North Sumter County UTILITY Dependent District

Financial Statement Summary
August 31, 2025

Revenues

Year to Date Revenues of $59,064,000, including North Sumter Utility, Central Sumter Utility, and Sumter Sanitation, are more than prior year revenues of $58,116,000 and are 97% 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 $35,484,000 year to date and is greater than the prior year's total of $35,210,000, an increase of 1%.
- Metered Irrigation Revenue totals $17,357,000 year to date and is greater than the prior year's total of $16,544,000, an increase of 5%.
- Miscellaneous Revenue, including lease revenue, totals $1,373,000 year to date and is greater than the prior year's total of $464,000. The increase is mainly due to the receipt of $1,006,000 in PFAS Settlement funds in June.
- Investment earnings of $4,850,000 ($3,584,000 realized gains and $1,266,000 unrealized gains) are less than the prior year's earnings of $5,897,000 and are greater than budgeted earnings of $3,168,000. Of the $4,850,000 investment earnings, $571,000 was earned in the Debt Service Accounts and restricted to paying Bond Debt. NSU Debt Service interest earnings are $183,000. SSF Debt Service interest earnings are $187,000. CSU Debt Service interest earnings are $201,000. Slightly lower earnings, compared to prior year, 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. Investment earnings: 83% of the portfolio is Short-term Fixed income securities which are earning approximately 1% less than this time last year. The Long term (17%) portion of the portfolio has regained most of the early losses and is performing well at an annual rate of 10.6%.

Expenses

Year-to-date operating expenses of $26,000,000 are greater than the prior year's total of $23,860,000. The current year's spending is 85% of the amended budgeted expenses of $30,410,000.

- Management and Other Professional Services, including District Staff, Legal and Engineering Services, totals $3,453,000 year to date and is greater than the prior year's total of $3,119,000, an increase of 11%. The increase is mainly due to increased Engineering Services Costs and System Management Support partially offset by a decrease in management fees. Operational and Capital Plan Engineering have increased in budget and additional Engineering services are budgeted this fiscal year for a Gravity Sewer Hydraulic Model, Well Refurbishment/Assessment, and Water Facility Master plan.
- Utility Contract Services totals $16,543,000 year to date and is greater than the prior year's total of $15,751,000, 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 and additional services for Unidirectional Flushing.

- Other expenses include insurance, meter supplies, fuel, chemicals, and other operating expenses totaling $2,238,000 year to date which is $120,000 less than prior year. The decrease is mainly due to changes in meter supply allocation which is partially offset by an increase in gas and chemical costs.
- Capital Outlays total $6,215,000 and are at 45% 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 $3,342,000 and for SCADA Master Improvement is $994,000. 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 $13,730,000.
- A total of $8,906,000 has been transferred to Reserves for the CSU fund and $229,000 has been transferred to Reserves for the SSF Fund.

<u>Change in Unreserved Net Position</u>

The year-to-date decrease in Unreserved Net Position of ($2,151,000) is less than the prior year-to-date increase of $13,209,000. Key factors for changes in Net Position include:

NSU

- A 5% decrease in rates approved for FY 24-25 has yielded a decrease of ($623,000) in Water & Sewer revenue compared to the prior year.
- Investment earnings year to date have decreased ($1,095,000) from the prior year to date, however investment income of $3,514,000 is higher than the amended budget of $2,095,000. NSU is estimated to earn $3,834,000 this year.
- Other Income has increased $910,000 from prior year mostly due to receipt of the AFFF Settlement.
- Building, Landscape, and Other Maintenance expenses are $864,000 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 $4,522,000 higher than the prior year to date. Major projects and purchases include Advanced Metering $3,196,000 spent Year to Date, Vac Truck purchased for $532,000, SCADA Master Improvement Plan $420,000 spent Year to Date, LS 17 Pumps & Electrical Cabinet replacement $346,000, Bleed Down Valve Replacements totaling $296,000, and a Crane Truck purchased for $205,000.

CSU

- A 5% increase in rates has yielded an increase of $543,000 in Water and Sewer Revenues and an increase of $830,000 in Metered Irrigation Water Revenues.
- Transfers to reserves for General Renewal and Replacement increased $6,110,000 compared to the prior year. There were no transfers in the 2023-2024 fiscal year. Budgeted transfers to reserves are scheduled to decrease to $2,500,000 for the 2025-2026 fiscal year from the $6,666,000 budgeted for this fiscal year.
- Transfers to reserves for Debt Service Renewal and Replacement increased $2,796,000 compared to the prior year. There were no transfers in the 2023-2024 fiscal year, and none budgeted 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 adopted last year.

SSF

- Solid Waste Revenues increased $354,000 compared to the prior year, a 2% increase, primarily due to an increase in rates.
- Utility Contract Services increased $371,000 compared to prior year, a 4% increase, due to an increase in the Jacobs/OMI service agreements.
- Debt Service has increased $201,000 compared to the prior year due to an increase in the required principal payments partially offset by a reduction in Interest Expense.

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 1.89 as of August - *Requirement 1.20*

CSU – Senior Debt Service Calculation 1.60 as of August – *Requirement 1.20*
Subordinate Debt Service Calculation 3.94 as of August – *Requirement 1.05*

SSF - Debt Service Calculation 1.45 as of August – *Requirement 1.25*

Investment Earnings

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

August 2025	**CFB**	**FLCLASS**	**FL PALM**	**FL-FIT**	**FLTRUST**	**LTIP**
Current Month Annualized Return*	3.88%	4.35%	4.37%	4.55%	4.02%	10.59%
One Month Rate of Return	0.32%	0.36%	0.36%	0.38%	0.34%	2.05%
Prior FY 2024	4.86%	5.41%	5.44%	5.02%	4.58%	13.01%

*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.

North Sumter County UTILITY Dependent District

			Statement of Activity - Proprietary Funds						
			For the Eleven Months Ending August 31, 2025 (92% of the budget year)						
	Amended	**Budget %**		**Year To Date**					
Original Budget	**Budget**	**used**		**NSU**	**CSU**	**SSF**	**Total**	**Prior YTD**	**Variance**
			REVENUES:						
$ 38,598,380	$ 38,598,380	92%	Utilities	$ 10,770,809	$ 9,740,368	$ 14,973,308	$ 35,484,485	$ 35,209,957	$ 274,528
18,915,762	18,915,762	92%	Metered Irrigation	9,273,659	8,082,849	$ -	17,356,508	16,544,392	812,116
406,011	406,011	338%	Miscellaneous Revenue	1,204,420	112,668	$ 55,592	1,372,680	464,356	908,325
3,168,000	3,168,000	153%	Investment Earnings, Realized and Unrealized	3,514,447	650,204	685,492	4,850,144	5,896,834	(1,046,690)
61,088,153	61,088,153	97%	**Total Revenues:**	24,763,336	18,586,090	15,714,391	59,063,817	58,115,538	948,279
			EXPENSES:						
19,630	19,630	114%	Personnel Services	7,901	9,417	5,099	22,416	16,375	6,041.14
4,056,279	4,338,050	80%	Management and Other Professional Services	1,829,364	1,060,167	563,638	3,453,170	3,119,046	334,123
18,062,200	18,477,056	90%	Utility Contract Services	3,462,653	2,191,538	10,888,673	16,542,864	15,751,301	791,563
2,879,000	2,326,343	80%	Utility Services	1,074,067	786,036	-	1,860,104	1,772,789	87,315
2,377,127	2,742,372	69%	Building, Landscape and Other Maintenance	1,462,486	352,532	68,199	1,883,217	841,992	1,041,225
2,388,890	2,506,830	89%	Other Expenses	1,080,338	818,997	338,719	2,238,054	2,358,022	(119,968)
29,783,126	30,410,281	85%	**Total Operating Expenses**	8,916,808	5,218,687	11,864,329	25,999,824	23,859,526	2,140,298
10,429,135	13,759,499	45%	Capital Outlay - Infrastructure and FFE	5,212,212	971,194	31,495	6,214,901	1,143,857	5,071,044
21,706,900	21,706,900	92%	Debt Service	8,392,186	8,921,190	2,551,810	19,865,186	19,674,316	190,870
9,965,890	9,965,890	92%	Transfer	-	8,906,234	229,167	9,135,401	229,167	8,906,234
42,101,925	45,432,289	78%	**Total Other Charges**	13,604,398	18,798,618	2,812,472	35,215,488	21,047,340	14,168,148
71,885,051	75,842,570	81%	**Total Expenses and Other Charges**	22,521,206	24,017,305	14,676,801	61,215,312	44,906,866	16,308,446
$ (10,796,898)	$ (14,754,417)		**Change in Unreserved Net Position**	$ 2,242,130	$ (5,431,215)	$ 1,037,590	$ (2,151,495)	$ 13,208,673	$ (15,360,167)
			Total Cash and Investments, Net of Bond Funds	$ 66,880,761	$ 11,624,897	$ 8,034,526	$ 86,540,184	$ 84,449,795	$ 2,090,390
			Fund Balance						
			Net Investment in capital assets	(39,146,324)	(16,878,830)	(3,730,087)	(59,755,241)	(54,612,696.47)	
			Restricted for :						
			Debt Service	3,637,303	2,139,635	1,687,262	7,464,200	6,181,146.61	
			Renewal & Replacment	567,240	367,694	-	934,934	891,691	
			Committed R and R General	16,818,723	6,110,400	2,095,466	25,024,589	18,642,824	
			AFFF Settlement	1,006,377	-	-	1,006,377		
			Unrestricted	$ 55,630,422	$ 8,903,342	$ 5,438,431	69,972,195	$ 69,700,004	
			Total Fund Balance	$ 38,513,742	$ 642,240	$ 5,491,072	$ 44,647,054	$ 40,802,969	$ 3,844,085

North Sumter County UTILITY Dependent District

Statement of Activity - Proprietary Funds (NSU)
For the Eleven Months Ending August 31, 2025 (92% of the budget year)

Original Budget	Amended Budget	Budget % used		YTD Actual	PYTD Actual	Variance
			REVENUES:			
$ 11,960,960	$ 11,960,960	90%	Water and Sewer Revenues	$ 10,770,809	$ 11,393,537	$ (622,727)
9,871,190	9,871,190	94%	Metered Irrigation	9,273,659	9,291,104	$ (17,444)
215,500	215,500	559%	Miscellaneous Revenue	1,204,420	294,758	909,663
2,095,000	2,095,000	168%	Investment Earnings, Realized and Unrealized	3,514,447	4,609,301	(1,094,854)
24,142,650	24,142,650	103%	**Total Revenues:**	24,763,336	25,588,699	(825,363)
			EXPENSES:			
7,929	7,929	100%	Personnel Services	7,901	7,029	872
2,182,596	2,357,592	78%	Management and Other Professional Services	1,829,364	1,591,887	237,477
3,750,500	3,806,546	91%	Utility Contract Services	3,462,653	3,302,058	160,595
1,693,000	1,292,872	83%	Utility Services	1,074,067	1,074,665	(598)
1,507,175	1,891,126	77%	Building, Landscape and Other Maintenance	1,462,486	598,310	864,176
1,080,467	1,116,849	97%	Other Expenses	1,080,338	1,157,493	(77,155)
10,221,667	10,472,914	85%	**Total Operating Expenses**	8,916,808	7,731,441	1,185,367
6,044,367	9,105,175	57%	Capital Outlay - Infrastructure and FFE	5,212,212	689,772	4,522,439
9,066,500	9,066,500	93%	Debt Service	8,392,186	8,506,604	(114,418)
15,110,867	18,171,675	75%	**Total Other Charges**	13,604,398	9,196,376	4,408,021
25,332,534	28,644,589	79%	**Total Expenses and Other Charges**	22,521,206	16,927,817	5,593,388
$ (1,189,884)	$ (4,501,939)		**Change in Unreserved Net Position**	$ 2,242,130	$ 8,660,881	$ (6,418,751)
			Total Cash and Investments, Net of Bond Funds	$ 66,880,761	$ 67,758,143	$ (877,382)
			Fund Balance			
			Net Investment in capital assets	(40,718,720)	(38,245,248.41)	
			Restricted for :			
			Debt Service	3,637,303	3,395,739.15	
			Renewal & Replacment	567,240	540,989	
			Committed R and R General	16,818,723	16,797,358	
			AFFF Settlement	1,006,377	-	
			Unrestricted	57,202,819	$ 53,417,804	
			Total Fund Balance	$ 38,513,742	$ 35,906,641	$ 2,607,101

NSC UDD North Sumter County UTILITY Dependent District

Statement of Activity - Proprietary Funds (CSU)

For the Eleven Months Ending August 31, 2025 (92% of the budget year)

Original Budget	Amended Budget	Budget % used		YTD Actual	PYTD Actual	Variance
			REVENUES:			
$ 10,199,000	$ 10,199,000	96%	Water and Sewer Revenues	$ 9,740,368	$ 9,197,366	$ 543,003
9,044,572	9,044,572	89%	Metered Irrigation	8,082,849	7,253,288	829,560
130,511	130,511	86%	Miscellaneous Revenue	112,668	110,779	1,889
625,000	625,000	104%	Investment Earnings, Realized and Unrealized	650,204	597,613	52,591
19,999,083	19,999,083	93%	**Total Revenues:**	18,586,090	17,159,046	1,427,044
			EXPENSES:			
6,291	6,291	150%	Personnel Services	9,417	4,618	4,798
1,240,398	1,356,237	78%	Management and Other Professional Services	1,060,167	1,031,414	28,754
2,250,000	2,476,965	88%	Utility Contract Services	2,191,538	1,931,967	259,571
1,186,000	1,033,471	76%	Utility Services	786,036	698,124	87,913
759,952	741,246	48%	Building, Landscape and Other Maintenance	352,532	152,845	199,687
899,572	980,071	84%	Other Expenses	818,997	868,462	(49,465)
6,342,213	6,594,281	79%	**Total Operating Expenses**	5,218,687	4,687,429	531,258
4,384,768	4,622,829	21%	Capital Outlay - Infrastructure and FFE	971,194	454,085	517,110
9,760,400	9,760,400	91%	Debt Service	8,921,190	8,816,562	104,628
9,715,890	9,715,890	92%	Transfer	8,906,234	-	8,906,234
23,861,058	24,099,119	78%	**Total Other Charges**	18,798,618	9,270,647	9,527,971
30,203,271	30,693,400	78%	**Total Expenses and Other Charges**	24,017,305	13,958,076	10,059,229
$ (10,204,188)	$ (10,694,317)		**Change in Unreserved Net Position**	$ (5,431,215)	$ 3,200,970	$ (8,632,186)
			Total Cash and Investments, Net of Bond Funds	$ 11,624,897	$ 9,047,439	$ 2,577,458
			Fund Balance			
			Net Investment in capital assets	(16,878,830)	(13,656,252.01)	
			Restricted for :			
			Debt Service	2,139,635	1,463,807.18	
			Renewal & Replacment	367,694	350,702	
			Committed R and R General	6,110,400	-	
			Unrestricted	8,903,342	$ 12,031,301	
			Total Fund Balance	$ 642,240	$ 189,559	$ 452,681

North Sumter County UTILITY Dependent District

Statement of Activity - Proprietary Funds (SSF)						
For the Eleven Months Ending August 31, 2025 (92% of the budget year)						
Original Budget	**Amended Budget**	**Budget % used**		**YTD Actual**	**PYTD Actual**	**Variance**
			REVENUES:			
$ 16,438,420	$ 16,438,420	91%	Solid Waste Revenues	$ 14,973,308	$ 14,619,055	$ 354,253
60,000	60,000	93%	Miscellaneous Revenue	55,592	58,819	(3,227)
448,000	448,000	153%	Investment Earnings, Realized and Unrealized	685,492	689,920	(4,428)
16,946,420	16,946,420	93%	**Total Revenues:**	15,714,391	15,367,793	346,598
			EXPENSES:			
5,410	5,410	94%	Personnel Services	5,099	4,728	371
633,285	624,221	90%	Management and Other Professional Services	563,638	495,746	67,892
12,061,700	12,193,545	89%	Utility Contract Services	10,888,673	10,517,276	371,397
110,000	110,000	62%	Building, Landscape and Other Maintenance	68,199	90,837	(22,639)
408,851	409,910	83%	Other Expenses	338,719	332,067	6,652
13,219,246	13,343,086	89%	**Total Operating Expenses**	11,864,329	11,440,655	423,674
-	31,495	100%	Capital Outlay - Infrastructure and FFE	31,495	-	31,495
2,880,000	2,880,000	89%	Debt Service	2,551,810	2,351,150	200,660
250,000	250,000	92%	Transfer	229,167	229,167	-
3,130,000	3,161,495	89%	**Total Other Charges**	2,812,472	2,580,317	232,155
16,349,246	16,504,581	89%	**Total Expenses and Other Charges**	14,676,801	14,020,972	655,829
$ 597,174	$ 441,839		**Change in Unreserved Net Position**	$ 1,037,590	$ 1,346,821	$ (309,231)
			Total Cash and Investments, Net of Bond Funds	$ 8,034,526	$ 7,644,212	$ 390,314
			Fund Balance			
			Net Investment in capital assets	(3,730,087)	(2,711,196.05)	
			Restricted for :			
			Debt Service	1,687,262	1,321,600.28	
			Renewal & Replacment	-	-	
			Committed R and R General	2,095,466	1,845,466	
			Unrestricted	5,438,431	$ 4,250,899	
			Total Fund Balance	$ 5,491,072	$ 4,706,770	$ 784,303