and sanitation fees, totals \$22,740,000 year to date and is greater than the prior year's total of \$22,483,000, an increase of 1%.
- Metered Irrigation Revenue totals \$10,192,000 year to date and is greater than the prior year's total of \$9,368,000, an increase of 9%.
- Miscellaneous Revenue, including lease revenue, totals \$232,000 year to date and is less than the prior year's total of \$249,000, a decrease of 7%. Partially due to a decrease in JP Morgan Rebates.
- Investment earnings of \$2,253,000 (\$2,382,000 realized gains and (\$129,000) unrealized losses) are less than the prior year's earnings of \$3,964,000 and are 71% of the budgeted earnings of \$3,168,000. Of the \$2,253,000 in investment earnings, \$366,000 was earned in the Debt Service Accounts and restricted to paying Bond Debt. NSU Debt Service interest earnings are \$113,000. SSF Debt Service interest earnings are \$119,000. CSU Debt Service interest earnings are \$134,000. Lower earnings are partially attributable to the uncertainty of tariffs imposed by the Federal Government resulting in market volatility and Federal Fund rate decreases in the past year.

Expenses

Year-to-date operating expenses of \$16,977,000 are greater than the prior year's total of \$14,780,000. The current year's spending is 56% of the amended budgeted expenses of \$30,309,000.

- Management and Other Professional Services, including District Staff, Legal and Engineering Services, totals \$2,131,000 year to date and is greater than the prior year's total of \$1,945,000, an increase of 10%.
- Utility Contract Services totals \$10,620,000 year to date and is greater than prior year's total of \$10,115,000, an increase of 5%. The increase is mainly due to the Board approving a 4% increase to the Jacobs/ OMI Service Agreements in August 2024.
- Other expenses include insurance, meter supplies, fuel, chemicals, and other operating expenses.
- Capital Outlays total \$4,609,000 and are at 33% of the amended budget. Major projects include the Advanced Metering Project (Original Budget of \$5,926,000) and the SCADA Master Improvement plan (Original Budget of \$2,411,000) that are scheduled for Fiscal Year 2024-25. The actual spending for Advanced Metering is \$3,214,000 and for SCADA Master Improvement is \$441,000. NSU purchased a new Crane Truck in February for \$195,000 and a new Vac Truck in March for \$532,000. SSF Parking Lot Lighting was completed in February for \$31,000.



- Debt Service includes the annual bond principal payments of \$6,135,000 made in October and year-to-date interest payments of \$9,000,000.
- A total of \$5,668,000 has been transferred to Reserves for the CSU fund and \$146,000 has been transferred to Reserves for the SSF Fund.

Change in Unreserved Net Position

The year-to-date decrease in Unreserved Net Position of (\$7,118,000) is less than the prior year to date increase of \$5,932,000. Key factors for changes in Net Position include:

NSU

- A 5% decrease in rates approved for FY 24-25 has yielded a decrease of (\$416,000) in revenue compared to the prior year to date.
- Investment earnings year to date have decreased (\$1,676,000) from the prior year to date due to market volatility.
- Building and Structure Maintenance is \$895,000 higher than prior year. Major expenses include the Turtle Mound Water Tower Renovations, Laurel Manor Water Tower Renovations, Repairs to the Wastewater Treatment Plant, and Pump Stations.
- Capital Outlays are \$3,743,000 higher than prior year to date. Major projects include SCADA Master Improvement Plan, Crane Truck, and Vac Truck.

CSU

- Increase in Transfers to reserves for General Renewal and Replacement of \$3,888,000 compared to the prior year. There were no transfers in the 2023-2024 fiscal year. Budgeted transfers to reserves are scheduled to decrease to \$2,900,000 for the 2025-2026 fiscal year from the \$6,666,000 budgeted for this fiscal year.
- Increase in Transfers to reserves for Debt Service Renewal and Replacement of \$1,779,000 compared to the prior year. There were no transfers in the 2023-2024 fiscal year, and none are scheduled for the 2025-2026 fiscal year.
- An increase in transfers was made to meet the renewal and replacement reserve requirements established in the Financial Management Policy last year.

SSF

- Increase in Solid Waste Revenues of \$232,000 compared to prior year to date primarily due to an increase in rates.
- Increase in Utility Contract Services Expenses of \$379,000 compared to prior year to date. Due to an increase in Jacobs and Reworld (previously Covanta) contracts.
- Increase in Debt Service requirement of \$390,000 compared to prior year to date.

Bond 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.

NSU – Debt Service Calculation 1.54 as of April - Requirement 1.20



SSF - Debt Service Calculation 1.35 as of April – Requirement 1.20

The following table outlines the current month and year-to-date earnings by investment category:

*Current Month Annualized Return is an annualized return based on the past 30 day performance
All investment earnings are now recognized within the current month.



Statement of Activity - Proprietary Funds
For the Seven Months Ending April 30, 2025 (58% of the budget year)

Original Budget	Amended Budget	Budget % used		Year To Date			Total	Prior YTD	Variance
				NSU	CSU	SSF			
			REVENUES:						
\$ 38,598,380	\$ 38,598,380	59%	Utilities	\$ 6,975,409	\$ 6,242,819	\$ 9,521,555	\$ 22,739,782	\$ 22,483,098	\$ 256,684
18,915,762	18,915,762	54%	Metered Irrigation	5,606,765	4,585,214	\$ -	10,191,979	9,368,177	823,801
406,011	406,011	57%	Miscellaneous Revenue	125,576	68,717	\$ 37,511	231,804	248,629	(16,825)
<u>3,168,000</u>	<u>3,168,000</u>	<u>71%</u>	Investment Earnings, Realized and Unrealized	<u>1,472,947</u>	<u>389,982</u>	<u>389,805</u>	<u>2,252,734</u>	<u>3,964,125</u>	<u>(1,711,391)</u>
61,088,153	61,088,153	58%	Total Revenues:	14,180,697	11,286,732	9,948,870	35,416,299	36,064,029	(647,730)
			EXPENSES:						
19,630	19,630	51%	Personnel Services	3,500	4,169	2,259	9,929	10,562	(633.16)
4,056,279	4,123,390	52%	Management and Other Professional Services	1,131,899	642,326	357,274	2,131,499	1,944,776	186,722
18,062,200	18,510,541	57%	Utility Contract Services	2,204,451	1,384,847	7,030,766	10,620,064	10,114,515	505,549
2,879,000	2,784,608	44%	Utility Services	670,949	542,384	-	1,213,332	1,024,196	189,137
2,377,127	2,472,425	61%	Building, Landscape and Other Maintenance	1,211,475	257,726	40,725	1,509,925	503,197	1,006,728
<u>2,388,890</u>	<u>2,398,466</u>	<u>62%</u>	Other Expenses	<u>744,592</u>	<u>523,899</u>	<u>223,800</u>	<u>1,492,290</u>	<u>1,183,244</u>	<u>309,047</u>
29,783,126	30,309,060	56%	Total Operating Expenses	5,966,865	3,355,350	7,654,824	16,977,039	14,780,489	2,196,550
10,429,135	13,860,720	33%	Capital Outlay - Infrastructure and FFE	4,181,601	396,323	31,495	4,609,420	769,326	3,840,094
21,706,900	21,706,900	70%	Debt Service	6,675,395	6,256,825	2,202,450	15,134,670	14,436,380	698,290
<u>9,965,890</u>	<u>9,965,890</u>	<u>58%</u>	Transfer	<u>-</u>	<u>5,667,610</u>	<u>145,835</u>	<u>5,813,445</u>	<u>145,835</u>	<u>5,667,610</u>
<u>42,101,925</u>	<u>45,533,510</u>	<u>56%</u>	Total Other Charges	<u>10,856,996</u>	<u>12,320,758</u>	<u>2,379,780</u>	<u>25,557,535</u>	<u>15,351,541</u>	<u>10,205,994</u>
<u>71,885,051</u>	<u>75,842,570</u>	<u>56%</u>	Total Expenses and Other Charges	<u>16,823,861</u>	<u>15,676,109</u>	<u>10,034,604</u>	<u>42,534,574</u>	<u>30,132,030</u>	<u>12,402,544</u>
<u>\$ (10,796,898)</u>	<u>\$ (14,754,417)</u>		Change in Unreserved Net Position	<u>\$ (2,643,164)</u>	<u>\$ (4,389,377)</u>	<u>\$ (85,734)</u>	<u>\$ (7,118,275)</u>	<u>\$ 5,931,999</u>	<u>\$ (13,050,274)</u>
			Total Cash and Investments, Net of Bond Funds	<u>\$ 68,271,954</u>	<u>\$ 10,565,581</u>	<u>\$ 7,964,281</u>	<u>\$ 86,801,816</u>	<u>\$ 79,639,285</u>	<u>\$ 7,162,531</u>
			Fund Balance						
			Net Investment in capital assets	(39,146,324)	(16,683,676)	(3,774,044)	(59,604,043)	(54,675,147.24)	
			Restricted for :						
			Debt Service	2,380,459	1,243,153	1,342,018	4,965,630	4,385,496.29	
			Renewal & Replacment	558,829	362,242	-	921,071	875,575	
			Committed R and R General	16,797,358	3,888,440	2,012,134	22,697,932	18,559,492	
			Unrestricted	\$ 53,038,126	\$ 9,635,295	\$ 4,704,307	67,377,728	\$ 64,546,413	
			Total Fund Balance	<u>\$ 33,628,448</u>	<u>\$ (1,554,546)</u>	<u>\$ 4,284,416</u>	<u>\$ 36,358,318</u>	<u>\$ 33,691,829</u>	<u>\$ 2,666,489</u>