



Key Largo Wastewater Treatment District
Board of Commissioners Meeting
Tuesday, May 5, 2026
4:00 PM

AGENDA

Board of Commissioners Meeting
103355 Overseas Highway
Key Largo, FL 33037

Meeting link for computer, tablet, or
smartphone.

www.gotomeet.me/KLWTDclerkboard-meeting

(Toll Free): 1 877 309 2073
(646) 749-3129

Access Code: 578-583-005

BOARD MEMBERS:

Nicolas Rodriguez	Chairman
Timothy Maloney	Vice Chairman
Matthew Hardee	Secretary-Treasurer
Robert Majeska	Commissioner
Philip Schwartz	Commissioner

DISTRICT STAFF:

Peter Rosasco	General Manager
Nicholas Mulick	General Counsel
Shannon McCully	Clerk

MISSION STATEMENT:

"The Mission of the Key Largo Wastewater Treatment District is to preserve and protect the delicate ecosystem of the Florida Keys while providing exceptional customer service."

Please mute cell phones.

A. CALL TO ORDER	
B. PLEDGE OF ALLEGIANCE	
C. ROLL CALL	
D. AGENDA ADDITIONS, CORRECTIONS, OR DELETIONS	
E. PUBLIC COMMENT	
F. APPROVAL OF MINUTES OF PREVIOUS MEETING	
1. Minutes of April 21, 2026	4
G. GENERAL MANAGER	
1. ACFR Presentation / Financial Audit Results for FY2025	8
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M. CAPITAL PROJECTS	

N. ENGINEERING

O. LEGAL

1. Twin Lakes Stormwater Project ILA (Reso. 04-2026)

101

A RESOLUTION OF THE BOARD OF COMMISSIONERS OF THE KEY LARGO WASTEWATER TREATMENT DISTRICT AUTHORIZING THE GENERAL MANAGER TO EXECUTE AN INTERLOCAL AGREEMENT BETWEEN KLWTD (THE DISTRICT) AND MONROE COUNTY FOR REIMBURSEMENT OF COSTS TO RESOLVE CONFLICTS BETWEEN THE DISTRICT'S WASTEWATER COLLECTION SYSTEM AND MONROE COUNTY'S STORMWATER MANAGEMENT INFRASTRUCTURE, PROVIDING FOR AN EFFECTIVE DATE, AND PROVIDING FOR ITS IMPLEMENTATION.

P. COMMISSIONER'S ITEMS

Q. ROUNDTABLE

R. ADJOURNMENT

**Key Largo Wastewater Treatment District
Board of Commissioners Meeting
Agenda Item Summary**

Meeting Date:
May 5, 2026

Agenda Item Number: F-1

Action Required:
Yes

Department:
Legal

Sponsor:
Nick Mulick

Subject:
Minutes of April 21, 2026

Summary:
Staff to present the minutes of April 21, 2026, for approval.

<u>Reviewed / Approved</u>	<u>Financial Impact</u>	<u>Attachments</u>
Operations: _____	\$	1. Minutes
Administration: _____		
Finance: _____	Funding Source:	
District Counsel: _____	N/A	
District Clerk: _____	Budgeted:	
Engineering: _____	N/A	

Approved By: _____ Date: 4-30-26
General Manager 



Key Largo Wastewater Treatment District
103355 Overseas Hwy, Key Largo, FL
Tuesday, April. 21, 2026

MINUTES

CALL TO ORDER (A)

Chairman Nicolas Rodriguez called the meeting to order at 4:00 p.m.

PLEDGE OF ALLEGIANCE (B)

Ms. Connie Fazio led the Pledge of Allegiance.

ROLL CALL (C)

Present were: Chairman Nicolas Rodriguez; Commissioners Timothy Maloney, Philip Schwartz, Robert Majeska, and Matthew Hardee

Also present: General Manager Peter Rosasco; General Counsel Nicholas Mulick; District Clerk Shannon McCully; Finance Manager Connie Fazio; Field Manager Rudy Perez; Plant/Facilities Manager Ryan Dempsey; WWTP Lead Operator Adam Baptiste; Apex Engineering Rob Mathers; IT Support Shelton Bennett

Appeared Virtually: Apex Engineering Ed Castle

ELECTION OF OFFICER (D)

Secretary/Treasurer

Chairman Rodriguez nominated Matthew Hardee for the office Secretary/Treasurer. Matthew Hardee was elected Secretary/Treasurer of Key Largo Wastewater Treatment District.

AGENDA ADDITIONS, CORRECTIONS, OR DELETIONS (E)

Approval of Agenda (E-1)

Motion: Commissioner Majeska made a motion to approve the Agenda. Commissioner Hardee seconded the motion. Motion passed without objection.

PUBLIC COMMENT (F)

No Speakers.

APPROVAL OF MINUTES (G)

Minutes of April 7, 2026 (G-1)

Motion: Commissioner Maloney made a motion to approve the Minutes of April 7, 2026. Commissioner Schwartz seconded the motion. Motion passed without objection.

GENERAL MANAGER (H)

No report in agenda.

IT (I)

No report in agenda.

CUSTOMER SERVICE (J)

Customer Service Report – March 2026 (J-1)

Ms. Fazio presented the Customer Service monthly report.

BUDGET AND FINANCE (K)

Budget and Finance Report – March 2026 (K-1)

Ms. Fazio presented the Budget and Finance monthly report.

FIELD (L)

Field Report – March 2026 (L-1)

Mr. Perez presented the Field monthly report.

PLANT/FACILITIES (M)

Plant/Facilities Report – March 2026 (M-1)

Mr. Dempsey presented the Plant/Facilities monthly report.

CAPITAL PROJECTS (N)

Capital Projects Report – March 2026 (N-1)

Mr. Mather presented the Capital Projects monthly report.

ENGINEERING (O)

Engineering Services Cost Reallocations (O-1)

Mr. Mather requested approval to reallocate certain Engineering cost categories from the Field Operations budget to Capital Projects.

Motion: Commissioner Maloney made a motion to approve the request.
Commissioner Hardee seconded the motion.

Vote on Motion:

Commissioner Maloney – Aye
Commissioner Hardee – Aye
Commissioner Majeska – Aye
Commissioner Schwartz – Aye
Chairman Rodriguez – Aye

LEGAL (P)

No report in agenda.

COMMISSIONER ITEMS (Q)

No report in agenda.

ROUNDTABLE DISCUSSION (R)

No report.

ADJOURNMENT (S)

The meeting was adjourned at 5:06 p.m.

Nicolas Rodriguez, Chairman

Shannon McCully, Clerk

Seal _____

Key Largo Wastewater Treatment District Board of Commissioners Meeting Agenda Item Summary

Meeting Date:
May 5, 2026

Agenda Item Number: G-1

Action Required:
No

Department:
General Manager


Sponsor:
General Manager

Subject:
ACFR Presentation / Financial Audit Results for FY2025

Summary of Discussion:

Tony Grau of Grau and Associates will present the Key Largo Wastewater Treatment District's ACFR (Annual Comprehensive Financial Report) and the results of the financial audit for Fiscal Year 2025.

<u>Reviewed / Approved</u>	<u>Financial Impact</u>	<u>Attachments</u>
Operations: _____	\$	1. FY25 ACFR Report 2. Letter to the Board from Grau and Associates
Administration: _____		
Finance: _____	Funding Source:	
District Counsel: _____	N/A	
District Clerk: _____	Budgeted:	
Engineering: _____	N/A	

Approved By:  Date: 4-30-26
General Manager



Key Largo Wastewater Treatment District

ANNUAL COMPREHENSIVE FINANCIAL REPORT

SEPTEMBER 30, 2025

**Key Largo Wastewater Treatment District
Annual Comprehensive Financial Report
For the Fiscal Year ended September 30, 2025**

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**Key Largo Wastewater Treatment District
Annual Comprehensive Financial Report
For the Fiscal Year ended September 30, 2025**

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Key Largo Wastewater Treatment District

103355 Overseas Highway
Key Largo, FL 33037
Phone: (305) 451-4019 Fax: (305) 453-5807
www.klwtd.com



April 13, 2026

Honorable Chairman,
Members of the Board of Commissioners, and
Citizens of Key Largo

The comprehensive annual financial report of the Key Largo Wastewater Treatment District, Florida for the fiscal year ended September 30, 2025, is submitted herewith pursuant to Florida Statute Chapter 218.39 and Chapter 189.436(3) governing audit requirements for special districts.

This report consists of management's representations concerning the finances of the Key Largo Wastewater Treatment District. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the Key Largo Wastewater Treatment District has established a comprehensive internal control framework that is designed both to protect the District's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the Key Largo Wastewater Treatment District's financial statements in conformity with Generally Accepted Accounting Principles (GAAP). Because the cost of internal controls should not outweigh their benefits, the Key Largo Wastewater Treatment District's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Key Largo Wastewater Treatment District's financial statements have been audited by Grau & Associates, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the Key Largo Wastewater Treatment District for the fiscal year ended September 30, 2025, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the Key Largo Wastewater Treatment District's financial statements for the fiscal year ended September 30, 2025, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

In addition to meeting the requirements set forth above, the independent audit was also designed to meet the requirements of Chapter 10.550, Rules of the Auditor General. These standards require the independent auditor to report not only on the fair presentation of the basic financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal and state awards. The report is presented in the compliance section of this report.

In accordance with Governmental Accounting Standards Board Statement No. 34, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments, GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The Key Largo Wastewater Treatment District's MD&A can be found immediately following the independent auditor's report on the basic financial statements.

The financial and accounting structure of the District consists of a single enterprise fund. The District is an Independent Special District authorized by Chapter 2002-337, Florida Statutes, enacted May 23, 2002. The principal function of the District is to provide for the design, construction and operation of wastewater treatment facilities to serve the island of Key Largo, an unincorporated portion of Monroe County, Florida. The District complies with the operating and reporting requirements of Chapter 189, Florida Statutes as applicable to Special Districts.

The District develops an annual budget to provide for the operations and capital programs of the District. A draft budget is developed by management and presented to the Board of Commissioners for review, revision and ultimate approval. The budget is adopted by the Board of Commissioners, by resolution, for the upcoming fiscal year of October 1st through September 30th.

The District's mission is part of larger state and national initiatives to save the Everglades and Florida Bay ecosystems for the benefit of future generations. In Key Largo, and typically all the Florida Keys except Key West, the disposal of domestic sewage has been historically handled by septic tanks and cesspits. Many commercial operations utilized small package sewage treatment plants. Florida statute 99-395 mandated the District establish goals which included the introduction of advanced wastewater treatment (AWT) and disposal infrastructure to serve all residents and commercial operations of Key Largo by July, 2010. This was later amended by the legislature in 2010 and the deadline for Advanced Wastewater Treatment standards required by the Statue 99-395 was extended to 2016.

Over 13,000 individual parcels of land exist on Key Largo. The District designed, engineered and constructed a main transmission line and associated collection systems to provide vacuum based collection services to the District's entire service area excluding properties where it was cost prohibitive to do so. This project was completed and placed into service during fiscal year 2011, which was 4 years earlier than the extended deadline. The completion of this project concluded the construction of the District's basic wastewater infrastructure throughout its entire service area, however, those unique properties that were unable to be provided with vacuum based collection services were given the option of joining the District's grinder pump project that started in fiscal year 2012, and was completed before the 2016 deadline.

The District continues to improve the Key Largo system to increase efficiency, harden assets, protect against hurricanes and other catastrophic events, and to lessen any negative environmental impact.

The preparation of this comprehensive annual financial report for the Key Largo Wastewater Treatment District was made possible by the dedicated efforts of all members of the District's staff. Each staff member has our sincere appreciation for the contributions made to this report.

In closing, without the leadership and vision of the Board of Commissioners, preparation of this report would not have been possible.

A handwritten signature in blue ink, appearing to read "Peter Rosasco CPA". The signature is fluid and cursive, with the letters "CPA" written in a slightly larger, more distinct font at the end of the signature.

Peter Rosasco, CPA General Manager & Finance Director

**Key Largo Wastewater Treatment District
List of Principal Officials**

FY2025

Nicolas Rodriguez, Chairman

Timothy Maloney, Vice Chairman

Susan Heim, Secretary/Treasurer

Robert Majeska, Commissioner

Philip Schwartz, Commissioner

District Management

Peter Rosasco, CPA, General Manager and Finance Director

Connie Fazio, Finance Manager

Shannon McCully, District Clerk

District Counsel

Nicholas Mulick

District Engineer

The Weiler Engineering Corp.
R. Jeff Weiler P.E., President
Edward R. Castle, Project Manager

Financial Section



INDEPENDENT AUDITOR'S REPORT

Board of Commissioners
Key Largo Wastewater Treatment District
Key Largo, Florida

Report on the Financial Statements

Opinion

We have audited the accompanying basic financial statements of Key Largo Wastewater Treatment District, Key Largo, Florida ("District") as of and for the fiscal year ended September 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the District as of September 30, 2025, and the respective changes in financial position, and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

The District's management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America; and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and schedule of changes in the District's net OPEB liability and related ratios be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The budgetary comparison schedule, schedule of expenditures of state financial assistance projects, as required by Chapter 10.550, Rules of the Auditor General of the State of Florida, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The budgetary comparison schedules, schedule of expenditures of state financial assistance projects are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the budgetary comparison schedules, schedule of expenditures of state financial assistance projects are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Information Included in the Financial Report

Management is responsible for the other information included in the financial report. The other information comprises the information for compliance with FL Statute 218.39 (3) (c), the introductory section and statistical section but does not include the financial statements and our auditor's report thereon. Our opinions on the financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated April 13, 2026, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the District's internal control over financial reporting and compliance.

Grau & Associates

April 13, 2026

Management's Discussion and Analysis

KEY LARGO WASTEWATER TREATMENT DISTRICT MANAGEMENT'S DISCUSSION AND ANALYSIS

On behalf of the Key Largo Wastewater Treatment District, Key Largo, Florida (District), management presents this narrative overview and analysis of financial activities of the District to readers of the District's financial statements for the fiscal year ended September 30, 2025. We are including this discussion and analysis in order to provide the reader with a better understanding of the District's overall financial position. This narrative should be considered in conjunction with the additional information contained in the introductory transmittal letter and the District's financial statements which follow in this section.

Overview of Operations

The District was formed as a special district with the election of inaugural commissioners on November 5, 2002, as provided in Chapter 2002-337, Florida Statutes. The District's mission includes the introduction and operation of advanced wastewater treatment and disposal infrastructure to serve all residents and commercial operations on the unincorporated island of Key Largo.

From FY2003 through FY2011, The District focused on its role as a new public utility and constructing a single regional treatment facility and vacuum collection system to the KLWTD service area. Originally, the wastewater treatment plant's capacity was 0.183mgd (million gallons per day) and was increased to 2.3mgd in FY2011 to ultimately serve the area with a single regional treatment facility. Installation of the transmission main and vacuum collection systems took place in all service areas.

The District created a policy of levying special assessments on all parcels to be benefited by the construction. The assessments on the benefiting property owners were intended to recover a portion of the cost of the improvements. Each parcel owner had the choice to pay the assessment in full or as a non-ad valorem tax over a 20 year period.

In FY2012 the District entered into an interlocal agreement with the Islamorada Village of Islands to treat its wastewater and sell treatment plant capacity space of 1.104 million gallons of average daily flow. In FY2014 the District began receiving flows from Islamorada for treatment.

From FY2015 through FY2016, the treatment plant capacity was upgraded to 3.45mgd to accommodate the additional flows from Islamorada. The system consistently meets Advanced Wastewater Treatment Standards (AWT).

A grinder pump project commenced during FY2012 and was substantially completed in FY2016. The grinder pump project provides centralized sewer service to properties where it was cost prohibitive to provide a vacuum based collection system.

A chemical feed system upgrade project and the blower upgrade project were completed in FY2017.

In FY2018, the District began a capital upgrades project that included a process water system project, a headworks bypass piping project, a bridge to SBR #3 and filter booster pump upgrade. In addition, a solar arrays project that was started in FY2018, which included solar panels over the disinfection basin and on the roof of the plant operations building.

In FY2019, the District installed solar panels over the disinfection basin to reduce chemical costs and produce clean energy, and began the construction of the steel storage building at the wastewater treatment plant.

In FY2020, the District completed, the capital upgrades project, and the installation of the solar panels over the disinfection basin. These projects were done to reduce chemical costs and produce clean energy. In addition, the District completed the construction of a steel storage building at the wastewater treatment plant in FY2020.

In FY2022 the District continued work on the solar array projects and fire suppression projects. The vacuum trailer/VPS piping modification project and tanks coating project also commenced in FY2022.

Overview of Operations (Continued)

In FY2023, the fire suppression project, the tanks coating project and the solar project were completed. Work continued on the VPS modifications project and the filtration upgrade project. Work commenced on the collections system monitoring project.

In FY2024, projects included: filtration upgrade, collections system monitoring, and VPS modification.

In FY2025, work began on power conditioning/electrical upgrades at the WWTP and the odor control project. The filtration upgrade and collection system monitoring projects continued. In FY2026; the equalization tank/headworks screening project is expected to begin.

The District continues to improve the Key Largo system to increase efficiency, harden assets, protect against hurricanes and other catastrophic events, and to lessen any negative environmental impact.

The District's Single Enterprise Fund

The District uses proprietary fund accounting to record and report its results of operation as a single enterprise fund. This method of accounting is used when an entity charges customers for the services it provides.

Basic Financial Statements

The basic financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all the District's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of revenues, expenses and changes in net position presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (e.g., earned but unused vacation leave).

District's Net Position

Total assets of the District at September 30, 2025 were \$171,126,994 and total liabilities amounted to \$15,204,782. Total net position of the District was \$155,867,247. For the prior year, total assets of the District at September 30, 2024, were \$172,306,956 and total liabilities amounted to \$19,549,665 and total net position of the District was \$152,691,689.

Total current assets of \$38,097,937 at September 30, 2025 included \$2,772,432 in amounts due to the District from other government agencies and unrestricted cash and cash equivalents of \$20,307,603. Restricted current assets included cash and cash equivalents of \$14,947,969 restricted for debt service and reserves for future repairs and replacements. For the prior year, total current assets of \$36,688,159 at September 30, 2024 included \$2,764,983 in amounts due to the District from other government agencies. The District had unrestricted cash and cash equivalents of \$21,428,703 and restricted cash and cash equivalents of \$12,423,917. These funds were restricted for debt service and reserves for future repairs and replacements.

Total noncurrent assets at September 30, 2025 of \$133,029,057 included \$285,330 in amounts due from other governments, \$58,295 in deposits, \$7,428,178 in assessments levied but not received, \$125,257,254 in land, equipment, and infrastructure (net of accumulated depreciation) owned by the District. In the prior year, total noncurrent assets at September 30, 2024 of \$135,618,797 included \$2,092,460 in amounts due from other governments, \$58,295 in prepaid expense and other assets, \$10,446,606 in assessments levied but not received, \$123,021,436 in land, equipment, and infrastructure (net of accumulated depreciation) owned by the District.

District’s Net Position (Continued)

Total liabilities at September 30, 2025 of \$15,204,782 included \$1,239,438 due to vendors for goods and services rendered, \$437,237 due to construction contractors for contracts and retainage payable, \$31,239 in accrued interest expense, \$4,471,996 in loans payable, of which \$1,415,571 is due next year, and \$7,428,178 for assessments levied but not yet received and other deferred revenues. In the prior year, liabilities at September 30, 2024 of \$19,549,665 included \$1,231,011 due to vendors for goods and services rendered, \$388,385 due to construction contractors for retainage payable, \$38,683 in accrued interest expense, \$5,887,567 in loans payable, and \$10,446,606 for assessments levied but not yet received and other deferred revenues.

Key components of the District’s net position are reflected in the following table:

Key Components of Net Position

	September 30,	
	2025	2024
Current and other assets	\$ 45,869,740	\$ 49,285,520
Capital assets, net of depreciation	125,257,254	123,021,436
Total assets	<u>171,126,994</u>	<u>172,306,956</u>
Current liabilities	3,123,485	3,037,688
Long-term liabilities	12,081,297	16,511,977
Total liabilities	<u>15,204,782</u>	<u>19,549,665</u>
Deferred inflows of resources	54,965	65,602
Net position		
Net investment in capital assets	118,932,450	115,365,875
Restricted	14,916,730	12,385,234
Unrestricted	22,018,067	24,940,580
Total net position	<u>\$ 155,867,247</u>	<u>\$ 152,691,689</u>

District Revenues, Expenses, and Changes in Net Position

The District’s net position increased by \$3,175,558 during the current fiscal year; from \$152,691,689 on September 30, 2024 to \$155,867,247 on September 30, 2025. Total revenues for the period were \$17,836,989 and total expenses for the period were \$14,833,339. For the prior year, total revenues for the period were \$21,921,427 and total expenses for the period were \$14,069,433.

In FY2020, a rate study was conducted, and a wastewater fee reduction rate of 15 percent was approved by the KLWTD Board of Commissioners by Resolution #22-12-19, effective January 1, 2020.

In FY2022, a rate study was conducted, and a wastewater fee reduction rate of 5 percent was approved by the KLWTD Board of Commissioners by Resolution #15-2022, effective October 1, 2022.

In FY2025, a rate study was conducted, and a wastewater fee increase of 6.2% was approved by the KLWTD Board of Commissioners by Resolution #04-2025, effective March 1, 2025.

During the current fiscal year, operating revenues consisted of \$9,198,741 in charges to customers for services and related fees. The District received \$3,435,747 in assessments, \$1,768,094 in interest income and \$3,606,315 in grant income. For FY2024, operating revenue consisted of \$8,879,265 in charges to customers for services and related fees, and the District received \$3,575,291 in assessments, \$1,699,437 in interest income, and \$7,767,434 in grant income.

District Revenues, Expenses, and Changes in Net Position (Continued)

Key elements of the change in net position are reflected in the following table:

<u>Change in Net Position</u>		
Fiscal Year Ended September 30,		
	2025	2024
Operating activities:		
Charges for services	\$ 9,198,741	\$ 8,879,265
Cost of sales	(6,055,643)	(5,476,206)
Administration	(2,329,096)	(2,261,010)
Other	(958,424)	(943,065)
Depreciation	(5,318,268)	(5,182,009)
Net operating (loss)	<u>(5,462,690)</u>	<u>(4,983,025)</u>
Nonoperating activities:		
Grant revenue	3,606,315	7,767,434
Assessments	3,435,747	3,575,291
Interest income	1,768,094	1,699,437
Interest expense	(171,908)	(207,143)
Net nonoperating activities	<u>8,638,248</u>	<u>12,835,019</u>
Change in net position	<u>3,175,558</u>	<u>7,851,994</u>
Net position, beginning	<u>152,691,689</u>	<u>144,839,695</u>
Net position, ending	<u>\$ 155,867,247</u>	<u>\$ 152,691,689</u>

Capital Assets and Project Plan

The District adopted a master facilities plan in March, 2006 to construct wastewater collection transmission and treatment facilities to serve the entire island of Key Largo. The wastewater transmission and treatment facilities project was substantially completed and in service at the end of FY2011.

Subsequently, the District has been working on additional projects to harden assets and improve efficiency and effectiveness of operations, as discussed above.

Currently the District's 5-year capital asset and project plan consists of:

- Headworks & Influent EQ Tank
- Collection System Elevation Adjustments for Monroe County's Sea Level Rise Projects, Phases 1-4
- Vacuum Station Sewage Tank Upgrades
- Sludge Conditioning Upgrades (membrane thickening)
- Pharmaceuticals Treatment and Potable Reuse Demonstration Project
- Pipe Restoration at WWTP
- Flood Mitigation at Vac Stations

At September 30, 2025 the District had \$193,337,298 invested in land, infrastructure, equipment, and construction in progress. Depreciation of \$68,080,044 has been taken, which resulted in a net book value of \$125,257,254. More detailed information about the District's capital assets is presented in the notes to the financial statements.

Capital Debt

The District's capital debt decreased by \$1,379,608 during the current fiscal year, due to the regularly scheduled annual debt service payments. More detailed information about the District's capital debt is presented in the notes to the financial statements.

Economic Factors and Next Year's Budget

The unemployment rate for Monroe County was 3.1% at December 2025. The rate compares favorably to the state's average unemployment rate of 4.3%.

Assessed property values in the District's service area increased in 2025; however, the District has no taxing authority, and no District revenue is derived from or dependent upon ad-valorem taxation. Therefore, this increase in property value should have no significant effect on the current or future financial performance.

The rate study of 2025 recommended annual rate increases of 6.2% for 3 years, FY2025, FY2026, and FY2027. The KLWTD Board approved the rate study recommendations at the February 4, 2025 meeting.

In FY2026 the District's active projects will include the collections system monitoring project, the equalization tank/headworks screening, power conditioning / WWTP electrical upgrades, and vacuum station odor control projects. The equalization tank/headworks screening project will commence in 2026.

Contacting the District's Financial Management

This financial report is designed to provide our citizens, landowners, taxpayers, customers, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the financial resources it manages and the stewardship of the facilities it maintains. If you have questions about this report or need additional financial information, contact the Key Largo Wastewater Treatment District's Finance Department at 103355 Overseas Highway, Key Largo, Florida, 33037. The KLWTD email address is: finance@klwtd.com

Basic Financial Statements

**KEY LARGO WASTEWATER TREATMENT DISTRICT
STATEMENT OF NET POSITION
SEPTEMBER 30, 2025**

ASSETS	
Current assets:	
Unrestricted:	
Cash and cash equivalents	\$ 20,307,603
Accounts receivable	13,628
Due from other governments	2,772,432
Prepaid expenses	56,305
Total unrestricted current assets	<u>23,149,968</u>
Restricted:	
Cash and cash equivalents	<u>14,947,969</u>
Total restricted current assets	<u>14,947,969</u>
Total current assets	<u>38,097,937</u>
Noncurrent assets:	
Due from other governments	285,330
Deposits	58,295
Assessments receivable	7,428,178
Capital assets:	
Land	2,012,494
Construction in progress	18,789,146
Depreciable assets	172,535,658
Less accumulated depreciation	<u>(68,080,044)</u>
Total capital assets, net	<u>125,257,254</u>
Total noncurrent assets	<u>133,029,057</u>
Total assets	<u>171,126,994</u>
LIABILITIES	
Current liabilities:	
Accounts payable and accrued expenses	1,239,438
Payable from restricted assets:	
Accrued bond interest payable	31,239
Contracts and retainage payable	437,237
Current portion of long term debt	1,415,571
Total current liabilities	<u>3,123,485</u>
Noncurrent liabilities:	
Unearned revenue	7,428,178
Loans payable	4,471,996
Compensated absences	132,313
Other post employment benefits	48,810
Total noncurrent liabilities	<u>12,081,297</u>
Total liabilities	<u>15,204,782</u>
DEFERRED INFLOWS OF RESOURCES	
Other post employment benefits	54,965
Total deferred inflows of resources	<u>54,965</u>
NET POSITION	
Net investment in capital assets	118,932,450
Restricted for debt service	2,336,340
Restricted for other	12,580,390
Unrestricted	22,018,067
Total net position	<u>\$ 155,867,247</u>

See accompanying notes to financial statements

**KEY LARGO WASTEWATER TREATMENT DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025**

Operating revenues:	
Charges for services	\$ 7,761,886
Other service fees	<u>1,436,855</u>
Total operating revenues	<u>9,198,741</u>
Operating expenses:	
Costs of sales and services	6,055,643
Administration	2,329,096
Other	958,424
Depreciation	<u>5,318,268</u>
Total operating expenses	<u>14,661,431</u>
Operating income (loss)	<u>(5,462,690)</u>
Nonoperating revenues (expenses):	
Grant revenues	3,606,315
Assessments	3,435,747
Interest income	1,768,094
Interest expense	<u>(171,908)</u>
Total nonoperating revenues (expenses)	<u>8,638,248</u>
Change in net position	3,175,558
Total net position - beginning	<u>152,691,689</u>
Total net position - ending	<u>\$ 155,867,247</u>

See accompanying notes to financial statements

**KEY LARGO WASTEWATER TREATMENT DISTRICT
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025**

Cash flows from operating activities:	
Receipts from customers and users	\$ 9,201,691
Payments to employees	(3,779,397)
Payments to suppliers	<u>(5,572,433)</u>
Net cash provided (used) by operating activities	<u>(150,139)</u>
Cash flows from capital and related financing activities:	
Grants and other intergovernmental	3,606,315
Assessments	3,435,747
Other income	1,807,130
Principal payments on long term debt	(1,379,608)
Interest payments on long term debt	(179,352)
Acquisition and construction of capital assets	<u>(7,505,235)</u>
Net cash provided (used) by capital and related financing activities	<u>(215,003)</u>
Cash flows from investing activities:	
Investment earnings	<u>1,768,094</u>
Net cash provided (used) by investing activities	<u>1,768,094</u>
Net increase (decrease) in cash and cash equivalents	<u>1,402,952</u>
Cash and cash equivalents (including restricted), October 1	<u>33,852,620</u>
Cash and cash equivalents (including restricted), September 30	<u>\$ 35,255,572</u>
Reconciliation of operating (loss) to net cash provided (used) by operating activities:	
Operating (loss)	<u>\$ (5,462,690)</u>
Adjustments to reconcile operating (loss) to net cash provided (used) by operating activities:	
Depreciation expense	5,318,268
(Increase)/Decrease in accounts receivable	10,399
(Increase)/Decrease in due from other governments	(7,449)
(Increase)/Decrease in prepaid	(9,776)
Increase/(Decrease) in accounts payable	8,427
Increase/(Decrease) in other post employment benefits	(4,437)
Increase/(Decrease) in compensated absences payable	<u>(2,881)</u>
Total adjustments	<u>5,312,551</u>
Net cash provided (used) by operating activities	<u>\$ (150,139)</u>

See accompanying notes to financial statements

KEY LARGO WASTEWATER TREATMENT DISTRICT NOTES TO FINANCIAL STATEMENTS

NOTE 1 – REPORTING ENTITY

The Key Largo Wastewater Treatment District, Key Largo, Florida (“District”) is an autonomous independent Special District and political body formed in 2002 by the Legislature of the State of Florida by House Bill 471, enacted as Chapter 2002-337, Laws of Florida, for the purpose of carrying out the planning, acquisition, development, operation, and management of a wastewater management system within the District’s boundaries in Key Largo, Monroe County, Florida. This responsibility was transferred from the Florida Keys Aqueduct Authority (“FKAA”) to the District pursuant to an Interlocal Agreement dated February 26, 2003 between the District, Monroe County, and FKAA. The District is governed by a five member Board of Directors which are elected in a nonpartisan election.

The financial statements were prepared in accordance with Governmental Accounting Standards Board (“GASB”) Statements. Under the provisions of those standards, the financial reporting entity consists of the primary government, organizations for which the District is considered to be financially accountable and other organizations for which the nature and significance of their relationship with the District are such that, if excluded, the financial statements of the District would be considered incomplete or misleading. There are no entities considered to be component units of the District; therefore, the financial statements include only the operations of the District.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The District operates as a proprietary fund type, specifically an enterprise fund. The District’s financial statements are presented on the full accrual basis of accounting and conform to accounting principles generally accepted in the United States of America. The focus of a proprietary fund is the measurement of economic resources. Under this method revenues are recorded when earned and expenses are recorded when the liability is incurred, and all assets and liabilities associated with the entity are included on the balance sheet. The generally accepted accounting principles applicable to proprietary funds are similar to those applicable in the private sector.

Proprietary funds distinguish operating revenue and expenses from nonoperating items. Operating revenues and expenses generally result from providing services in connection with the fund’s principal ongoing operations. The operating revenues of the District are charges to customers for sales and services. Operating expenses include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenue and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Deposits and Investments – The District’s cash and cash equivalents are considered to be cash on hand and demand deposits (interest and non-interest bearing).

The District has elected to proceed under the Alternative Investment Guidelines as set forth in Section 218.415 (17) Florida Statutes. The District may invest any surplus public funds in the following:

- a) The Local Government Surplus Trust Funds, or any intergovernmental investment pool authorized pursuant to the Florida Interlocal Cooperation Act;
- b) Securities and Exchange Commission registered money market funds with the highest credit quality rating from a nationally recognized rating agency;
- c) Interest bearing time deposits or savings accounts in qualified public depositories;
- d) Direct obligations of the U.S. Treasury.

Securities listed in paragraph c and d shall be invested to provide sufficient liquidity to pay obligations as they come due.

The District records all interest revenue related to investment activities in the respective funds. Investments are measured at amortized cost or reported at fair value as required by generally accepted accounting principles.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Prepays – Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

Restricted Assets – Restricted assets represent cash and other assets whose use is restricted by legal requirements, amounts set aside to meet sinking fund requirements and reserves for future repairs and replacements.

Capital Assets – Capital assets include property, plant, equipment and the wastewater collection system. The District maintains a \$750 threshold and estimated useful life of more than one year for additions to equipment. The remainder of capital assets with a value in excess of \$5,000 and an estimated useful life of in excess of two years are capitalized. Capital assets are recorded at historical cost. Donated capital assets are recorded at estimated fair value at the date of donation.

Interest incurred during the construction phase of capital assets is included as part of the capitalized value of the assets constructed.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized but expensed as incurred. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant and equipment of the District are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Equipment – field and plant equipment	7-10
Equipment – vehicles	5
Infrastructure and building	30-40

The District’s wastewater system was completed in sections. Depreciation begins when the section is completed and placed in service.

Long-term Obligations – The long-term debt of the District is reported as a liability in the statement of net position.

Compensated Absences – It is the District’s policy to permit employees to accumulate earned but unused PTO leave benefits. 48 hours of Personal Time Off (PTO) is given to each employee at the start of each calendar year and must be used by the end of the calendar year. PTO leave up to 8 hours per month is earned by employees with the District under 5 years, 13 hours per month for employees with the District over 5 years, 15 hours per month for employees with the District over 10 years, 18 hours per month for employees with the District over 15 years. All PTO leave is accrued when earned in the government-wide and proprietary fund financial statements.

Other Postemployment Benefits (OPEB) – Effective October 1, 2017, the District adopted GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions (other postemployment benefits or OPEB). It also improves information provided by state and local governmental employers about financial support for OPEB that is provided by other entities. See Note 8, Other Postemployment Benefits (OPEB), for more information on the District’s OPEB Plan.

Deferred Outflows/Inflows of Resources – In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

Revenue Recognition – Revenues that do not meet revenue recognition requirements (not earned) are recorded as unearned revenue.

Assessments are non-ad valorem assessments on parcels served within the District. The assessments were levied in phases one to two years before the related infrastructure for the area was completed. The assessments may be paid in one lump sum or allocated over a 20 year period. For assessments paid over a 20 year period, interest will be the lesser of the District’s borrowing rate or 8% per year. There is no penalty for prepayments or deferred payments. The fiscal year for which annual assessments are levied begins on October 1 with discounts available for payments through February 28 and become delinquent on April 1. The District’s annual assessments are billed and collected by the County Tax Assessor/Collector. The amounts remitted to the District are net of applicable discounts or fees and include interest on monies held from the day of collection to the day of distribution. The assessments were levied to fund a portion of the costs of the infrastructure being constructed to benefit parcels served and are reported as nonoperating revenues.

The portion of assessments receivable due and earned within the current fiscal period is considered to be revenue of the current period. The remainder is recorded as unearned revenue in the statement of net position.

Fund Equity/Net Position - Net position is the difference between assets and deferred outflows of resources less liabilities and deferred inflows of resources. Net position in the government-wide financial statements are categorized as net investment in capital assets, restricted or unrestricted. Net investment in capital assets represents net position related to infrastructure and property, plant and equipment. Restricted net position represents the assets restricted by the District’s debt covenants or other contractual restrictions. Unrestricted net position consists of the net position not meeting the definition of either of the other two components.

The District first uses restricted resources, followed by unrestricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

Use of Estimates – The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amount of assets, liabilities, and changes therein, and the disclosure of contingent assets and liabilities. Actual results could differ from those estimates.

NOTE 3 – RESTRICTED CASH AND DEPOSITS

Cash and investment amounts restricted for specific use by outside parties at September 30, 2025 are as follows:

Restricted for debt service on loans	\$ 2,367,579
Restricted for renewal and replacement of capital assets and insurance reserves	12,580,390
	<u>\$ 14,947,969</u>

Deposits

The District’s cash balances were entirely covered by federal depository insurance or by a collateral pool pledged to the State Treasurer. Florida Statutes Chapter 280, "Florida Security for Public Deposits Act", requires all qualified depositories to deposit with the Treasurer or another banking institution eligible collateral equal to various percentages of the average daily balance for each month of all public deposits in excess of any applicable deposit insurance held. The percentage of eligible collateral (generally, U.S. Governmental and agency securities, state or local government debt, or corporate bonds) to public deposits is dependent upon the depository’s financial history and its compliance with Chapter 280. In the event of a failure of a qualified public depository, the remaining public depositories would be responsible for covering any resulting losses.

NOTE 3 – RESTRICTED CASH AND DEPOSITS

The District participates in an overnight repurchase agreement sweep arrangement as part of cash management. Excess operating cash is invested overnight and returned to the operating account the next business day. Repurchase agreements are collateralized by U.S. government and/or agency securities with a fair value at least equal to the principal amount invested. The underlying securities are held by an independent custodian in the District’s name. Accordingly, the District is not exposed to custodial credit risk related to these repurchase agreements.

NOTE 4 – CAPITAL ASSETS

The table below summarizes the capital activity for the fiscal year ended September 30, 2025.

	Beginning Balance	Additions	Deletions	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 2,012,494	\$ -	\$ -	\$ 2,012,494
Construction in progress	17,190,253	5,916,662	(4,317,769)	18,789,146
Total capital assets, not being depreciated	19,202,747	5,916,662	(4,317,769)	20,801,640
Capital assets, being depreciated:				
Buildings	4,182,419	62,056	-	4,244,475
Treatment facilities	42,949,375	4,436,278	-	47,385,653
Collection system	117,059,006	1,055,059	-	118,114,065
Equipment	2,400,486	401,800	(10,821)	2,791,465
Total capital assets, being depreciated	166,591,286	5,955,193	(10,821)	172,535,658
Less accumulated depreciation for:				
Buildings	567,309	167,707	(3,166)	731,850
Treatment facilities	19,939,256	1,770,260	(3,847)	21,705,669
Collection system	40,730,589	3,143,593	-	43,874,182
Equipment	1,535,443	236,708	(3,808)	1,768,343
Total accumulated depreciation	62,772,597	5,318,268	(10,821)	68,080,044
Total capital assets, being depreciated, net	103,818,689	636,925	-	104,455,614
Total capital assets, net	\$ 123,021,436	\$ 6,553,587	\$ (4,317,769)	\$ 125,257,254

In connection with the District’s wastewater treatment project, the District has entered into various contracts with engineers and contractors to construct the collection system and treatment plant. As of September 30, 2025, there are open contracts totaling \$4,287,855.

NOTE 5 – INTERLOCAL AGREEMENTS

On May 22, 2012, the District entered into an interlocal agreement with Islamorada Village of Islands (“Islamorada”) for wastewater services. Under the terms of the agreement, the District will provide wastewater treatment and disposal services to Islamorada for a period of 30 years. The fee charged to Islamorada is \$4.65 per thousand gallons and adjusted in accordance with true-up provisions in the agreement. Wastewater treatment and disposal services commenced during June 2014. Total revenue earned relating to wastewater services provided to Islamorada during the year ended September 30, 2025 totaled \$1,391,233. Furthermore, Islamorada purchased capacity from the District and also agreed to pay for its proportionate share of plant capacity upgrades that the District constructed. In fiscal year 2012, the District charged Islamorada \$10,176,000 for the purchase of this capacity.

Florida Keys Water Quality Improvement Program

On October 31, 2014, the District entered into an interlocal agreement with the City of Marathon (“City”), Florida, and the Village of Islamorada (“Village”), Florida, to reallocate future grant revenue related to the United States Army Corps of Engineers’ Florida Keys Water Quality Improvement Program (“FKWQIP”). The original FKWQIP agreement authorized grant reimbursements to the District, City, and Village in a total amount of \$100,000,000. Under the agreement, the District is eligible to receive \$29,560,000 in grant reimbursements. During the current fiscal year the District received \$0 funding, which left the total amount allocated to \$29,450,668 as of September 30, 2025.

NOTE 5 – INTERLOCAL AGREEMENTS (Continued)

Monroe County Interlocal Agreement

On March 11, 2015, the District was awarded a \$17,000,000 grant from the State of Florida Department of Environmental Protection to be applied toward the construction of the wastewater system improvements. During the fiscal year 2016 the District executed an interlocal agreement with Monroe County whereby the grant was assigned to Monroe County in exchange for the amount being repaid over a 10 year period with zero interest. The agreement also stipulated that during the first three years of the assignment, Monroe County would be obligated to repay a maximum of \$1,000,000 per year. Furthermore, since the note is being repaid over 9 more years, the District discounted the remaining \$16,000,000 due from Monroe County over 9 years (0 year remaining at September 30, 2025) using a 2.04% discount rate to arrive at a discounted receivable balance of \$285,330. This amount is included as due from other governments.

Under the ILA agreement any other additional grant funds received by the District are eligible to be part of this exchange. The Florida Keys Environmental Stewardship Act was passed by the Florida State Legislature and signed into law in 2016. The Florida Keys received \$5,000,000 in 2016 from the Stewardship Act. The District was allocated \$1,250,000 of the \$5,000,000 allocation from the State of Florida Department of Environmental Protection for water quality improvement projects. The District Board, on October 18, 2016, approved exchanging the \$1,250,000 allocation with Monroe County. The note is being repaid over 12 years, therefore, the District discounted the \$1,250,000 due from Monroe County over 12 years (3 years remaining at September 30, 2025) using a 2.04% discount rate to arrive at a discounted receivable balance of \$285,330, which is included as due from other governments on the balance sheet.

NOTE 6 – LONG-TERM DEBT

State Revolving Fund Loans

As of September 30, 2025, the District has entered into four revolving loan agreements with the State of Florida Department of Environmental Protection Clean Water State Revolving Fund Loan program to finance its wastewater utility capital projects. Under the terms of the loan agreements pledged revenues shall be the gross revenues, together with system development charges, and annual wastewater assessments, derived yearly from the operation of the sewer system after payment of operating and maintenance expenses and any yearly payment obligation of any senior debt obligations. Each loan shall be repaid in 40 semiannual payments. Through September 30, 2025 the District has borrowed a total of \$57,818,739 under these agreements, including capitalized interest. As of September 30, 2025, repayments were made on the WW46401P loan agreement. WW464020, WW464030 and WW464010 loan agreements were paid off in prior fiscal years. The breakdown as of September 30, 2025 of the total amounts authorized, the fixed weighted average interest rate, the estimated semi-annual payment amount and the amounts drawn to date on each loan are as follows:

SRF Loan Agreement	Total Loan Authorized Amount	Interest Rate	Semi-Annual Payment Amount	Total Obligation September 30, 2025
WW46401P	\$ 7,267,175	2.41% - 2.68%	\$ 779,480	\$ 5,887,567
Total	<u>\$ 7,267,175</u>		<u>\$ 779,480</u>	<u>\$ 5,887,567</u>

NOTE 6 – LONG-TERM DEBT (Continued)

Long-term debt transactions

Changes in long-term liability activity for the fiscal year ended September 30, 2025 were as follows:

	Beginning Balance	Additions	Payments	Ending Balance	Due Within One Year
State Revolving Loan WW46401P	\$ 7,267,175	\$ -	\$ 1,379,608	\$ 5,887,567	\$ 1,415,571
Compensated absences	135,194		2,881	132,313	-
Total long term debt	\$ 7,402,369	\$ -	\$ 1,382,489	\$ 6,019,880	\$ 1,415,571

The District's schedule of future debt service requirements is as follows:

Year Ending September 30	Total		
	Principal	Interest	Total
2026	\$ 1,415,571	143,390	1,558,961
2027	1,452,472	106,489	1,558,961
2028	1,490,336	68,625	1,558,961
2029	1,529,188	29,772	1,558,960
	\$ 5,887,567	\$ 348,276	\$ 6,235,843

NOTE 7 – DEFERRED COMPENSATION PLAN

The Key Largo Wastewater Treatment District Retirement Plan is a Deferred Compensation Plan 457(b) Plan established by the District to provide benefits at retirement to the employees of the District. All full-time employees can contribute at the first day of employment. For employer contributions, an employee is eligible on the first full payroll period coinciding with or following the completion of six months of service. Employees' interest in the District's contributions vest as follows: 25% after 1 year, 50% after 2 years, 75% after 3 years and 100% after 4 years.

The total payroll for employees covered by the 457(b) Plan for the current year was \$2,977,907. The District will match up to 6% of the employee's gross wages. For the year ended September 30, 2025, the District and the covered employees made the required contributions of \$124,062 and \$179,547, respectively, for a total of \$303,609.

NOTE 8 – OTHER POSTEMPLOYMENT BENEFITS (OPEB)

Plan Description

The District provides post-employment healthcare insurance coverage to eligible individuals pursuant to the requirements of State law.

Eligibility - Eligible individuals include all regular, full-time employees of the District who retire from active service and are eligible for retirement or disability benefits under one of the pension plans sponsored by the District. Under certain conditions, eligible individuals for healthcare coverage also include spouses and dependent children.

Explicit Benefit Cost Sharing – Retiree and Dependents - Retirees must pay 100% of the monthly premium as determined by the insurance carrier. The premium varies depending on whether the retiree elects single or spouse / family coverage.

NOTE 8 – OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

Plan Description (Continued)

Implicit Benefits - Employees are permitted to continue coverage under the plans offered by the District in retirement by paying 100% of the cost of the premium for the continued coverage. This arrangement creates an implicit cost and liability for the District because the premium charged for these retirees is the same as the premium charged for active employees, who are younger than retirees on average. Since the same premiums are charged to active employees and retirees, and the District is unable to obtain age-adjusted premium information for the retirees, GASB 75 requires the district to calculate age-adjusted premiums for the purpose of projecting future benefits for retirees.

Surviving Spouse Benefit - Surviving beneficiaries continue to receive access to the District’s medical coverage after the death of the retired employee as long as they pay the required premiums.

Disability Retirement Benefits - There are two types of disability retirement available to employees of the District: (1) in-line-of-duty disability retirement and (2) regular disability retirement. To qualify for either type of disability retirement, members must be totally and permanently disabled to the extent that they are unable to work in any job for any employer. In-line-of-duty disability benefits are available to members on their first day of employment. To be eligible for regular disability retirement, members must complete eight years of creditable service with the District.

Post Employment Benefits – As of October 1, 2023, the date of the most recent actuarial valuation, 0 retired employees receive health benefits from the District. Future retirees will contribute 100% for coverage.

The District recognizes the cost of providing health insurance annually as expenses in the Statement of Revenues, Expenses and Changes in Net Position as costs are incurred.

At October 1, 2023, the date of the most recent actuarial valuation, the following employees were covered by benefit terms:

Inactive employees or beneficiaries currently receiving benefits	-
Inactive employees entitled to, but not yet receiving benefits	-
Active employees	<u>33</u>
	<u>33</u>

Changes in Net OPEB Liability

Sources of changes in the net OPEB liability at September 30, 2025 were as follows:

	<u>Total OPEB Liability</u>	<u>Fiduciary Net Position</u>	<u>Net OPEB Liability</u>
Balance as of September 30, 2024	\$ 42,610	\$ -	\$ 42,610
Changes due to:			
Service cost	4,640	-	4,640
Interest	1,796	-	1,796
Benefit payments	(236)	-	(236)
Balance as of September 30, 2025	<u>\$ 48,810</u>	<u>\$ -</u>	<u>\$ 48,810</u>

NOTE 8 – OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

Deferred Inflows of Resources

Amounts reported as deferred inflows of resources related to the plan will be recognized in pension expense as follows:

Year Ending September 30	Deferred Inflows of Resources
2026	\$ 10,637
2027	10,637
2028	9,445
2029	8,121
Thereafter	16,125
Total	<u>\$ 54,965</u>

Actuarial Assumptions

Significant actuarial assumptions used to calculate the total OPEB liability were as follows:

Measurement date	September 30, 2025
Actuarial valuation date	October 1, 2023
Actuarial cost method	Entry age normal (Percent of Salary)
Actuarial assumptions:	
Discount Rate	3.81%
Year 1 Inflation Rates	5.00%
Year 2 Inflation Rates	7.50%
Ultimate Inflation Rate	4.54%
Year Ultimate Inflation Rate is Reached	2090
Payroll Growth	4.20% per year.
Mortality	Pub-2010 General Employees Headcount-Weighted Mortality fully generational using Scale MP-2021, and Pub-2010 General Retirees Headcount-Weighted Mortality fully generational using Scale MP-2021.
Retirement Rates	Experience-based table of rates

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

The following presents the net OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.81%) or 1- percentage-point higher (4.81%) than the current discount rate:

1% Decrease (2.81%)	Current Discount Rate (3.81%)	1% Increase (4.81%)
\$ 56,382	\$ 48,810	\$ 42,134

Sensitivity of the Net OPEB Liability Using Alternative Healthcare Cost Trend Rates

The following presents the net OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (4.5% decreasing to 3.5%) or 1-percentage-point higher (4.5% increasing to 5.5%) than the current healthcare cost trend rates:

1% Decrease 3.50%	Healthcare Cost Trend Rates - 4.5% Baseline	1% Increase 5.50%
\$ 38,819	\$ 48,810	\$ 61,608

NOTE 8 – OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

OPEB Expense

For the year ended September 30, 2025, the District recognized OPEB expense of (\$4,201).

NOTE 9 – RISK MANAGEMENT

The District is exposed to various risks of loss related to torts and errors and omissions. During the current fiscal year, the District maintained liability and errors and omissions insurance through PGIT Insurance, coverage may not extend to all situations. There were no significant settled claims during the past three years that exceeded the insurance coverage.

Required Supplementary Information

**KEY LARGO WASTEWATER TREATMENT DISTRICT
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30,**

	2025	2024	2023	2022	2021	2020	2019
Total OPEB Liability							
Beginning balance	\$ 42,610	\$ 30,534	\$ 25,865	\$ 77,726	\$ 64,021	\$ 90,982	\$ 68,908
Service cost	4,640	4,470	3,913	3,761	14,150	13,853	16,729
Interest	1,796	1,568	1,034	859	1,357	1,074	2,457
Assumption Changes	-	6,017	-	(36,659)	-	(28,892)	-
Difference between expected and actual experience	-	248	-	(19,555)	-	(11,232)	5,707
Benefit payments and refunds	(236)	(227)	(278)	(267)	(1,802)	(1,764)	(2,819)
Ending balance (a)	\$ 48,810	\$ 42,610	\$ 30,534	\$ 25,865	\$ 77,726	\$ 64,021	\$ 90,982

Plan Fiduciary Net Position

Beginning balance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Ending balance (b)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Net OPEB Liability

Total net OPEB Liability (a) - (b)	\$ 48,810	\$ 42,610	\$ 30,534	\$ 25,865	\$ 77,726	\$ 64,021	\$ 90,982
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Plan fiduciary net position as a percentage of total OPEB liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Covered employee payroll	2,977,907	2,510,854	1,679,567	1,599,588	1,864,468	1,789,317	\$ 1,605,707
Net OPEB liability as a percentage of covered employee payroll	1.64%	1.70%	1.82%	1.62%	4.17%	3.58%	5.67%

Supplementary Information

**KEY LARGO WASTEWATER TREATMENT DISTRICT
SCHEDULE OF REVENUES AND EXPENSES (BUDGETARY BASIS) – BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025**

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original			
OPERATING REVENUES:				
Wastewater Service Revenue	\$ 7,600,000	\$	7,761,886	\$ 161,886
Other revenues	1,300,000		1,436,855	136,855
Total operating revenues	8,900,000		9,198,741	298,741
OPERATING EXPENSES:				
Department:				
Administrative	2,492,343		2,333,533	158,810
Field	2,882,335		2,770,108	112,227
Maintenance	882,641		958,424	(75,783)
Treatment Plant	3,448,332		3,285,535	162,797
Total operating expenses	9,705,651		9,347,600	358,051
Budgetary basis operating income (loss)	(805,651)		(148,859)	656,792
NON OPERATING REVENUES (EXPENSES):				
Assessments	3,295,000		3,311,081	16,081
SDC Prepayments	100,000		124,666	24,666
Interest income	900,000		1,768,094	868,094
Monroe County Interlocal Agreement	2,125,000		2,125,000	-
Capital outlay	(13,812,937)		(7,554,086)	6,258,851
Debt service	(1,558,961)		(1,551,517)	7,444
Grant income	9,726,001		3,606,315	(6,119,686)
Cash on hand	(1,230,570)		-	1,230,570
Transfer to capital insurance & reserve	(1,250,000)		(2,260,000)	(1,010,000)
Surplus to operating reserve	2,346,118		-	(2,346,118)
Transfer to insurance deductible reserve	66,000		-	(66,000)
Miscellaneous Revenue	100,000		-	(100,000)
Total non operating revenues (expenses)	805,651		(430,447)	(1,236,098)
Budgetary basis income (loss)	-		(579,306)	(579,306)
OPEB Expense/Income	-		4,437	4,437
Debt service principal	-		1,379,609	1,379,609
Depreciation	-		(5,318,268)	(5,318,268)
Capital asset additions	-		7,554,086	7,554,086
Transfer to capital & insurance reserve	-		2,260,000	2,260,000
Monroe County Interlocal Agreement	-		(2,125,000)	(2,125,000)
GAAP basis change in net position	\$ -	\$	3,175,558	\$ 3,175,558

**KEY LARGO WASTEWATER TREATMENT DISTRICT
OTHER INFORMATION – DATA ELEMENTS
REQUIRED BY FL STATUTE 218.39(3)(C)
UNAUDITED
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025**

<u>Element</u>	<u>Comments</u>
Number of District employees compensated in the last pay period of the District's fiscal year being reported.	39
Number of independent contractors compensated to whom nonemployee compensation was paid in the last month of the District's fiscal year being reported.	2
Employee compensation	\$2,979,907
Independent contractor compensation	\$351,784
Construction projects to begin on or after October 1; (>\$65K)	2
EQ Tank Headworks/Screening Upgrades	\$2,250,000
Ductile Iron Piping Corrosion	\$1,000,000
Budget variance report	See page 22 of annual financial report
Ad Valorem taxes;	Not applicable
Non ad valorem special assessments;	
Special assessment rate	\$14.24 - \$46,372
Special assessments collected	\$3,435,747
Outstanding Bonds:	\$5,887,567

Statistical Section

This part of the District's comprehensive annual financial report represents information as a context for understanding what the information in the accompanying financial statements and notes to the basic financial statements says about the District's overall financial health.

Financial Trends:

These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.

Revenue Capacity:

These schedules contain information to help readers assess the factors affecting the District's ability to generate revenues.

Debt Capacity:

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to incur additional debt in the future.

Demographic and Economic Information:

These schedules offer demographic and economic indications to help the reader understand the environment within which the District's financial activities take place and to help make comparisons over time with other agencies.

Operating Information:

These schedules contain information about the District's operations and resources to help the reader understand how the District's financial information relates to the services the District provides and the activities it performs.

Sources: Unless otherwise indicated, information in these schedules is derived from the comprehensive annual financial reports for the respective years.

**KEY LARGO WASTEWATER TREATMENT DISTRICT
NET POSITION BY COMPONENT**

	Fiscal Year										
	2025	2024	2023	2022	2021	2020	2019	2018	2017*	2016	
Net investment in capital assets	\$ 118,932,450	\$ 115,365,875	\$ 109,298,259	\$ 106,499,198	\$ 104,185,761	\$ 97,793,849	\$ 94,838,093	\$ 89,444,170	\$ 88,109,122	\$ 84,330,537	
Restricted	14,916,730	12,385,234	14,512,522	11,357,296	9,217,910	7,230,871	6,898,265	4,722,326	3,648,137	4,437,594	
Unrestricted	22,018,067	24,940,580	21,028,914	21,871,250	21,442,821	23,855,218	23,446,004	25,144,142	23,664,064	23,004,180	
Total net position	\$ 155,867,247	\$ 152,691,689	\$ 144,839,695	\$ 139,727,744	\$ 134,846,492	\$ 128,879,938	\$ 125,182,362	\$ 119,310,638	\$ 115,421,323	\$ 111,772,311	

*Restated

**KEY LARGO WASTEWATER TREATMENT DISTRICT
CHANGE IN NET POSITION**

	Fiscal Year										
	2025	2024	2023	2022	2021	2020	2019	2018	2017 *	2016	
Operating revenues:											
Charges for service	\$ 9,198,741	\$ 8,879,265	\$ 8,937,351	\$ 9,273,720	\$ 9,432,042	\$ 9,275,186	\$ 10,240,010	\$ 9,905,815	\$ 9,556,501	\$ 9,369,902	
Ad valorem taxes	-	-	-	-	-	-	-	-	-	-	
Total operating revenues	9,198,741	8,879,265	8,937,351	9,273,720	9,432,042	9,275,186	10,240,010	9,905,815	9,556,501	9,369,902	
Operating expenses:											
Cost of sales and services	6,055,643	5,476,206	5,499,352	4,690,609	4,327,366	4,229,384	4,133,726	3,758,317	3,858,023	3,462,536	
Administration	2,329,096	2,261,010	2,025,739	1,769,355	1,763,018	1,727,973	1,819,576	1,765,615	2,135,299	2,061,163	
Professional and other	958,424	943,065	1,044,197	720,948	545,447	456,727	425,150	441,702	354,727	134,052	
Depreciation	5,318,268	5,182,009	5,186,981	4,896,589	4,852,766	4,822,983	4,673,688	4,652,670	4,623,560	4,188,921	
Total operating expenses	14,661,431	13,862,290	13,756,269	12,077,501	11,488,597	11,237,067	11,052,140	10,618,304	10,971,609	9,846,672	
Total operating income (loss)	(5,462,690)	(4,983,025)	(4,818,918)	(2,803,781)	(2,056,555)	(1,961,881)	(812,130)	(712,489)	(1,415,108)	(476,770)	
Nonoperating revenues (expenses):											
Grant revenue	3,606,315	7,767,434	5,568,150	3,828,845	4,244,859	1,847,734	3,244,803	1,206,791	498,000	1,257,882	
Intergovernmental	-	-	-	-	-	-	-	-	1,190,014	14,747,826	
Assessments	3,435,747	3,575,291	3,504,380	3,767,952	3,875,371	4,075,774	3,964,986	4,086,967	4,201,378	4,284,578	
Other	-	-	-	-	-	-	-	-	-	-	
Other income	-	-	-	-	-	-	-	-	-	-	
Interest income	1,768,094	1,699,437	1,099,822	376,470	375,200	428,829	367,069	360,234	334,835	23,108	
Gain (loss) on sale of assets	-	-	-	-	3,473	(669)	-	16,359	1,291	(3,640)	
Interest expense	(171,908)	(207,143)	(241,483)	(288,234)	(475,794)	(692,211)	(892,638)	(1,068,547)	(1,161,398)	(1,327,839)	
Bond issuance costs	-	-	-	-	-	-	-	-	-	-	
Total nonoperating revenues	8,638,248	12,835,019	9,930,869	7,685,033	8,023,109	5,659,457	6,684,220	4,601,804	5,064,120	18,981,915	
Change in net position	\$ 3,175,558	\$ 7,851,994	\$ 5,111,951	\$ 4,881,252	\$ 5,966,554	\$ 3,697,576	\$ 5,872,090	\$ 3,889,315	\$ 3,649,012	\$ 18,505,145	

*Restated

**KEY LARGO WASTEWATER TREATMENT DISTRICT
REVENUES BY SOURCE**

Fiscal Year	Operating Sewer Service		Total Operating Revenue	Nonoperating			Total Non-Operating Revenue	Total Combined Revenue							
	valorem	Ad		Intergovernmental	Grants	Assessments			Interest	Other					
2025	\$	9,198,741	\$	3,606,315	\$	3,435,747	\$	1,768,094	\$	-	-	\$	8,810,156	\$	18,008,897
2024		8,879,265		7,767,434		3,575,291		1,492,294		-	-		12,835,019		21,714,284
2023		8,937,351		5,568,150		3,504,380		1,099,822		-	-		10,172,352		19,109,703
2022		9,273,720		3,828,845		3,767,952		376,470		-	-		7,973,267		17,246,987
2021		9,432,042		4,244,859		3,875,371		375,200		-	3,473		8,498,903		17,930,945
2020		9,275,186		1,847,734		4,075,774		428,829		-	-		6,352,337		15,627,523
2019		10,240,010		3,244,803		3,964,986		367,069		-	-		7,576,858		17,816,868
2018		9,905,815		1,206,791		4,086,967		360,234		16,359	-		5,670,351		15,576,166
2017		9,556,501		498,000		4,201,378		334,835		1,291	-		6,225,518		15,782,019
2016		9,369,902		1,257,882		4,284,578		23,108		14,744,186	-		20,309,754		29,679,656

**KEY LARGO WASTEWATER TREATMENT DISTRICT
EXPENSES BY FUNCTION**

Fiscal Year	Cost of Sales and Service		Operating Expenses			Total								
	Administration	Contractual and Other	Depreciation	Operating Expenses	Non-Operating Expenses	Combined Expenses								
2025	\$	6,055,643	\$	2,329,096	\$	958,424	\$	5,318,268	\$	14,661,431	\$	171,908	\$	14,833,339
2024		5,476,206		2,261,010		943,065		5,182,009		13,862,290		207,143		14,069,433
2023		5,499,352		2,025,739		1,044,197		5,186,981		13,756,269		241,483		13,997,752
2022		4,690,609		1,769,355		720,948		4,896,589		12,077,501		288,237		12,365,738
2021		4,327,366		1,763,018		545,447		4,852,766		11,488,597		475,794		11,964,391
2020		4,229,384		1,727,973		456,727		4,822,983		11,237,067		692,880		11,929,947
2019		4,133,726		1,819,576		425,150		4,673,688		11,052,140		892,638		11,944,778
2018		3,758,317		1,765,615		441,702		4,652,670		10,618,304		1,068,547		11,686,851
2017*		3,858,023		2,135,299		354,727		4,623,560		10,971,609		1,161,398		12,133,007
2016		3,462,536		2,061,163		134,052		4,188,921		9,846,672		1,327,839		11,174,511

*Restated

**KEY LARGO WASTEWATER TREATMENT DISTRICT
MONTHLY RATE STRUCTURE**

Fiscal Year	Base Charge	Flow Charge	Average Monthly Service Information		
	(EDU)	(1,000 Gal.)	Average Combined Residential & Non-Residential	Accounts	EDU's
2025	\$ 28.81	4.52	\$ 643,254	10,237	15,050
2024	27.13	4.26	612,285	10,180	14,980
2023	27.13	4.26	629,819	10,140	14,953
2022	28.56	4.48	651,719	10,125	14,992
2021	28.56	4.48	653,594	10,122	15,050
2020 (Jan-Sept 2020)	28.56	4.48	632,461	10,053	15,076
2020 (Oct-Dec 2019)	33.60	5.27	722,212	9,956	14,833
2019	33.60	5.27	793,081	9,823	14,767
2018	33.60	5.27	731,188	9,768	14,484
2017	33.60	5.27	717,548	9,485	14,130
2016	33.60	5.27	734,967	9,447	14,251

**KEY LARGO WASTEWATER TREATMENT DISTRICT
SYSTEM DEVELOPMENT CHARGE STRUCTURE**

	Fee Structure				Initial Assessment Amount		Total
	Capacity Charge (EDU)	Connection Charge (Each)	Low Pressure Equipment & Lateral Connection	Residential	Non-Residential		
2025	\$			\$		\$	-
2024*	4,441	3,404	4,565	-	-	-	-
2023*	4,306	3,301	4,428	-	-	-	-
2022*	4,190	3,210	4,300	-	-	-	-
2021*	3,780	2,900	3,890	-	-	-	-
2020*	3,630	2,785	3,735	-	-	-	-
2019*	3,620	2,775	3,720	-	-	-	-
2018*	3,565	2,735	3,665	-	-	-	-
2017*	3,465	2,660	3,565	-	-	-	-
2016	3,305	2,535	3,445	379,600	318,722	698,322	-
			-				

*The district did not establish a new assessment roll.

**KEY LARGO WASTEWATER TREATMENT DISTRICT
RATIO OF OUTSTANDING DEBT**

	Loans	Assessed Property Value	Percentage of Assessed Value	Pledged Revenue
2025	\$ 5,887,567	\$ 11,492,100,870	0.0512%	\$ 12,634,488
2024	7,267,175	10,444,887,177	0.0696%	12,454,556
2023	8,611,738	8,773,728,721	0.0982%	12,441,731
2022	9,922,146	6,365,436,736	0.1559%	13,041,672
2021	12,635,311	5,970,116,332	0.1985%	13,307,413
2020	20,799,136	5,670,707,264	0.3484%	13,350,960
2019	27,635,315	5,334,439,293	0.4873%	14,204,996
2018	35,240,354	5,058,475,900	0.6606%	13,992,782
2017	40,578,452	4,431,117,858	0.8022%	13,757,879
2016	47,178,256	4,064,563,117	1.0647%	13,654,480

Source - Monroe County tax appraiser

**KEY LARGO WASTEWATER TREATMENT DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS**

	Assessed Property Value	Estimated Resident Population	
		Key Largo District	Monroe County
2025	\$		
2024	11,492,100,870	9,903	80,908
2023	10,444,887,177	9,903	80,614
2022	8,773,728,721	9,903	81,708
2021	6,365,436,736	9,952	82,170
2020	5,970,116,332	9,952	72,641
2019	5,670,707,264	9,952	74,228
2018	5,334,439,293	10,433	76,212
2017	5,058,475,900	10,433	76,047
2016	4,431,117,858	10,433	76,047
	4,064,563,117	10,433	76,047

**KEY LARGO WASTEWATER TREATMENT DISTRICT
DISTRICT EMPLOYEES BY FUNCTION**

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Executive (Commissioners)	5	5	5	5	5	5	5	5	5	5
Administration	6	6	6	6	7	7	7	8	9	12
Operations	28	29	28	28	27	25	25	24	24	20
Construction	0	0	0	0	0	0	0	0	0	2
	39	40	39	39	39	37	37	37	38	39

**KEY LARGO WASTEWATER TREATMENT DISTRICT
OPERATING INDICATORS**

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Number of Employees	39	40	39	39	39	37	37	37	38	39
Number of Customers	10,237	10,180	10,140	10,125	10,122	9,973	9,809	9,768	9,511	9,447
Collection Main (feet)	474,181	471,759	468,130	427,335	427,335	427,135	427,000	427,000	427,000	427,000
Transmission Main (feet)	142,357	141,741	141,741	120,000	120,000	120,000	120,000	120,000	120,000	120,000
Number of Vacuum Pits	3,107	3,107	3,107	3,561	3,560	3,545	3,540	3,540	3,538	3,538
Number of Vacuum Stations	7	7	7	7	7	7	7	7	7	7
Average Daily Flow (gallons)	1,980,000	2,022,000	1,999,675	2,019,000	1,960,000	1,810,000	1,767,000	1,661,000	1,460,000	1,380,000
Peak Daily Flow (gallons)	3,569,000	4,457,000	2,911,000	3,890,000	2,886,000	2,881,000	2,484,000	2,304,000	2,150,000	1,950,000

**KEY LARGO WASTEWATER TREATMENT DISTRICT
MISCELLANEOUS STATISTICAL INFORMATION**

Date of Formation	November 19, 2002
Form of Government	Independent Special District
Board Elections	Non-partisan
Equivalent Dwelling Units (EDU's)	15,050 (Estimate)
Geographic Size	14.4 Square Miles
Water System	Supplied by the Florida Keys Aqueduct Authority
Electric Service	Provided by the Florida Keys Electric Co-op
Sanitary Sewage	Provided by the Key Largo Wastewater Treatment District



INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Board of Commissioners
Key Largo Wastewater Treatment District
Key Largo, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the basic financial statements of Key Largo Wastewater Treatment District, Key Largo, Florida ("District") as of and for the fiscal year ended September 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our opinion thereon dated April 13, 2026.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Grau & Associates

April 13, 2026



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR
MAJOR STATE PROJECT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY
CHAPTER 10.550, RULES OF THE AUDITOR GENERAL**

Board of Commissioners
Key Largo Wastewater Treatment District
Key Largo, Florida

Report on Compliance for Each Major State Project

Opinion on Each Major State Project

We have audited Key Largo Wastewater Treatment District, Key Largo, Florida (the "District") compliance with the types of compliance requirements described in the *Department of Financial Services' State Projects Compliance Supplement* that could have a direct and material effect on each of the District's major state projects for the fiscal year ended September 30, 2025. The District's major state projects are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state projects for the fiscal year ended September 30, 2025.

Basis for Opinion on Each Major State Project

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States (Government Auditing Standards); and Chapter 10.550 Rules of the Auditor General. Our responsibilities under those standards, and Chapter 10.550 Rules of the Auditor General are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for the major federal program and the major state project. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the District's major federal programs and major state projects.

Auditor's Responsibility for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, Government Auditing Standards, and Chapter 10.550 Rules of the Auditor General will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each of its major state project.

In performing an audit in accordance with GAAS, Government Auditing Standards, and the Rules of the Auditor General, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Rules of the Auditor General, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major state project. However, our audit does not provide a legal determination of the District's compliance.

Report on Internal Control Over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses or significant deficiencies, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Purpose of this Report

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of Chapter 10.550, Rules of the Auditor General. Accordingly, this report is not suitable for any other purpose.

Grau & Associates

April 13, 2026

**KEY LARGO WASTEWATER TREATMENT DISTRICT
SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE PROJECTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

State Agency			
Pass-through Entity		CSFA	Agency or
State Project		Number	Pass-through
			Number
			Expenditures
STATE FINANCIAL ASSISTANCE			
Florida Department of Environmental Protection			
Statewide Surface Water Restoration and Wastewater Projects		37.039	N/A
			<u>\$ 3,606,315</u>
TOTAL EXPENDITURES OF STATE ASSISTANCE			<u>\$ 3,606,315</u>

The accompanying notes are an integral part of this schedule.

**KEY LARGO WASTEWATER TREATMENT DISTRICT
NOTES TO SCHEDULE OF EXPENDITURES
OF STATE FINANCIAL ASSISTANCE PROJECTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

NOTE A – BASIS OF PRESENTATION

The accompanying schedule of expenditures of state financial assistance projects includes the state grant activity of Key Largo Wastewater Treatment District, Key Largo, Florida (the “District”) for the fiscal year ended September 30, 2025. The information in this schedule is presented in accordance with the requirements of Chapter 10.550, Rules of the Auditor General. Because the schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net assets, cash flows or functional expenses of the District.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Chapter 10.550, Rules of the Auditor General, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Additionally, the District did not elect to use the 10 percent *de minimis* indirect cost rate.

**KEY LARGO WASTEWATER TREATMENT DISTRICT
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 STATE FINANCIAL ASSISTANCE PROJECTS
 FOR THE YEAR ENDED SEPTEMBER 30, 2025**

A. SUMMARY OF AUDIT RESULTS

1. The auditor’s report expresses an unmodified opinion on the financial statements of Key Largo Wastewater Treatment District, Key Largo, Florida (the “District”).
2. No significant deficiencies or material weaknesses relating to the audit of the financial statements are reported in the independent auditor’s report on internal control over financial reporting and on compliance and other matters based on an audit of financial statements performed in accordance with *Government Auditing Standards*.
3. No instances of noncompliance material to the financial statements of the District were disclosed during the audit.
4. No significant deficiencies or material weaknesses relating to the audit of state projects are reported in the independent auditor’s report on compliance for each major program and on internal control over compliance required by Chapter 10.550, rules of the Auditor General.
5. The independent auditor’s report on compliance for each major state project for the District expresses an unmodified opinion.
6. There were no audit findings relative to the major state projects tested for the District.
7. The major state projects were:

<u>State</u>	<u>CSFA#</u>
Florida Department of Environmental Protection	
Statewide Surface Water Restoration and Wastewater Projects	37.039

8. The dollar threshold used to distinguish between Type A and Type B for state projects was \$750,000, respectively.

B. CURRENT YEAR FINDINGS AND RECOMMENDATION – FINANCIAL STATEMENT AUDIT

None

**KEY LARGO WASTEWATER TREATMENT DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
STATE FINANCIAL ASSISTANCE PROJECTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025
(Continued)**

C. FINDINGS AND QUESTIONED COSTS - MAJOR STATE PROJECTS

None

D. PRIOR YEAR FINDINGS –STATE PROJECTS

State Financial Assistance Project Finding 2024-01: Finding has been resolved

E. OTHER ISSUES

A corrective action plan was filed related to the finding shown above under the Chapter 10.550, Rules of the Auditor General.



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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH THE
REQUIREMENTS OF SECTION 218.415, FLORIDA STATUTES, REQUIRED BY
RULE 10.556(10) OF THE AUDITOR GENERAL OF THE STATE OF FLORIDA**

Board of Commissioners
Key Largo Wastewater Treatment District
Key Largo, Florida

We have examined Key Largo Wastewater Treatment District, Key Largo, Florida's ("District") compliance with the requirements of Section 218.415, Florida Statutes, in accordance with Rule 10.556(10) of the Auditor General of the State of Florida during the fiscal year ended September 30, 2025. Management is responsible for District's compliance with those requirements. Our responsibility is to express an opinion on District's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the District complied, in all material respects, with the specified requirements referenced in Section 218.415, Florida Statutes. An examination involves performing procedures to obtain evidence about whether the District complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion. Our examination does not provide a legal determination on the District's compliance with specified requirements.

In our opinion, the District complied, in all material respects, with the aforementioned requirements for the fiscal year ended September 30, 2025.

This report is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, management, and the Board of Commissioners of Key Largo Wastewater Treatment District, Key Largo, Florida and is not intended to be and should not be used by anyone other than these specified parties.

Grau & Associates
April 13, 2026



**MANAGEMENT LETTER PURSUANT TO THE RULES OF
THE AUDITOR GENERAL FOR THE STATE OF FLORIDA**

Board of Commissioners
Key Largo Wastewater Treatment District
Key Largo, Florida

Report on the Financial Statements

We have audited the accompanying basic financial statements of Key Largo Wastewater Treatment District, Key Largo, Florida ("District") as of and for the fiscal year ended September 30, 2025, and have issued our report thereon dated April 13, 2026.

Auditor's Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and Chapter 10.550, Rules of the Florida Auditor General.

Other Reporting Requirements

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; and Independent Auditor's Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports, which are dated April 13, 2026, should be considered in conjunction with this management letter.

Purpose of this Letter

The purpose of this letter is to comment on those matters required by Chapter 10.550 of the Rules of the Auditor General for the State of Florida. Accordingly, in connection with our audit of the financial statements of the District, as described in the first paragraph, we report the following:

- I. **Current year findings and recommendations.**
- II. **Status of prior year findings and recommendations.**
- III. **Compliance with the Provisions of the Auditor General of the State of Florida.**

Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, Federal and other granting agencies, as applicable, management, and the Board of Commissioners of Key Largo Wastewater Treatment District, Key Largo, Florida and is not intended to be and should not be used by anyone other than these specified parties.

We wish to thank Key Largo Wastewater Treatment District, Key Largo, Florida and the personnel associated with it, for the opportunity to be of service to them in this endeavor as well as future engagements, and the courtesies extended to us.

Grau & Associates
April 13, 2026

REPORT TO MANAGEMENT

I. CURRENT YEAR FINDINGS AND RECOMMENDATIONS

None

II. PRIOR YEAR FINDINGS AND RECOMMENDATIONS

None

III. COMPLIANCE WITH THE PROVISIONS OF THE AUDITOR GENERAL OF THE STATE OF FLORIDA

Unless otherwise required to be reported in the auditor's report on compliance and internal controls, the management letter shall include, but not be limited to the following:

1. A statement as to whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report.

There were no significant findings and recommendations made in the preceding annual financial audit report for the fiscal year ended September 30, 2024.

2. Any recommendations to improve the local governmental entity's financial management.

There were no such matters discovered by, or that came to the attention of, the auditor, to be reported for the fiscal year ended September 30, 2025.

3. Noncompliance with provisions of contracts or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the financial statements that is less than material but which warrants the attention of those charged with governance.

There were no such matters discovered by, or that came to the attention of, the auditor, to be reported, for the fiscal year ended September 30, 2025.

4. The name or official title and legal authority of the District are disclosed in the notes to the financial statements.
5. The District has not met one or more of the financial emergency conditions described in Section 218.503(1), Florida Statutes.
6. We applied financial condition assessment procedures and no deteriorating financial conditions were noted as of September 30, 2025. It is management's responsibility to monitor financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information provided by same.
7. Management has provided the specific information required by Section 218.39(3)(c) in the Other Information section of the financial statements on page 23.



April 13, 2026

To the Board of Commissioners
Key Largo Wastewater Treatment District
Key Largo, Florida

We have audited the financial statements of Key Largo Wastewater Treatment District (“District”) as of and for the fiscal year ended September 30, 2025, and have issued our report thereon dated April 13, 2026. Professional standards require that we advise you of the following matters relating to our audit.

We have also examined the District’s compliance with the requirements of Section 218.415, Florida Statutes, in accordance with Rule 10.556(10) of the Auditor General of the State of Florida during the fiscal year ended September 30, 2025 which was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants.

Our Responsibility in Relation to the Financial Statement Audit

Our responsibility, as described by professional standards, is to form and express an opinion(s) about whether the financial statements that have been prepared by management with your oversight are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America. Our audit of the financial statements does not relieve you or management of your respective responsibilities.

Our responsibility, as prescribed by professional standards, is to plan and perform our audit to obtain reasonable, rather than absolute, assurance about whether the financial statements are free of material misstatement. An audit of financial statements includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity’s internal control over financial reporting. Accordingly, as part of our audit, we considered the internal control of the District solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.

We are also responsible for communicating significant matters related to the audit that are, in our professional judgment, relevant to your responsibilities in overseeing the financial reporting process.

However, we are not required to design procedures for the purpose of identifying other matters to communicate to you.

Any findings regarding significant deficiencies or material weaknesses in internal control over financial reporting, material noncompliance, or other matters noted during our audit, **if any**, are communicated in separate reports included in the District’s financial report—titled *Independent Auditor’s Report on Internal Control Over Financial Reporting and Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards and Management Letter Pursuant to the Rules of the Auditor General of the State of Florida*.

Planned Scope and Timing of the Audit

We conducted our audit consistent with the planned scope and timing we previously communicated to you.

Compliance with All Ethics Requirements Regarding Independence

The engagement team, others in our firm, as appropriate, and our firm, have complied with all relevant ethical requirements regarding independence.

With respect to financial statement preparation, the following safeguards are in place:

- Management made all decisions and performed all management functions;
- A competent individual was assigned to oversee the services;
- Management evaluated the adequacy of the services performed;
- Management evaluated and accepted responsibility for the result of the service performed; and
- Management established and maintained internal controls, including monitoring ongoing activities.

Qualitative Aspects of the Entity's Significant Accounting Practices

Significant Accounting Policies

Management is responsible for selecting and applying appropriate accounting policies. A summary of the significant accounting policies adopted by the District is included in Note 2 to the financial statements. There were no new accounting policies adopted and no changes in existing significant accounting policies or their application during the fiscal year, other than those described in Note 2, if any. No matters came to our attention that, under professional standards, we are required to inform you about concerning (1) the methods used to account for significant unusual transactions or (2) the effect of significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus.

Significant Accounting Estimates

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's current judgments. Those judgments normally reflect management's knowledge and experience about past and current events and assumptions about future events.

Certain accounting estimates, if present, may be particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them could differ markedly from management's current judgments.

In connection with our audit, we considered the reasonableness of the accounting estimates used by management. The most sensitive accounting estimate(s) affecting the financial statements **included, as applicable:**

- Management's estimate of the useful lives of capital assets.
- Management's estimate of the liability for employee compensated absences.
- Management's estimate of the Net Other Post-Employment Benefits (OPEB) liability.
- Management's estimate of the Net Pension Liability.

If none of the above estimates or other sensitive estimates were applicable in the current year, this section should be read to indicate that no such significant accounting estimates were identified.

We evaluated the key factors and assumptions used by management to develop the estimate(s) and determined that they were reasonable in relation to the financial statements taken as a whole.

Financial Statement Disclosures

Certain financial statement disclosures involve significant judgment and are particularly sensitive because of their significance to financial statement users. The most sensitive disclosures affecting the District's financial statements **included, as applicable**:

- Long-term liabilities related to bonds payable and debt service requirements.
- Litigation, claims, and assessments related to pending legal matters; and
- Pension and Other Post-Employment Benefit (OPEB) plan disclosures.

If no such disclosures were identified for the current year, this section should be read to indicate that we did not note any financial statement disclosures involving significant judgment or sensitivity.

Circumstances Affecting the Auditor's Report

Professional standards require us to communicate any circumstances that affect the form or content of our auditor's report. **If applicable**, such circumstances—such as a modification of opinion, an emphasis-of-matter or other-matter paragraph, or a reference to substantial doubt about the District's ability to continue as a going concern—are described in our auditor's report included in the District's financial report. If no such circumstances existed, this section should be read to indicate that our report was unmodified.

Significant Difficulties Encountered during the Audit

We encountered no significant difficulties in dealing with management relating to the performance of the audit.

Corrected Misstatements

Professional standards require us to communicate all material misstatements identified and corrected during the audit. Management has corrected all misstatements that were identified as a result of our audit procedures. Any such audit adjustments, **if applicable**, are summarized in the accompanying schedule of journal entries. If none were identified, this section should be read to indicate that we did not note any misstatements that were material, individually or in the aggregate, to the financial statements taken as a whole.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter, which could be significant to the District's financial statements or the auditor's report. No such disagreements arose during the course of the audit.

Representations Requested from Management

Professional standards require that we obtain certain written representations from management as part of our audit. We have received such representations in a letter. A copy of this letter is available for your review upon request.

Management's Consultations with Other Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters. Management informed us that, and to our knowledge, there were no consultations with other accountants regarding auditing and accounting matters.

Other Significant Matters, Findings, or Issues

In the normal course of our professional association with the District, we generally discuss a variety of matters, including the application of accounting principles and auditing standards, significant events or transactions that occurred during the year, operating and regulatory conditions affecting the entity, and operational plans and strategies that may affect the risks of material misstatement. None of the matters discussed resulted in a condition to our retention as the District's auditors.

As noted previously in this letter, any current-year findings identified during our audit are communicated in our separate reports titled *Independent Auditor's Report on Internal Control Over Financial Reporting and Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards* and *Management Letter Pursuant to the Rules of the Auditor General of the State of Florida*. If no findings were identified, this section should be read to indicate that we did not note any additional significant matters or findings requiring communication to those charged with governance.

This report is intended solely for the information and use of the Board of Supervisors and management of the District and is not intended to be and should not be used by anyone other than these specified parties.



Grau & Associates

Key Largo Wastewater Treatment District Board of Commissioners Meeting Agenda Item Summary

Meeting Date:
May 5, 2026

Agenda Item Number: G-2


Action Required:
Yes

Department: General Manager Sponsor: General Manager

Subject:
Grau and Associates Engagement Letter Proposal

Summary of Discussion:
Tony Grau of Grau and Associates will present a proposal for Key Largo Wastewater Treatment District's financial auditing services for Fiscal Years 2026; 2027 and 2028

<u>Reviewed / Approved</u>	<u>Financial Impact</u>	<u>Attachments</u>
Operations: _____	\$	1. Grau and Associates Engagement Letter
Administration: _____		
Finance: _____	Funding Source:	
District Counsel: _____	N/A	
District Clerk: _____	Budgeted:	
Engineering: _____	N/A	

Approved By:  Date: 4-30-26
General Manager



April 30, 2026

Key Largo Wastewater Treatment District, Florida
103355 Overseas Highway,
Key Largo, Florida, 33037

We are pleased to confirm our understanding of the services we are to provide the Key Largo Wastewater Treatment District, Florida (“the District”) as of and for each of the fiscal years ended September 30, 2026, 2027 and 2028. We will audit the financial statements including the related notes to the financial statements, which collectively comprise the basic financial statements of the Key Largo Wastewater Treatment District as of and for each of the fiscal years ended September 30, 2026, 2027 and 2028. In addition, we will examine the District’s compliance with the requirements of Section 218.415 Florida Statutes.

Accounting standards generally accepted in the United States of America provide for certain required supplementary information (RSI), such as management’s discussion and analysis (MD&A), to supplement the District’s basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. As part of our engagement, we will apply certain limited procedures to the District’s RSI in accordance with auditing standards generally accepted in the United States of America. These limited procedures will consist of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management’s responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We will not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

The following RSI is required by generally accepted accounting principles and will be subjected to certain limited procedures, but will not be audited:

1. Management’s discussion and analysis
2. Schedule of changes in net pension liability and related ratios
3. Schedule of contributions
4. OPEB schedules

We have also been engaged to report on supplementary information other than RSI that accompanies the District’s financial statements. We will subject the following supplementary information to the auditing procedures applied in our audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America and will provide an opinion on it in relation to the financial statements as a whole, in a report combined with our auditor’s report on the financial statements:

1. Schedule of expenditures of federal awards and state financial assistance (if applicable)
2. Budgetary comparison schedules for other funds

The following other information accompanying the financial statements will not be subjected to the auditing procedures applied in our audit of the financial statements, and for which our auditor’s report will not provide an opinion or any assurance:

1. Introduction section
2. Statistical section

Audit Objectives

The objective of our audit is the expression of opinions as to whether your basic financial statements are fairly presented, in all material respects, in conformity with U.S. generally accepted accounting principles and to report on the fairness of the supplementary information referred to in the second paragraph when considered in relation to the financial statements as a whole. The objective also includes reporting on—

- Internal control over financial reporting and compliance with provisions of laws, regulations, contracts, and award agreements, noncompliance with which could have a material effect on the financial statements in accordance with *Government Auditing Standards*.
- Internal control over compliance related to major federal programs and state projects and an opinion (or disclaimer of opinion) on compliance with federal and state statutes, regulations, and the terms and conditions of federal and state awards that could have a direct and material effect on each major program in accordance with the Single Audit Act Amendments of 1996, Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and Chapter 10.550, Rules of the Auditor General.

The *Government Auditing Standards* report on internal control over financial reporting and on compliance and other matters will include a paragraph that states that (1) the purpose of the report is solely to describe the scope of testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance, and (2) the report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. The Uniform Guidance/Chapter 10.550, Rules of the Auditor General report on internal control over compliance will include a paragraph that states that the purpose of the reports on internal control over compliance is solely to describe the scope of testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and Chapter 10.550, Rules of the Auditor General. Both reports will state that the report is not suitable for any other purpose.

Our audit will be conducted in accordance with auditing standards generally accepted in the United States of America; the standards for financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the Single Audit Act Amendments of 1996; the provisions of the Uniform Guidance; and the provisions of Chapter 10.550, Rules of the Auditor General, and will include tests of accounting records, a determination of major program(s) in accordance with the Uniform Guidance and Chapter 10.550, Rules of the Auditor General, and other procedures we consider necessary to enable us to express such opinions. We will issue written reports upon completion of our Single Audits. We cannot provide assurance that unmodified opinions will be expressed. Circumstances may arise in which it is necessary for us to modify our opinions or add emphasis-of-matter or other-matter paragraphs. If our opinions are other than unmodified, we will discuss the reasons with you in advance. If, for any reason, we are unable to complete the audit or are unable to form or have not formed opinions, we may decline to express opinions or issue reports, or we may withdraw from this engagement.

Examination Objective

The objective of our examination is the expression of an opinion as to whether the District is in compliance with Florida Statute 218.415 in accordance with Rule 10.556(10) of the Auditor General of the State of Florida. Our examination will be conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and will include tests of your records and other procedures we consider necessary to enable us to express such an opinion. We will issue a written report upon completion of our examination of the District's compliance. The report will include a statement that the report is intended solely for the information and use of management, those charged with governance, and the Florida Auditor General, and is not intended to be and should not be used by anyone other than these specified parties. We cannot provide assurance that an unmodified opinion will be expressed. Circumstances may arise in which it is necessary for us to modify our opinion or add emphasis-of-matter or other-matter paragraphs. If our opinion on the District's compliance is other than unmodified, we will discuss the reasons with you in advance. If, for any reason, we are unable to complete the examination or are unable to form or have not formed an opinion, we may decline to express an opinion or issue a report, or may withdraw from this engagement

Audit Procedures—General

An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; therefore, our audit will involve judgment about the number of transactions to be examined and the areas to be tested. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We will plan and perform the audit to obtain reasonable rather than absolute assurance about whether the financial statements are free of material misstatement, whether from (1) errors, (2) fraudulent financial reporting, (3) misappropriation of assets, or (4) violations of laws or governmental regulations that are attributable to the entity or to acts by management or employees acting on behalf of the entity. Because the determination of abuse is subjective, *Government Auditing Standards* do not expect auditors to provide reasonable assurance of detecting abuse.

Because of the inherent limitations of an audit, combined with the inherent limitations of internal control, and because we will not perform a detailed examination of all transactions, there is a risk that material misstatements may exist and not be detected by us, even though the audit is properly planned and performed in accordance with U.S. generally accepted auditing standards and *Government Auditing Standards*. In addition, an audit is not designed to detect immaterial misstatements or violations of laws or governmental regulations that do not have a direct and material effect on the financial statements. Our responsibility as auditors is limited to the period covered by our audit and does not extend to later periods for which we are not engaged as auditors.

Our procedures will include tests of documentary evidence supporting the transactions recorded in the accounts, and may include tests of the physical existence of inventories, and direct confirmation of receivables and certain other assets and liabilities by correspondence with selected individuals, funding sources, creditors, and financial institutions. We will request written representations from your attorneys as part of the engagement, and they may bill you for responding to this inquiry. At the conclusion of our audit, we will require certain written representations from you about your responsibilities for the financial statements; compliance with laws, regulations, contracts, and grant agreements; and other responsibilities required by generally accepted auditing standards.

Audit Procedures—Internal Controls

Our audit will include obtaining an understanding of the District and its environment, including internal control, sufficient to assess the risks of material misstatement of the financial statements and to design the nature, timing, and extent of further audit procedures. Tests of controls may be performed to test the effectiveness of certain controls that we consider relevant to preventing and detecting errors and fraud that are material to the financial statements and to preventing and detecting misstatements resulting from illegal acts and other noncompliance matters that have a direct and material effect on the financial statements. Our tests, if performed, will be less in scope than would be necessary to render an opinion on internal control and, accordingly, no opinion will be expressed in our report on internal control issued pursuant to *Government Auditing Standards*.

As required by the Uniform Guidance and Chapter 10.550, *Rules of the Auditor General* of the State of Florida, we will perform tests of controls over compliance to evaluate the effectiveness of the design and operation of controls that we consider relevant to preventing or detecting material noncompliance with compliance requirements applicable to each major federal award program and major state financial assistance project. However, our tests will be less in scope than would be necessary to render an opinion on those controls and, accordingly, no opinion will be expressed in our report on internal control issued pursuant to the Uniform Guidance and Chapter 10.550, *Rules of the Auditor General* of the State of Florida.

An audit is not designed to provide assurance on internal control or to identify significant deficiencies or material weaknesses. However, during the audit, we will communicate to management and those charged with governance internal control related matters that are required to be communicated under AICPA professional standards, *Government Auditing Standards*, and the Uniform Guidance.

Audit Procedures—Compliance

As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we will perform tests of the District's compliance with the provisions of applicable laws, regulations, contracts, agreements, and grants, if applicable. However, the objective of our audit will not be to provide an opinion on overall compliance and we will not express such an opinion in our report on compliance issued pursuant to *Government Auditing Standards*.

The Uniform Guidance and Chapter 10.550, *Rules of the Auditor General* of the State of Florida requires that we also plan and perform the audit to obtain reasonable assurance about whether the auditee has complied with federal and state statutes, regulations, and the terms and conditions of federal awards and state financial assistance projects applicable to major federal programs and major state projects. Our procedures will consist of tests of transactions and other applicable procedures described in the *OMB Compliance Supplement* and *State of Florida Projects Compliance Supplement* for the types of compliance requirements that could have a direct and material effect on each of the District's major federal programs and major state projects. The purpose of these procedures will be to express an opinion on the District's compliance with requirements applicable to each of its major programs in our report on compliance issued pursuant to the Uniform Guidance and Chapter 10.550, Rules of the Florida Auditor General.

Other Services

We will also assist in preparing the financial statements, schedule of expenditures of federal awards and state financial assistance, and related notes of the District in conformity with U.S. generally accepted accounting principles and the Uniform Guidance based on information provided by you. These nonaudit services do not constitute an audit under *Government Auditing Standards* and such services will not be conducted in accordance with *Government Auditing Standards*. We will perform the services in accordance with applicable professional standards. The other services are limited to the financial statements, schedule of expenditures of federal awards, and related notes services previously defined. We, in our sole professional judgment, reserve the right to refuse to perform any procedure or take any action that could be construed as assuming management responsibilities.

Management Responsibilities

Management is responsible for the basic financial statements and all accompanying information as well as all representations contained therein. Further, management is responsible for compliance with Florida Statute 218.415 and will provide us with the information required for the examination.

Management is responsible for (1) designing, implementing, and maintaining effective internal controls, including internal controls over federal awards, and for evaluating and monitoring ongoing activities to help ensure that appropriate goals and objectives are met; (2) following laws and regulations; (3) ensuring that there is reasonable assurance that government programs are administered in compliance with compliance requirements; and (4) ensuring that management and financial information is reliable and properly reported. Management is also responsible for implementing systems designed to achieve compliance with applicable laws, regulations, contracts, and grant agreements. You are also responsible for the selection and application of accounting principles; for the preparation and fair presentation of the financial statements, schedule of expenditures of federal awards and state financial assistance, and all accompanying information in conformity with U.S. generally accepted accounting principles; and for compliance with applicable laws and regulations (including federal and state statutes) and the provisions of contracts and grant agreements (including award agreements). Your responsibilities also include identifying significant contractor relationships in which the contractor has responsibility for program compliance and for the accuracy and completeness of that information.

Management is also responsible for making all financial records and related information available to us and for the accuracy and completeness of that information. You are also responsible for providing us with (1) access to all information of which you are aware that is relevant to the preparation and fair presentation of the financial statements, (2) access to personnel, accounts, books, records, supporting documentation, and other information as needed to perform an audit under the Uniform Guidance, (3) additional information that we may request for the purpose of the audit, and (4) unrestricted access to persons within the government from whom we determine it necessary to obtain audit evidence.

Your responsibilities include adjusting the financial statements to correct material misstatements and for confirming to us in the written representation letter that the effects of any uncorrected misstatements aggregated by us during the current engagement and pertaining to the latest period presented are immaterial, both individually and in the aggregate, to the financial statements taken as a whole. As part of our engagement, we may propose standard, adjusting, or correcting journal entries to your financial statements. You are responsible for reviewing the entries and understanding the nature of any proposed entries and the impact they have on the financial statements.

You are responsible for the design and implementation of programs and controls to prevent and detect fraud, and for informing us about all known or suspected fraud affecting the government involving (1) management, (2) employees who have significant roles in internal control, and (3) others where the fraud could have a material effect on the financial statements. Your responsibilities include informing us of your knowledge of any allegations of fraud or suspected fraud affecting the government received in communications from employees, former employees, grantors, regulators, or others. In addition, you are responsible for identifying and ensuring that the government complies with applicable laws, regulations, contracts, agreements, and grants and for taking timely and appropriate steps to remedy fraud and noncompliance with provisions of laws, regulations, contracts or grant agreements, or abuse that we report. Management is also responsible for taking timely and appropriate steps to remedy fraud and noncompliance with provisions of laws, regulations, contracts, and grant agreements, or abuse that we report. Additionally, as required by the Uniform Guidance and Chapter 10.550 Rules of the Auditor General of the State of Florida, it is management's responsibility to evaluate and monitor noncompliance with federal statutes, regulations, and the terms and conditions of federal awards; take prompt action when instances of noncompliance are identified including noncompliance identified in audit findings; promptly follow up and take corrective action on reported audit findings; and prepare a summary schedule of prior audit findings and a separate corrective action plan.

You are responsible for identifying all federal awards and state financial assistance projects received and understanding and complying with the compliance requirements and for the preparation of the schedule of expenditures of federal awards and state financial assistance projects (including notes and noncash assistance received) in conformity with the Uniform Guidance and Chapter 10.550, Rules of the Auditor General. You agree to include our report on the schedule of expenditures of federal awards and state financial assistance projects in any document that contains and indicates that we have reported on the schedule of expenditures of federal awards and state financial assistance. You also agree to include the audited financial statements with any presentation of the schedule of expenditures of federal awards and state financial assistance projects that includes our report thereon. Your responsibilities include acknowledging to us in the written representation letter that (1) you are responsible for presentation of the schedule of expenditures of federal awards and state financial assistance projects in accordance with the Uniform Guidance and Chapter 10.550 Rules of the Auditor General; (2) you believe the schedule of expenditures of federal awards and state financial assistance projects, including its form and content, is stated fairly in accordance with the Uniform Guidance and Chapter 10.550 Rules of the Auditor General; (3) the methods of measurement or presentation have not changed from those used in the prior period (or, if they have changed, the reasons for such changes); and (4) you have disclosed to us any significant assumptions or interpretations underlying the measurement or presentation of the schedule of expenditures of federal awards and state financial assistance projects.

You are responsible for the preparation of the supplementary information in conformity with U.S. generally accepted accounting principles. You agree to include our report on the supplementary information in any document that contains and indicates that we have reported on the supplementary information. You also agree to include the audited financial statements with any presentation of the supplementary information that includes our report thereon. Your responsibilities include acknowledging to us in the written representation letter that (1) you are responsible for presentation of the supplementary information in accordance with GAAP; (2) you believe the supplementary information, including its form and content, is fairly presented in accordance with GAAP; (3) the methods of measurement or presentation have not changed from those used in the prior period (or, if they have changed, the reasons for such changes); and (4) you have disclosed to us any significant assumptions or interpretations underlying the measurement or presentation of the supplementary information.

Management is responsible for establishing and maintaining a process for tracking the status of audit findings and recommendations. Management is also responsible for identifying for us previous financial audits, attestation engagements, performance audits or other studies related to the objectives discussed in the Audit Objectives section of this letter. This responsibility includes relaying to us corrective actions taken to address significant findings and recommendations resulting from those audits, attestation engagements, performance audits, or other studies. You are also responsible for providing management's views on our current findings, conclusions, and recommendations, as well as your planned corrective actions, for the report, and the timing and format for providing that information.

You agree to assume all management responsibilities relating to the financial statements, schedule of expenditures of federal awards and state financial assistance, and related notes, and any other nonaudit services we provide. You will be required to acknowledge in the management representation letter our assistance with preparation of the financial statements, schedule of expenditures of federal awards, and related notes and that you have reviewed and approved the financial statements, schedule of expenditures of federal awards, and related notes prior to their issuance and have accepted responsibility for them. Further, you agree to oversee the nonaudit services by designating an individual, preferably from senior management, with suitable skill, knowledge, or experience; evaluate the adequacy and results of those services; and accept responsibility for them.

With regard to using the audit's report, you understand that you must obtain our prior written consent to reproduce or use our report in bond offering official statements or other documents.

With regard to the electronic dissemination of audited financial statements, including financial statements published electronically on your website, you understand that electronic sites are a means to distribute information and, therefore, we are not required to read the information contained in these sites or to consider the consistency of other information in the electronic site with the original document.

Audit Administration, Fees, and Other

We understand that your employees will prepare all confirmations we request and will locate any documents selected by us for testing.

At the conclusion of the engagement, we will complete the appropriate sections of the Data Collection Form that summarizes our audit findings. It is management's responsibility to submit the reporting package (including financial statements, schedule of expenditures of federal awards, summary schedule of prior audit findings, auditors' reports, and corrective action plan) along with the Data Collection Form to the federal audit clearinghouse. We will coordinate with you the electronic submission and certification. If applicable, we will provide copies of our report for you to include with the reporting package you will submit to pass-through entities. The Data Collection Form and the reporting package must be submitted within the earlier of 30 days after receipt of the auditors' reports or nine months after the end of the audit period, unless a longer period is agreed to in advance by the cognizant or oversight agency for audits.

The audit documentation for this engagement is the property of Grau & Associates and constitutes confidential information. However, subject to applicable laws and regulations, audit documentation and appropriate individuals will be made available upon request and in a timely manner to a cognizant or oversight agency or its designee, a federal agency providing direct or indirect funding, or the U.S. Government Accountability Office for purposes of a quality review of the audit, to resolve audit findings, or to carry out oversight responsibilities. We will notify you of any such request. If requested, access to such audit documentation will be provided under the supervision of Grau & Associates personnel. Furthermore, upon request, we may provide copies of selected audit documentation to the aforementioned parties. These parties may intend, or decide, to distribute the copies or information contained therein to others, including other governmental agencies. Notwithstanding the foregoing, the parties acknowledge that various documents reviewed or produced during the conduct of the audit may be public records under Florida law. The District agrees to notify Grau & Associates of any public record request it receives that involves audit documentation.

The audit documentation for this engagement will be retained for a minimum of five years after the report release date. If we are aware that a federal awarding agency or auditee is contesting an audit finding, we will contact the party(ies) contesting the audit finding for guidance prior to destroying the audit documentation.

Our fee for these services will not exceed \$27,500, \$28,000 and \$28,500 for the September 30, 2026, 2027 and 2028 audits, unless there is a change in activity by the District which results in additional audit work or debt is issued. The State and/or Federal compliance audit fees will be \$4,000 each as applicable.

Our invoices for these fees will be rendered each month as work progresses and are payable on presentation. Invoices will be submitted in sufficient detail to demonstrate compliance with the terms of this agreement. In accordance with our firm policies, work may be suspended if your account becomes 60 days or more overdue and may not be resumed until your account is paid in full. If we elect to terminate our services for nonpayment, our engagement will be deemed to have been completed upon written notification of termination, even if we have not completed our report. You will be obligated to compensate us for all time expended and to reimburse us for all out-of-pocket costs through the date of termination. The above fee is based on anticipated cooperation from your personnel and the assumption that unexpected circumstances will not be encountered during the audit. If significant additional time is necessary, we will discuss it with you and arrive at a new fee estimate.

This agreement may be renewed each year thereafter subject to the mutual agreement by both parties to all terms and fees.

We will provide you with a copy of our most recent external peer review report and any letter of comment, and any subsequent peer review reports and letters of comment received during the period of the contract. Our 2025 peer review report accompanies this letter.

We appreciate the opportunity to be of service to the Key Largo Wastewater Treatment District and believe this letter accurately summarizes the significant terms of our engagement. If you have any questions, please let us know. If you agree with the terms of our engagement as described in this letter, please sign the enclosed copy and return it to us.

Very truly yours,

Grau & Associates

David Caplivski
David Caplivski

RESPONSE:

This letter correctly sets forth the understanding of the Key Largo Wastewater Treatment District.

By: _____

Title: _____

Date: _____



Peer Review
Program

Administered in Florida
by the Florida Institute of CPAs

November 18, 2025

Antonio Grau
Grau & Associates
1001 W. Yamato Road, Suite 301
Boca Raton, FL 33431-4403

Dear Antonio Grau:

It is my pleasure to notify you that on November 18, 2025, the Florida Peer Review Committee accepted the report on the most recent System Review of your firm. The due date for your next review is December 31, 2028. This is the date by which all review documents should be completed and submitted to the administering entity.

As you know, the report had a peer review rating of pass. The Committee asked me to convey its congratulations to the firm.

Thank you for your cooperation.

Sincerely,

FICPA Peer Review Committee

Peer Review Team
FICPA Peer Review Committee
paul@ficpa.org
850.224.2727, x5957

cc: Daniel Hevia, David Caplivski

Firm Number: 900004390114

Review Number: 616829

Key Largo Wastewater Treatment District Board of Commissioners Meeting Agenda Item Summary

Meeting Date:
May 5, 2026

Agenda Item Number: G-3


Action Required:
No

Department: General Manager
Sponsor: Peter Rosasco

Subject:
APEX Capital & Field Expenses

Summary of Discussion:
Summary of reallocations in Capital and Field Engineering Expenses for FY26.

<u>Reviewed / Approved</u>	<u>Financial Impact</u>	<u>Attachments</u>
Operations: _____	\$ 0.00	1. Capital and Field Engineering Expense Memo
Administration: _____		
Finance: _____	Funding Source:	
District Counsel: _____	N/A	
District Clerk: _____	Budgeted:	
Engineering: _____	Yes	

Approved By:  Date: 4-30-26
General Manager



Key Largo Wastewater Treatment District

103355 Overseas Highway, Key Largo, FL 33037

Post Office Box 491, Key Largo, FL 33037

Phone (305) 451-4019 • www.klwtd.com

April 30, 2026

To: KLWTD Board
From: Peter Rosasco

Subject: APEX Capital and Field Expenses

This memo serves as notification of engineering expenditure adjustments in the Field and Capital Outlay Departments as of March 31, 2026, approved by the Board at the April 21, 2026 meeting.

The previously approved adjustments do not change the overall budget amount in either Field or Capital Outlay Departments. The projected expenditure and budget increase in certain lines are offset by expenditure and budget decreases in other lines within the Capital Outlay Department. At this time APEX's FY26 Work Authorizations remain the same for both Capital and Field with amounts of \$1,597,400 and \$80,000 respectively.

In accordance with Florida Statutes, it is not necessary for KLWTD to amend the Fiscal Year 2025-2026 budget since it is a zero sum change in departmental expenditures.

Respectfully submitted,


Peter Rosasco
General Manager

Reallocation of Weiler / Apex Expenses/Budget Amounts for KLWTD FY26

		<u>Expenses</u>	<u>Expected</u>		<u>Change from</u>
		<u>10/1/25-</u>	<u>Expenses 4/1/26-</u>	<u>Revised FY26</u>	<u>Original Budget:</u>
5900 CAPITAL IMPROVEMENTS	FY26 Budgeted:	3/31/26	9/30/26	Budget Amt:	
401-5900-311.006.00-2018-007	Engineering: VPS Piping Mod	0.00	736.49	0.00	736.49
401-5900-311.006.00-2021-002	Engineering: Odor Control at Vac Stns	160,000.00	56,778.25	103,221.75	160,000.00
401-5900-311.006.00-2022-000	Engineering: Capital Prelim Design & Bgt	35,000.00	555.50	19,444.50	20,000.00
401-5900-311.006.00-2022-001	Engineering: Effluent Filtration Upgrade	50,000.00	27,076.25	22,923.75	50,000.00
401-5900-311.006.00-2022-004	Engineering: Vac System Monitoring	30,000.00	46,061.50	18,938.50	65,000.00
401-5900-311.006.00-2022-008	Engineering: Power Conditioning Vac Stns	61,275.00	376.50	623.50	1,000.00
401-5900-311.006.00-2022-009	Engineering -Power Cond & Elec Up @ WWTP	100,000.00	87,896.25	37,103.75	125,000.00
401-5900-311.006.00-2022-010	Engineering: EQ Tank Headworks/Scrn Upg	450,000.00	139,183.25	160,816.75	300,000.00
401-5900-311.006.00-2023-002	Engineering: Ventilation Upg @ Vac Stns	41,125.00	0.00	0.00	0.00
401-5900-311.006.00-2025-003	Engineering: Vac Stn Sewage Tank Upg	400,000.00	22,843.50	195,533.26	218,376.76
401-5900-311.006.00-2025-004	Engineering: MJ Wood Fire Supp Dispute	0.00	2,286.75	0.00	2,286.75
401-5900-311.006.00-2025-005	Engineering: Ductile Iron Piping Corrosi	250,000.00	15,017.25	234,982.75	250,000.00
401-5900-311.006.00-SvcConRv	Engineering: Service Connection Revision	20,000.00	0.00	20,000.00	20,000.00
	TOTALS:	1,597,400.00	398,811.49	813,588.51	1,212,400.00
					(385,000.00)
					1,597,400.00
401-5900-311.006.00-2025-006	Engineering: CSAP (separate work auth)	100,000.00	99,546.50	0.00	100,000.00
					0.00

**Expected Expenses
including SLR & CMMS
1,597,400.00**

	<u>Requested:</u>	<u>To reclass from Field expenses thru 3/31/26 (not the budget amt)</u>
Monroe County Sea Level Rise General	40,000.00	21,661.50
Monroe County Sea Level Rise Twin Lakes	30,000.00	18,759.25
Monroe County Sea Level Rise Stillwright Point	15,000.00	0.00
Monroe County Sea Level Rise Winston Waterways	200,000.00	32,136.00
CMMS (in addition to CSAP on line 237 above)	100,000.00	72,556.75
Grand Total: Engineering Changes & Addition of SLR GLs	385,000.00	

**FY26 Revised Budget Amt of Capital GLs included Add'l
SLR & CMMS GLs 1,597,400.00**

5352 FIELD DEPT	<u>Expenses</u>	<u>Expected Exp</u>	<u>Revised FY26</u>	<u>Change from</u>
	<u>Through 3/31/26</u>	<u>Through 9/30/26</u>	<u>Budget Amt:</u>	<u>Original Budget:</u>
401-5352-311.006.00	Professional Services: Engineering Field	73,877.25	80,000.00	80,000.00
				0.00

Note: SLR expenses of \$72,556.75 will be reclassified to Capital SLR GLs

Key Largo Wastewater Treatment District Board of Commissioners Meeting Agenda Item Summary

Meeting Date:
May 5, 2026

Agenda Item Number: J-1

Action Required:
No

Department:
Budget and Finance

Sponsor:
Peter Rosasco

Subject:
2nd Quarter Fiscal Year 2026 Financial Reports

Summary of Discussion:

The 2nd Qtr FY26 financial reports will be presented to the board.

<u>Reviewed / Approved</u>	<u>Financial Impact</u>	<u>Attachments</u>
Operations: _____	\$	1. Stmt of Net Position/Balance Sheet at 3/31/26 2. Revenue & Expenditure Report at 3/31/26 3. Rev/Exp Report-Operations Sorted by Description at 3/31/26
Administration: _____		
Finance: _____	Funding Source:	
District Counsel: _____	N/A	
District Clerk: _____	Budgeted:	
Engineering: _____	N/A	

Approved By:  Date: 4-30-26
General Manager



KLWTD STATEMENT OF NET POSITION / BALANCE SHEET REPORT
Balance As Of 3/31/2026

GL Number	Description	YTD Balance 03/31/2026
Fund: 401 GENERAL FUND		
*** Assets ***		
Cash		
1	401-0000-101.000.11 First State Bank Acct-3292	4,362,678.01
2	401-0000-101.000.14 Centennial Gen Op 1084	10,696,047.39
3	401-0000-101.000.15 Centennial Payroll 1092	615,750.10
4	401-0000-101.000.16 Centennial Debt Svc 1108	1,624,119.07
5	401-0000-101.000.17 Centennial R&R 1116	13,541,824.10
6	401-0000-101.000.19 Centennial Self Insurance 8728	5,537,976.22
	Cash	36,378,394.89
Accounts Receivable		
7	401-0000-115.000.01 Accounts Receivable	109,854.97
8	401-0000-131.000.00 Due From Other Governments	2,646,851.38
9	401-0000-131.000.02 Due From Monroe County ILA	285,330.00
	Accounts Receivable	3,042,036.35
Fixed Assets		
10	401-0000-162.900.00 Buildings	4,244,473.55
11	401-0000-166.900.00 Equipment & Furniture	2,095,677.51
12	401-0000-170.900.00 Collection Facilities	118,114,066.20
13	401-0000-170.900.01 Treatment Facilities	47,385,653.71
14	401-0000-170.900.03 Vehicles	695,787.26
15	401-0000-170.950.00 Accumulated Depreciation	(68,080,043.76)
	Fixed Assets	104,455,614.47
Other Assets		
16	401-0000-155.000.00 Prepaid Insurance	22,088.83
17	401-0000-155.000.01 Prepaid Assets	34,215.62
18	401-0000-156.000.00 Deposits	58,295.00
19	401-0000-161.900.00 Land	2,012,494.19
20	401-0000-169.900.00 Construction In Progress	18,789,146.22
	Other Assets	20,916,239.86
	Total Assets	164,792,285.57

	GL Number	Description	YTD Balance 03/31/2026
	*** Liabilities ***		
	Accounts Payable		
21	401-0000-202.000.00	Accounts Payable	476,918.93
		Accounts Payable	476,918.93
	Liabilities-ST		
22	401-0000-205.000.00	Retainage Payable	437,237.18
23	401-0000-215.000.00	Accrued Interest Payable	31,239.10
24	401-0000-216.000.00	Accrued Payroll	37,838.54
25	401-0000-217.000.01	Accrued Taxes Payable	13,579.47
26	401-0000-229.000.02	457(b) Withholding	5,932.94
27	401-0000-229.000.01	Health/Optional/Payroll Withholding	(5,708.99)
28	401-0000-231.000.00	Workers Compensation Insurance	9,335.46
		Liabilities-ST	529,453.70
	Liabilities-LT (Over 1 Year)		
29	401-0000-203.900.00	SRF Loan - KLNC 01P	5,184,334.56
		Liabilities-LT (Over 1 Year)	5,184,334.56
	Other Liabilities		
30	401-0000-210.900.00	Accrued Compensated Absences	132,313.05
31	401-0000-237.000.00	Other Post Empl Benefit (OPEB) Liability	48,810.00
32	401-0000-237.000.01	Deferred Inflows of Resources-OPEB	54,965.00
		Other Liabilities	236,088.05
		Total Liabilities	6,426,795.24
		= ENDING FUND BALANCE	158,365,490.33



REVENUE AND EXPENDITURE REPORT (UNAUDITED) 2nd Qtr FY2026 3/31/26

GL Number	Description	YTD Balance 03/31/2026	25-26 Adopted Budget	% Bdgt Used
Revenues				
1	401-0000-325.100.00 Non Ad Valorem Assessments	2,622,871.26	3,098,450.00	84.65
2	401-0000-343.500.00 Wastewater Service Revenue	4,170,777.87	8,002,067.00	52.12
3	401-0000-343.550.01 Islamorada Wastewater Flow Revenue	649,600.35	1,300,000.00	49.97
4	401-0000-343.550.02 Salinity Surcharge - Islamorada	22,971.68	0.00	100.00
5	401-0000-343.550.03 Islamorada Insurance Surcharge	0.00	68,000.00	0.00
6	401-0000-343.600.00 Monroe County ILA	125,000.00	125,000.00	100.00
7	401-0000-361.100.00 Interest Income	633,481.88	1,200,000.00	52.79
8	401-0000-369.900.00 Miscellaneous Revenues	45,549.34	55,000.00	82.82
9	401-5900-325.100.01 SDC/SIC Revenue	17,474.48	75,000.00	23.30
10	401-5900-334.350.01 ACOE Grant Revenue	0.00	1,000,000.00	0.00
11	401-5900-334.350.02 Stewardship Grant	2,160,981.66	7,225,000.00	29.91
12	401-5900-334.350.04 RESILIENT FL GRANT (MITIGATION)	0.00	1,000,000.00	0.00
13	401-5900-389.000.00 Cash on Hand	0.00	(251,070.00)	0.00
14	401-5900-389.000.01 PLANNED USE OF R&R RESERVES	0.00	1,662,600.00	0.00
15	401-5900-389.000.03 DEBT SERVICE RESERVES	0.00	1,558,959.00	0.00
Total Revenues		10,448,708.52	26,119,006.00	40.00
Expenditures				
Non-Departmental				
16	401-0000-581.000.01 Transfer to Repair & Replacement Fund	1,200,000.00	1,200,000.00	100.00
17	401-0000-581.000.02 Transfer to Insurance Deductible Reserve	50,000.00	50,000.00	100.00
18	401-0000-720.000.00 Debt Service Transfer	779,480.33	1,558,961.00	50.00
Total Non-Departmental		2,029,480.33	2,808,961.00	72.25
5130 ADMINISTRATIVE				
19	401-5130-110.000.00 Payroll-Board Meeting Compensation	24,332.68	71,218.00	34.17
20	401-5130-120.000.00 Payroll-Administration	294,814.07	597,260.00	49.36
21	401-5130-210.000.00 Payroll Taxes	23,843.97	51,139.00	46.63
22	401-5130-220.000.00 Retirement Contributions	11,690.91	38,904.00	30.05
23	401-5130-230.000.00 Group Health Premiums	38,336.84	75,726.00	50.63
24	401-5130-230.001.00 Employee Benefit Administration Fees	0.00	500.00	0.00
25	401-5130-230.002.00 Group Life Insurance	411.00	904.00	45.46
26	401-5130-240.000.00 Workers Compensation Insurance	638.65	1,400.00	45.62
27	401-5130-250.000.00 Unemployment Compensation	0.00	4,000.00	0.00
28	401-5130-311.000.00 Professional Services: Website & Misc.	3,608.00	17,000.00	21.22
29	401-5130-311.000.01 Prof. Svcs: Alarm & Fire Monitoring	926.88	1,500.00	61.79
30	401-5130-311.000.02 Prof Svcs: Fire Systems Maintenance Svcs	0.00	3,740.00	0.00
31	401-5130-311.000.03 Prof. Svcs: Managed IT Services	10,450.00	23,100.00	45.24
32	401-5130-311.000.05 Professional Svcs: NWPS 457(b) Admin Fee	0.00	3,500.00	0.00
33	401-5130-311.000.07 Professional Svcs: IT Security Svcs	22,027.86	42,500.00	51.83
34	401-5130-311.000.11 Professional Services: Safety Training	0.00	1,000.00	0.00
35	401-5130-311.000.14 Professional Svcs: Mobile Device Mgmt	2,380.00	5,500.00	43.27
36	401-5130-311.002.00 Professional Svcs: FKA Billing Services	126,471.57	325,458.00	38.86
37	401-5130-311.003.00 Professional Svcs: Tax Collector Fees	10,000.00	11,000.00	90.91
38	401-5130-311.005.00 Professional Svcs: Tax Roll Svc	0.00	2,500.00	0.00
39	401-5130-311.006.00 Professional Svcs: Engineering	6,247.00	15,000.00	41.65
40	401-5130-312.000.01 Professional Svcs: Lobbyists-Henderson	25,090.00	60,100.00	41.75
41	401-5130-312.000.02 Professional Svcs: Lobbyists-Hicks	22,500.00	45,000.00	50.00

GL Number	Description	YTD Balance 03/31/2026	25-26 Adopted Budget	% Bdgt Used	
42	401-5130-313.001.13	Professional Svcs: Legal-General Counsel	52,174.02	104,348.00	50.00
43	401-5130-313.001.14	Professional Svcs: Legal-Outside Counsel	2,750.90	10,000.00	27.51
44	401-5130-320.000.01	Professional Svcs: Accounting/Audit Svcs	31,000.00	35,000.00	88.57
45	401-5130-320.000.02	Professional Svcs: Finance Director	46,957.98	93,916.00	50.00
46	401-5130-320.000.03	Professional Svcs: General Manager Svcs.	82,321.02	164,642.00	50.00
47	401-5130-341.000.02	BSA SOFTWARE - ANNUAL LICENSES & SUPPORT	41,462.00	40,482.00	102.42
48	401-5130-341.000.05	EMAIL APPLICATIONS/MICROSOFT	7,920.00	20,000.00	39.60
49	401-5130-341.000.11	Document Management (M-Files)	0.00	6,000.00	0.00
50	401-5130-400.000.01	General Manager Travel & Training	4,119.67	10,000.00	41.20
51	401-5130-400.000.02	Clerk Travel & Training	427.25	2,500.00	17.09
52	401-5130-400.000.03	Other Travel & Training	4,191.79	15,000.00	27.95
53	401-5130-410.000.02	Advanced Cellular Svc / AT&T FirstNet	2,756.45	6,000.00	45.94
54	401-5130-410.000.04	Internet (Comcast & AT&T)	3,115.50	6,300.00	49.45
55	401-5130-410.000.05	Telephones / Data Comms	684.00	1,000.00	68.40
56	401-5130-410.000.07	VOIP	1,452.00	3,600.00	40.33
57	401-5130-410.000.08	GPS / Fleet Services	117.00	250.00	46.80
58	401-5130-411.000.02	IT:HARDWARE REPAIR-PARTS&MAINT UPGRADES	1,686.75	4,000.00	42.17
59	401-5130-411.000.03	IT: Software and Software Upgrades	6,454.60	32,805.00	19.68
60	401-5130-411.000.05	Bus. Cont. & IT Disaster Rcvry & Backup	10,383.54	18,980.00	54.71
61	401-5130-420.000.00	Postage & Delivery Expense	956.64	2,700.00	35.43
62	401-5130-430.000.00	Water (Utility)-District Office	234.97	700.00	33.57
63	401-5130-432.000.00	Facility Cleaning	9,800.00	21,000.00	46.67
64	401-5130-432.001.00	Solid Waste	730.98	1,700.00	43.00
65	401-5130-435.000.00	Electricity	1,706.14	3,300.00	51.70
66	401-5130-440.000.00	Rents & Leases	0.00	1,000.00	0.00
67	401-5130-450.000.00	Insurance (excluding W-Comp & Health)	428,955.14	460,941.00	93.06
68	401-5130-460.000.01	Repairs & Maintenance: Grounds Keeping	1,350.00	4,000.00	33.75
69	401-5130-460.000.02	Repairs & Maintenance: Vehicles	124.20	2,000.00	6.21
70	401-5130-460.000.04	Repairs & Maintenance: Bldgs & Equip	2,362.27	20,000.00	11.81
71	401-5130-470.000.00	Copier	2,853.31	7,000.00	40.76
72	401-5130-480.000.00	Advertisements	3,733.80	10,000.00	37.34
73	401-5130-491.000.00	Storm Supplies	0.00	2,000.00	0.00
74	401-5130-492.000.00	Bank Fees	0.00	500.00	0.00
75	401-5130-510.000.01	Office Supplies	4,357.66	14,000.00	31.13
76	401-5130-510.000.02	Printings	0.00	2,500.00	0.00
77	401-5130-510.000.03	Office Furnishings	272.45	4,000.00	6.81
78	401-5130-520.000.01	Employee Clothing/Uniforms	420.63	1,000.00	42.06
79	401-5130-520.007.00	Regulatory, Permit & Recording Fees	0.00	2,000.00	0.00
80	401-5130-520.010.02	Fuel: Vehicles	50.83	500.00	10.17
81	401-5130-521.000.00	Board: Travel, Admin, Office Supplies	4,412.36	8,000.00	55.15
82	401-5130-540.000.02	Clerk Dues	0.00	500.00	0.00
83	401-5130-540.000.03	Other Dues and Subscriptions	10,765.84	10,000.00	107.66
84	401-5130-645.000.00	Capital Outlay: IT Equipment	1,680.00	0.00	100.00
	Total 5130 - ADMINISTRATIVE	1,398,511.12	2,552,113.00	54.80	
	5351 PLANT				
85	401-5351-120.000.00	Payroll-Plant	222,712.93	527,824.00	42.19
86	401-5351-210.000.00	Payroll Taxes	16,805.79	40,379.00	41.62
87	401-5351-220.000.00	Retirement Contributions	9,609.41	31,669.00	30.34
88	401-5351-230.000.00	Group Health Premiums	38,607.52	90,919.00	42.46
89	401-5351-230.002.00	Group Life Insurance	212.35	494.00	42.99
90	401-5351-240.000.00	Workers Compensation Insurance	4,776.79	10,500.00	45.49
91	401-5351-311.000.01	Prof. Svcs: Alarm & Fire Monitoring	386.88	500.00	77.38
92	401-5351-311.000.02	Prof Svcs: Fire Systems Maintenance Svcs	1,141.50	5,000.00	22.83
93	401-5351-311.000.03	Prof. Svcs: Managed IT Services	10,575.00	23,100.00	45.78
94	401-5351-311.000.11	Professional Services: Safety Training	810.00	2,000.00	40.50

GL Number	Description	YTD Balance 03/31/2026	25-26 Adopted Budget	% Bdgt Used	
95	401-5351-311.006.00	Professional Services: Engineering	30,685.75	80,000.00	38.36
96	401-5351-311.006.01	Engineering: Islamorada Misc Engineering	5,791.25	25,000.00	23.17
97	401-5351-400.000.00	Training, Education & Travel	3,110.02	2,500.00	124.40
98	401-5351-410.000.02	Advanced Cellular Svc / AT&T FirstNet	244.93	2,100.00	11.66
99	401-5351-410.000.04	Internet (Comcast & AT&T)	3,538.45	6,300.00	56.17
100	401-5351-410.000.05	Telephones / Data Comms	540.00	1,000.00	54.00
101	401-5351-410.000.08	GPS / Fleet Services	117.00	250.00	46.80
102	401-5351-410.000.09	Radios / P25 MCSO Agreement	0.00	750.00	0.00
103	401-5351-410.000.10	Plant Gate Data Service	695.40	1,500.00	46.36
104	401-5351-411.000.02	IT:HARDWARE REPAIR-PARTS&MAINT UPGRADES	733.95	4,000.00	18.35
105	401-5351-411.000.05	Bus. Cont. & IT Disaster Rcvry & Backup	8,363.36	18,600.00	44.96
106	401-5351-420.000.00	Postage & Delivery Expense	12,420.00	28,000.00	44.36
107	401-5351-430.000.00	Water- Plant	3,204.55	5,500.00	58.26
108	401-5351-432.000.00	Facility Cleaning	2,650.00	4,950.00	53.54
109	401-5351-432.001.00	Solid Waste	5,286.57	12,000.00	44.05
110	401-5351-435.000.00	Electricity - Plant	244,702.79	480,000.00	50.98
111	401-5351-440.000.00	Rents & Leases	0.00	7,000.00	0.00
112	401-5351-460.000.01	Repairs & Maintenance: Grounds Keeping	0.00	6,000.00	0.00
113	401-5351-460.000.02	Repairs & Maintenance: Vehicles	0.00	1,000.00	0.00
114	401-5351-460.000.03	Repairs & Maintenance: Equipment	71,083.57	300,000.00	23.69
115	401-5351-460.000.04	Repairs & Maintenance: Buildings	7,554.56	40,000.00	18.89
116	401-5351-491.000.01	Storm Supplies & Preparation	0.00	2,000.00	0.00
117	401-5351-510.000.01	Office Supplies	4,297.31	4,500.00	95.50
118	401-5351-510.000.03	Office Furnishings	0.00	1,500.00	0.00
119	401-5351-511.000.00	Safety Supplies	839.75	7,500.00	11.20
120	401-5351-520.000.00	Employee Uniforms / Clothing	211.27	1,500.00	14.08
121	401-5351-520.001.00	Lab Services (sample analysis)	25,623.44	46,000.00	55.70
122	401-5351-520.002.00	Sludge Handling	461,009.45	1,092,350.00	42.20
123	401-5351-520.003.00	Chemicals	345,472.06	750,000.00	46.06
124	401-5351-520.004.00	Lab Supplies	15,355.07	40,000.00	38.39
125	401-5351-520.005.00	Supplies & Tools (plant operations)	5,435.45	18,000.00	30.20
126	401-5351-520.006.00	Immunizations	0.00	1,200.00	0.00
127	401-5351-520.007.00	Regulatory/ Permit Fees	0.00	1,000.00	0.00
128	401-5351-520.010.01	Fuel: Equipment	17.10	500.00	3.42
129	401-5351-520.010.02	Fuel: Vehicles	462.26	1,000.00	46.23
130	401-5351-520.010.03	Fuel: Generators	0.00	7,000.00	0.00
131	401-5351-540.000.00	Dues & Subscriptions	0.00	400.00	0.00
	Total 5351 - PLANT		1,565,083.48	3,733,285.00	41.92
5352 FIELD					
132	401-5352-120.000.00	Payroll-Field	662,750.91	1,532,235.00	43.25
133	401-5352-210.000.00	Payroll Taxes	50,073.54	117,216.00	42.72
134	401-5352-220.000.00	Retirement Contributions	23,476.27	91,934.00	25.54
135	401-5352-230.000.00	Group Health Premiums	105,553.24	257,602.00	40.98
136	401-5352-230.002.00	Group Life Insurance	707.55	1,400.00	50.54
137	401-5352-240.000.00	Workers Compensation Insurance	13,509.62	25,600.00	52.77
138	401-5352-311.000.01	Prof. Svcs: Alarm & Fire Monitoring	2,280.96	2,400.00	95.04
139	401-5352-311.000.02	Prof Svcs: Fire Systems Maintenance Svcs	0.00	19,000.00	0.00
140	401-5352-311.000.03	Prof. Svcs: Managed IT Services	10,200.00	23,100.00	44.16
141	401-5352-311.000.11	Professional Services: Safety Training	1,680.00	7,500.00	22.40
142	401-5352-311.000.15	Solar Maintenance Contract	0.00	12,500.00	0.00
143	401-5352-311.006.00	Professional Services: Engineering	73,877.25	80,000.00	92.35
144	401-5352-341.000.04	ESRI	0.00	12,500.00	0.00
145	401-5352-341.000.06	GPServ/Trimble	3,752.07	4,100.00	91.51
146	401-5352-341.000.13	GIS Upgrade	26,390.00	60,000.00	43.98
147	401-5352-400.000.00	Training, Education & Travel	15,114.00	18,000.00	83.97

GL Number	Description	YTD Balance 03/31/2026	25-26 Adopted Budget	% Bdgt Used	
148	401-5352-410.000.02	Advanced Cellular Svc / AT&T FirstNet	3,483.48	6,600.00	52.78
149	401-5352-410.000.04	Internet (Comcast & AT&T)	8,212.88	18,500.00	44.39
150	401-5352-410.000.05	Telephones / Data Comms	6,093.96	6,000.00	101.57
151	401-5352-410.000.08	GPS / Fleet Services	1,687.82	3,500.00	48.22
152	401-5352-410.000.09	Radios / P25 MCSO Agreement	0.00	3,750.00	0.00
153	401-5352-411.000.02	IT:HARDWARE REPAIR-PARTS&MAINT UPGRADES	3,983.40	6,000.00	66.39
154	401-5352-411.000.03	IT: SOFTWARE & SOFTWARE UPGRADES	0.00	10,500.00	0.00
155	401-5352-411.000.05	Bus. Cont. & IT Disaster Rcvry & Backup	9,557.34	17,625.00	54.23
156	401-5352-430.000.01	Water- Vac Station A	775.63	450.00	172.36
157	401-5352-430.000.02	Water- Vac Station D	466.30	550.00	84.78
158	401-5352-430.000.03	Water- Vac Station F	150.26	400.00	37.57
159	401-5352-430.000.04	Water- Vac Station G	191.03	400.00	47.76
160	401-5352-430.000.05	Water- Vac Station I - house	173.07	900.00	19.23
161	401-5352-430.000.06	Water- Vac Station I & Office	288.99	500.00	57.80
162	401-5352-430.000.07	Water- Vac Station JK	170.08	530.00	32.09
163	401-5352-430.000.09	Water- Humpty Dumpty	148.88	310.00	48.03
164	401-5352-430.000.10	Water- Harborage	149.53	300.00	49.84
165	401-5352-430.000.12	Water- Peter Pan	152.49	300.00	50.83
166	401-5352-432.000.00	Facility Cleaning	5,470.00	12,100.00	45.21
167	401-5352-432.001.00	Solid Waste	913.50	3,000.00	30.45
168	401-5352-435.000.01	Electricity- Vac Station A	39,887.79	83,750.00	47.63
169	401-5352-435.000.02	Electricity- Vac Station D	33,005.12	78,000.00	42.31
170	401-5352-435.000.03	Electricity- Vac Station E	25,151.58	55,000.00	45.73
171	401-5352-435.000.04	Electricity- Vac Station F	1,125.56	2,500.00	45.02
172	401-5352-435.000.05	Electricity- Vac Station G	18,239.72	40,000.00	45.60
173	401-5352-435.000.06	Electricity- Vac Station I	8,295.42	11,000.00	75.41
174	401-5352-435.000.07	Electricity- Vac Station I - house	617.30	2,000.00	30.87
175	401-5352-435.000.08	Electricity- Vac Station I - office	790.91	2,000.00	39.55
176	401-5352-435.000.09	Electricity- Vac Station JK	27,567.70	55,000.00	50.12
177	401-5352-435.000.11	Electricity- Humpty Dumpty	342.09	1,000.00	34.21
178	401-5352-435.000.12	Electricity- Harborage	435.44	1,000.00	43.54
179	401-5352-435.000.13	Electricity-Coastal WW/Largo Pk Lift Sta	373.59	1,000.00	37.36
180	401-5352-435.000.14	Electricity-Peter Pan/Tweedy Pie	325.48	800.00	40.69
181	401-5352-440.000.00	Rents & Leases	0.00	6,000.00	0.00
182	401-5352-460.000.01	Repairs & Maintenance: Grounds Keeping	6,600.00	15,000.00	44.00
183	401-5352-460.000.02	Repairs & Maintenance: Vehicles	10,072.26	30,000.00	33.57
184	401-5352-460.000.03	Repairs & Maintenance: Equipment	51,357.33	300,000.00	17.12
185	401-5352-460.000.04	Repairs & Maintenance: Buildings	10,136.42	35,000.00	28.96
186	401-5352-460.000.05	Repairs & Maintenance: Collection System	64,914.86	100,000.00	64.91
187	401-5352-460.000.05-CS SEWER	Repairs & Maintenance: Coll Sys/Cust Svc	0.00	2,000.00	0.00
188	401-5352-460.000.08	COLL SYS/GRINDER PUMP MONITORING	1,500.00	4,500.00	33.33
189	401-5352-470.000.00	Copier	1,182.82	1,980.00	59.74
190	401-5352-491.000.01	Storm Supplies & Preparation	0.00	2,000.00	0.00
191	401-5352-510.000.01	Office Supplies	1,507.18	2,500.00	60.29
192	401-5352-510.000.03	Office Furnishings	0.00	3,000.00	0.00
193	401-5352-511.000.00	Safety Supplies	2,105.42	5,000.00	42.11
194	401-5352-520.000.00	Employee Uniforms / Clothing	2,042.83	3,200.00	63.84
195	401-5352-520.005.00	Supplies and Tools (field operations)	12,950.78	46,000.00	28.15
196	401-5352-520.006.00	Immunizations	0.00	1,500.00	0.00
197	401-5352-520.010.01	Fuel: Equipment	461.22	2,000.00	23.06
198	401-5352-520.010.02	Fuel: Vehicles	21,488.37	40,000.00	53.72
199	401-5352-520.010.03	Fuel: Generators	1,001.05	11,000.00	9.10
200	401-5352-540.000.00	Dues & Subscriptions	0.00	100.00	0.00
Total 5352 - FIELD		1,374,912.29	3,301,132.00	41.65	

GL Number	Description	YTD Balance 03/31/2026	25-26 Adopted Budget	% Bdg Used	
5354 FACILITIES					
201	401-5354-120.000.00	Payroll-Facilities	277,516.24	695,356.00	39.91
202	401-5354-210.000.00	Payroll Taxes	21,045.60	53,195.00	39.56
203	401-5354-220.000.00	Retirement Contributions	13,907.75	41,721.00	33.34
204	401-5354-230.000.00	Group Health Premiums	50,581.98	120,659.00	41.92
205	401-5354-230.002.00	Group Life Insurance	239.75	675.00	35.52
206	401-5354-240.000.00	Workers Compensation Insurance	5,437.39	13,000.00	41.83
207	401-5354-311.000.03	Prof. Svcs. Managed IT Services	10,200.00	23,100.00	44.16
208	401-5354-311.000.11	Professional Services: Safety Training	810.00	4,000.00	20.25
209	401-5354-400.000.00	Training, Education & Travel	11,050.10	10,000.00	110.50
210	401-5354-410.000.02	Advanced Cellular Svc / AT&T FirstNet	419.88	1,300.00	32.30
211	401-5354-410.000.08	GPS / Fleet Services	585.00	1,300.00	45.00
212	401-5354-410.000.09	Radios / P25 MCSO Agreement	0.00	1,875.00	0.00
213	401-5354-411.000.02	IT:HARDWARE REPAIR-PARTS&MAINT UPGRADES	0.00	3,000.00	0.00
214	401-5354-411.000.05	Bus. Cont. & IT Disaster Rcvry & Backup	4,264.02	8,600.00	49.58
215	401-5354-432.000.00	Facility Cleaning	2,650.00	4,950.00	53.54
216	401-5354-460.000.02	Repairs & Maintenance: Vehicles	472.59	5,000.00	9.45
217	401-5354-460.000.03	Repairs & Maintenance: Equipment	0.00	1,200.00	0.00
218	401-5354-510.000.01	Office Supplies	502.42	1,000.00	50.24
219	401-5354-510.000.03	Office Furnishings	0.00	800.00	0.00
220	401-5354-511.000.00	Safety Supplies	0.00	2,000.00	0.00
221	401-5354-520.000.00	Employee Uniforms/ Clothing	62.00	1,800.00	3.44
222	401-5354-520.005.00	Supplies & Tools	10,689.12	20,000.00	53.45
223	401-5354-520.006.00	Immunizations	0.00	1,500.00	0.00
224	401-5354-520.010.02	Fuel: Vehicles	2,458.60	7,500.00	32.78
	Total 5354 - FACILITIES		412,892.44	1,023,531.00	40.34
5900 CAPITAL IMPROVEMENTS					
225	401-5900-311.006.00-2018-007	Engineering: VPS Piping Mod	736.49	0.00	100.00
226	401-5900-311.006.00-2021-002	Engineering: Odor Control at Vac Stns	52,401.25	160,000.00	32.75
227	401-5900-311.006.00-2022-000	Engineering: Capital Prelim Design & Bgt	555.50	35,000.00	1.59
228	401-5900-311.006.00-2022-001	Engineering: Effluent Filtration Upgrade	20,627.50	50,000.00	41.26
229	401-5900-311.006.00-2022-004	Engineering: Vac System Monitoring	40,701.00	30,000.00	135.67
230	401-5900-311.006.00-2022-008	Engineering: Power Conditioning Vac Stns	376.50	61,275.00	0.61
231	401-5900-311.006.00-2022-009	Engineering -Power Cond & Elec Up @ WWTP	78,724.50	100,000.00	78.72
232	401-5900-311.006.00-2022-010	Engineering: EQ Tank Headworks/Scrn Upg	99,210.00	450,000.00	22.05
233	401-5900-311.006.00-2023-002	Engineering: Ventilation Upg @ Vac Stns	0.00	41,125.00	0.00
234	401-5900-311.006.00-2025-003	Engineering: Vac Stn Sewage Tank Upg	1,210.00	400,000.00	0.30
235	401-5900-311.006.00-2025-004	Engineering: MJ Wood Fire Supp Dispute	2,286.75	0.00	100.00
236	401-5900-311.006.00-2025-005	Engineering: Ductile Iron Piping Corrosi	8,997.00	250,000.00	3.60
237	401-5900-311.006.00-2025-006	Engineering: Coll Sys Action Plan (SAP)	99,546.50	100,000.00	99.55
238	401-5900-311.006.00-SvcConRv	Engineering: Service Connection Revision	0.00	20,000.00	0.00
239	401-5900-630.000.00-2018-007	Capital Outlay:VPS PipingMod	1,980.00	0.00	100.00
240	401-5900-630.000.00-2021-002	Capital Outlay: Odor Control at Vac Stns	1,210,178.43	2,400,000.00	50.42
241	401-5900-630.000.00-2022-004	Capital Outlay: Vac System Monitoring	640,939.35	650,000.00	98.61
242	401-5900-630.000.00-2022-009	Cap Outlay: Power Cond & Elec Upg WWTP	731,224.69	1,216,000.00	60.13
243	401-5900-630.000.00-2022-010	Cap Outlay: EQ Tank Headworks/Scrn Upg	0.00	2,250,000.00	0.00
244	401-5900-630.000.00-2023-002	Cap Outlay: Ventilation Upg @ Vac Stns	0.00	400,000.00	0.00
245	401-5900-630.000.00-2023-026	Capital Outlay: Diffuser Sleeves	0.00	26,000.00	0.00
246	401-5900-630.000.00-2024-003	Capital Outlay: Replace Vac Pit Collar	680.13	20,000.00	3.40
247	401-5900-630.000.00-2025-002	Cap Outlay:Coll Sys Sea Level Rise Ph1	9,850.00	0.00	100.00
248	401-5900-630.000.00-2025-003	CAPITAL OUTLAY: VAC STN SEWAGE TANK UPG	0.00	2,500,000.00	0.00
249	401-5900-630.000.00-2025-005	Capital Outlay: Ductile Iron Piping Corr	0.00	1,000,000.00	0.00
250	401-5900-630.005.00-SCADAUPG	SCADA Upgrade	6,486.33	120,000.00	5.41
251	401-5900-640.000.00-2023-017	Capital Outlay: Vac Pump Rebuild & Spare	0.00	67,500.00	0.00

GL Number	Description	YTD Balance 03/31/2026	25-26 Adopted Budget	% Bdgt Used
252	401-5900-640.000.00-2023-020 Capital Outlay: Grinder Pumps	24,861.48	21,000.00	118.39
253	401-5900-640.000.00-2023-023 Cap Outlay: Cameras-Plant, Admin, Field	0.00	10,000.00	0.00
254	401-5900-640.000.00-2024-010 Capital Outlay: Admin/Board Vehicle	28,207.00	32,000.00	88.15
255	401-5900-640.000.00-2024-011 Capital Outlay: Field Ops Truck	0.00	70,000.00	0.00
256	401-5900-640.000.00-2026-001 CAPITAL OUTLAY - SEWAGE PUMP VFD SPARES	0.00	47,000.00	0.00
257	401-5900-640.000.00-2026-002 CAPITAL OUTLAY - VACTRON TANK REPLACEMT	29,491.13	27,084.00	108.89
258	401-5900-640.000.00-2026-003 CAPITAL OUTLAY - HYDRAULIC PUMP & PWR UN	0.00	15,000.00	0.00
259	401-5900-645.000.00 Capital Outlay - Computer Equipment	4,468.76	56,000.00	7.98
260	401-5900-650.003.00-SvcConRv Service Connection Construction Revision	29,080.00	75,000.00	38.77
Total 5900 - CAPITAL IMPROVEMENTS		3,122,820.29	12,699,984.00	24.59
TOTAL REVENUES		10,448,708.52	26,119,006.00	40.00
TOTAL EXPENDITURES		9,903,699.95	26,119,006.00	37.92
NET OF REVENUES & EXPENDITURES:		545,008.57		



SORTED BY EXPENSE DESCRIPTION REPORT 2ND QTR FY2026 3/31/26

	GL Number	Description	YTD Balance 03/31/2026	25-26 Adopted Budget	% Bdgt Used
53	401-ADMIN-410.000.02	Advanced Cellular Svc / AT&T FirstNet	2,756.45	6,000.00	45.94
98	401-PLANT-410.000.02	Advanced Cellular Svc / AT&T FirstNet	244.93	2,100.00	11.66
148	401-FIELD-410.000.02	Advanced Cellular Svc / AT&T FirstNet	3,483.48	6,600.00	52.78
210	401-FACILITIES-410.000.02	Advanced Cellular Svc / AT&T FirstNet	419.88	1,300.00	32.30
72	401-ADMIN-480.000.00	Advertisements	3,733.80	10,000.00	37.34
74	401-ADMIN-492.000.00	Bank Fees	0.00	500.00	0.00
81	401-ADMIN-521.000.00	Board: Travel, Admin, Office Supplies	4,412.36	8,000.00	55.15
47	401-ADMIN-341.000.02	BSA SOFTWARE - ANNUAL LICENSES & SUPPORT	41,462.00	40,482.00	102.42
60	401-ADMIN-411.000.05	Bus. Cont. & IT Disaster Rcvry & Backup	10,383.54	18,980.00	54.71
105	401-PLANT-411.000.05	Bus. Cont. & IT Disaster Rcvry & Backup	8,363.36	18,600.00	44.96
155	401-FIELD-411.000.05	Bus. Cont. & IT Disaster Rcvry & Backup	9,557.34	17,625.00	54.23
214	401-FACILITIES-411.000.05	Bus. Cont. & IT Disaster Rcvry & Backup	4,264.02	8,600.00	49.58
84	401-ADMIN-645.000.00	Capital Outlay: IT Equipment	1,680.00	0.00	100.00
123	401-PLANT-520.003.00	Chemicals	345,472.06	750,000.00	46.06
82	401-ADMIN-540.000.02	Clerk Dues	0.00	500.00	0.00
51	401-ADMIN-400.000.02	Clerk Travel & Training	427.25	2,500.00	17.09
188	401-FIELD-460.000.08	COLL SYS/GRINDER PUMP MONITORING	1,500.00	4,500.00	33.33
71	401-ADMIN-470.000.00	Copier	2,853.31	7,000.00	40.76
189	401-FIELD-470.000.00	Copier	1,182.82	1,980.00	59.74
49	401-ADMIN-341.000.11	Document Management (M-Files)	0.00	6,000.00	0.00
131	401-PLANT-540.000.00	Dues & Subscriptions	0.00	400.00	0.00
200	401-FIELD-540.000.00	Dues & Subscriptions	0.00	100.00	0.00
65	401-ADMIN-435.000.00	Electricity	1,706.14	3,300.00	51.70
110	401-PLANT-435.000.00	Electricity - Plant	244,702.79	480,000.00	50.98
178	401-FIELD-435.000.12	Electricity- Harborage	435.44	1,000.00	43.54
177	401-FIELD-435.000.11	Electricity- Humpty Dumpty	342.09	1,000.00	34.21
168	401-FIELD-435.000.01	Electricity- Vac Station A	39,887.79	83,750.00	47.63
169	401-FIELD-435.000.02	Electricity- Vac Station D	33,005.12	78,000.00	42.31
170	401-FIELD-435.000.03	Electricity- Vac Station E	25,151.58	55,000.00	45.73
171	401-FIELD-435.000.04	Electricity- Vac Station F	1,125.56	2,500.00	45.02
172	401-FIELD-435.000.05	Electricity- Vac Station G	18,239.72	40,000.00	45.60
173	401-FIELD-435.000.06	Electricity- Vac Station I	8,295.42	11,000.00	75.41
174	401-FIELD-435.000.07	Electricity- Vac Station I - house	617.30	2,000.00	30.87
175	401-FIELD-435.000.08	Electricity- Vac Station I - office	790.91	2,000.00	39.55
176	401-FIELD-435.000.09	Electricity- Vac Station JK	27,567.70	55,000.00	50.12
179	401-FIELD-435.000.13	Electricity-Coastal WW/Largo Pk Lift Sta	373.59	1,000.00	37.36
180	401-FIELD-435.000.14	Electricity-Peter Pan/Tweedy Pie	325.48	800.00	40.69
48	401-ADMIN-341.000.05	EMAIL APPLICATIONS/MICROSOFT	7,920.00	20,000.00	39.60
24	401-ADMIN-230.001.00	Employee Benefit Administration Fees	0.00	500.00	0.00
78	401-ADMIN-520.000.01	Employee Clothing/Uniforms	420.63	1,000.00	42.06
120	401-PLANT-520.000.00	Employee Uniforms / Clothing	211.27	1,500.00	14.08

	GL Number	Description	YTD Balance	25-26	% Bdgt
			03/31/2026	Adopted Budget	Used
194	401-FIELD-520.000.00	Employee Uniforms / Clothing	2,042.83	3,200.00	63.84
221	401-FACILITIES-520.000.00	Employee Uniforms/ Clothing	62.00	1,800.00	3.44
96	401-PLANT-311.006.01	Engineering: Islamorada Misc Engineering	5,791.25	25,000.00	23.17
144	401-FIELD-341.000.04	ESRI	0.00	12,500.00	0.00
63	401-ADMIN-432.000.00	Facility Cleaning	9,800.00	21,000.00	46.67
108	401-PLANT-432.000.00	Facility Cleaning	2,650.00	4,950.00	53.54
166	401-FIELD-432.000.00	Facility Cleaning	5,470.00	12,100.00	45.21
215	401-FACILITIES-432.000.00	Facility Cleaning	2,650.00	4,950.00	53.54
128	401-PLANT-520.010.01	Fuel: Equipment	17.10	500.00	3.42
197	401-FIELD-520.010.01	Fuel: Equipment	461.22	2,000.00	23.06
130	401-PLANT-520.010.03	Fuel: Generators	0.00	7,000.00	0.00
199	401-FIELD-520.010.03	Fuel: Generators	1,001.05	11,000.00	9.10
80	401-ADMIN-520.010.02	Fuel: Vehicles	50.83	500.00	10.17
129	401-PLANT-520.010.02	Fuel: Vehicles	462.26	1,000.00	46.23
198	401-FIELD-520.010.02	Fuel: Vehicles	21,488.37	40,000.00	53.72
224	401-FACILITIES-520.010.02	Fuel: Vehicles	2,458.60	7,500.00	32.78
50	401-ADMIN-400.000.01	General Manager Travel & Training	4,119.67	10,000.00	41.20
146	401-FIELD-341.000.13	GIS Upgrade	26,390.00	60,000.00	43.98
57	401-ADMIN-410.000.08	GPS / Fleet Services	117.00	250.00	46.80
101	401-PLANT-410.000.08	GPS / Fleet Services	117.00	250.00	46.80
151	401-FIELD-410.000.08	GPS / Fleet Services	1,687.82	3,500.00	48.22
211	401-FACILITIES-410.000.08	GPS / Fleet Services	585.00	1,300.00	45.00
145	401-FIELD-341.000.06	GPServ/Trimble	3,752.07	4,100.00	91.51
23	401-ADMIN-230.000.00	Group Health Premiums	38,336.84	75,726.00	50.63
88	401-PLANT-230.000.00	Group Health Premiums	38,607.52	90,919.00	42.46
135	401-FIELD-230.000.00	Group Health Premiums	105,553.24	257,602.00	40.98
204	401-FACILITIES-230.000.00	Group Health Premiums	50,581.98	120,659.00	41.92
25	401-ADMIN-230.002.00	Group Life Insurance	411.00	904.00	45.46
89	401-PLANT-230.002.00	Group Life Insurance	212.35	494.00	42.99
136	401-FIELD-230.002.00	Group Life Insurance	707.55	1,400.00	50.54
205	401-FACILITIES-230.002.00	Group Life Insurance	239.75	675.00	35.52
126	401-PLANT-520.006.00	Immunizations	0.00	1,200.00	0.00
196	401-FIELD-520.006.00	Immunizations	0.00	1,500.00	0.00
223	401-FACILITIES-520.006.00	Immunizations	0.00	1,500.00	0.00
67	401-ADMIN-450.000.00	Insurance (excluding W-Comp & Health)	428,955.14	460,941.00	93.06
54	401-ADMIN-410.000.04	Internet (Comcast & AT&T)	3,115.50	6,300.00	49.45
99	401-PLANT-410.000.04	Internet (Comcast & AT&T)	3,538.45	6,300.00	56.17
149	401-FIELD-410.000.04	Internet (Comcast & AT&T)	8,212.88	18,500.00	44.39
154	401-FIELD-411.000.03	IT: SOFTWARE & SOFTWARE UPGRADES	0.00	10,500.00	0.00
59	401-ADMIN-411.000.03	IT: Software and Software Upgrades	6,454.60	32,805.00	19.68
58	401-ADMIN-411.000.02	IT:HARDWARE REPAIR-PARTS&MAINT UPGRADES	1,686.75	4,000.00	42.17
104	401-PLANT-411.000.02	IT:HARDWARE REPAIR-PARTS&MAINT UPGRADES	733.95	4,000.00	18.35
153	401-FIELD-411.000.02	IT:HARDWARE REPAIR-PARTS&MAINT UPGRADES	3,983.40	6,000.00	66.39
213	401-FACILITIES-411.000.02	IT:HARDWARE REPAIR-PARTS&MAINT UPGRADES	0.00	3,000.00	0.00
121	401-PLANT-520.001.00	Lab Services (sample analysis)	25,623.44	46,000.00	55.70

	GL Number	Description	YTD Balance	25-26	% Bdgt
			03/31/2026	Adopted Budget	Used
124	401-PLANT-520.004.00	Lab Supplies	15,355.07	40,000.00	38.39
77	401-ADMIN-510.000.03	Office Furnishings	272.45	4,000.00	6.81
118	401-PLANT-510.000.03	Office Furnishings	0.00	1,500.00	0.00
192	401-FIELD-510.000.03	Office Furnishings	0.00	3,000.00	0.00
219	401-FACILITIES-510.000.03	Office Furnishings	0.00	800.00	0.00
75	401-ADMIN-510.000.01	Office Supplies	4,357.66	14,000.00	31.13
117	401-PLANT-510.000.01	Office Supplies	4,297.31	4,500.00	95.50
191	401-FIELD-510.000.01	Office Supplies	1,507.18	2,500.00	60.29
218	401-FACILITIES-510.000.01	Office Supplies	502.42	1,000.00	50.24
83	401-ADMIN-540.000.03	Other Dues and Subscriptions	10,765.84	10,000.00	107.66
52	401-ADMIN-400.000.03	Other Travel & Training	4,191.79	15,000.00	27.95
21	401-ADMIN-210.000.00	Payroll Taxes	23,843.97	51,139.00	46.63
86	401-PLANT-210.000.00	Payroll Taxes	16,805.79	40,379.00	41.62
133	401-FIELD-210.000.00	Payroll Taxes	50,073.54	117,216.00	42.72
202	401-FACILITIES-210.000.00	Payroll Taxes	21,045.60	53,195.00	39.56
20	401-ADMIN-120.000.00	Payroll-Administration	294,814.07	597,260.00	49.36
19	401-ADMIN-110.000.00	Payroll-Board Meeting Compensation	24,332.68	71,218.00	34.17
201	401-FACILITIES-120.000.00	Payroll-Facilities	277,516.24	695,356.00	39.91
132	401-FIELD-120.000.00	Payroll-Field	662,750.91	1,532,235.00	43.25
85	401-PLANT-120.000.00	Payroll-Plant	222,712.93	527,824.00	42.19
103	401-PLANT-410.000.10	Plant Gate Data Service	695.40	1,500.00	46.36
61	401-ADMIN-420.000.00	Postage & Delivery Expense	956.64	2,700.00	35.43
106	401-PLANT-420.000.00	Postage & Delivery Expense	12,420.00	28,000.00	44.36
76	401-ADMIN-510.000.02	Printings	0.00	2,500.00	0.00
30	401-ADMIN-311.000.02	Prof Svcs: Fire Systems Maintenance Svcs	0.00	3,740.00	0.00
92	401-PLANT-311.000.02	Prof Svcs: Fire Systems Maintenance Svcs	1,141.50	5,000.00	22.83
139	401-FIELD-311.000.02	Prof Svcs: Fire Systems Maintenance Svcs	0.00	19,000.00	0.00
207	401-FACILITIES-311.000.03	Prof. Svcs. Managed IT Services	10,200.00	23,100.00	44.16
29	401-ADMIN-311.000.01	Prof. Svcs: Alarm & Fire Monitoring	926.88	1,500.00	61.79
91	401-PLANT-311.000.01	Prof. Svcs: Alarm & Fire Monitoring	386.88	500.00	77.38
138	401-FIELD-311.000.01	Prof. Svcs: Alarm & Fire Monitoring	2,280.96	2,400.00	95.04
31	401-ADMIN-311.000.03	Prof. Svcs: Managed IT Services	10,450.00	23,100.00	45.24
93	401-PLANT-311.000.03	Prof. Svcs: Managed IT Services	10,575.00	23,100.00	45.78
140	401-FIELD-311.000.03	Prof. Svcs: Managed IT Services	10,200.00	23,100.00	44.16
143	401-FIELD-311.006.00	Professional Services: Engineering	73,877.25	80,000.00	92.35
95	401-PLANT-311.006.00	Professional Services: Engineering	30,685.75	80,000.00	38.36
34	401-ADMIN-311.000.11	Professional Services: Safety Training	0.00	1,000.00	0.00
94	401-PLANT-311.000.11	Professional Services: Safety Training	810.00	2,000.00	40.50
141	401-FIELD-311.000.11	Professional Services: Safety Training	1,680.00	7,500.00	22.40
208	401-FACILITIES-311.000.11	Professional Services: Safety Training	810.00	4,000.00	20.25
28	401-ADMIN-311.000.00	Professional Services: Website & Misc.	3,608.00	17,000.00	21.22
38	401-ADMIN-311.005.00	Professional Svcs: Tax Roll Svc	0.00	2,500.00	0.00
44	401-ADMIN-320.000.01	Professional Svcs: Accounting/Audit Svcs	31,000.00	35,000.00	88.57
39	401-ADMIN-311.006.00	Professional Svcs: Engineering	6,247.00	15,000.00	41.65
45	401-ADMIN-320.000.02	Professional Svcs: Finance Director	46,957.98	93,916.00	50.00

	GL Number	Description	YTD Balance	25-26	% Bdgt
			03/31/2026	Adopted Budget	Used
36	401-ADMIN-311.002.00	Professional Svcs: FKA Billing Services	126,471.57	325,458.00	38.86
46	401-ADMIN-320.000.03	Professional Svcs: General Manager Svcs.	82,321.02	164,642.00	50.00
33	401-ADMIN-311.000.07	Professional Svcs: IT Security Svcs	22,027.86	42,500.00	51.83
42	401-ADMIN-313.001.13	Professional Svcs: Legal-General Counsel	52,174.02	104,348.00	50.00
43	401-ADMIN-313.001.14	Professional Svcs: Legal-Outside Counsel	2,750.90	10,000.00	27.51
40	401-ADMIN-312.000.01	Professional Svcs: Lobbyists-Henderson	25,090.00	60,100.00	41.75
41	401-ADMIN-312.000.02	Professional Svcs: Lobbyists-Hicks	22,500.00	45,000.00	50.00
35	401-ADMIN-311.000.14	Professional Svcs: Mobile Device Mgmt	2,380.00	5,500.00	43.27
32	401-ADMIN-311.000.05	Professional Svcs: NWPS 457(b) Admin Fee	0.00	3,500.00	0.00
37	401-ADMIN-311.003.00	Professional Svcs: Tax Collector Fees	10,000.00	11,000.00	90.91
102	401-PLANT-410.000.09	Radios / P25 MCSO Agreement	0.00	750.00	0.00
152	401-FIELD-410.000.09	Radios / P25 MCSO Agreement	0.00	3,750.00	0.00
212	401-FACILITIES-410.000.09	Radios / P25 MCSO Agreement	0.00	1,875.00	0.00
79	401-ADMIN-520.007.00	Regulatory, Permit & Recording Fees	0.00	2,000.00	0.00
127	401-PLANT-520.007.00	Regulatory/ Permit Fees	0.00	1,000.00	0.00
66	401-ADMIN-440.000.00	Rents & Leases	0.00	1,000.00	0.00
111	401-PLANT-440.000.00	Rents & Leases	0.00	7,000.00	0.00
181	401-FIELD-440.000.00	Rents & Leases	0.00	6,000.00	0.00
70	401-ADMIN-460.000.04	Repairs & Maintenance: Bldgs & Equip	2,362.27	20,000.00	11.81
115	401-PLANT-460.000.04	Repairs & Maintenance: Buildings	7,554.56	40,000.00	18.89
185	401-FIELD-460.000.04	Repairs & Maintenance: Buildings	10,136.42	35,000.00	28.96
187	401-FIELD-460.000.05-CS SEWER	Repairs & Maintenance: Coll Sys/Cust Svc	0.00	2,000.00	0.00
186	401-FIELD-460.000.05	Repairs & Maintenance: Collection System	64,914.86	100,000.00	64.91
114	401-PLANT-460.000.03	Repairs & Maintenance: Equipment	71,083.57	300,000.00	23.69
184	401-FIELD-460.000.03	Repairs & Maintenance: Equipment	51,357.33	300,000.00	17.12
217	401-FACILITIES-460.000.03	Repairs & Maintenance: Equipment	0.00	1,200.00	0.00
68	401-ADMIN-460.000.01	Repairs & Maintenance: Grounds Keeping	1,350.00	4,000.00	33.75
112	401-PLANT-460.000.01	Repairs & Maintenance: Grounds Keeping	0.00	6,000.00	0.00
182	401-FIELD-460.000.01	Repairs & Maintenance: Grounds Keeping	6,600.00	15,000.00	44.00
69	401-ADMIN-460.000.02	Repairs & Maintenance: Vehicles	124.20	2,000.00	6.21
113	401-PLANT-460.000.02	Repairs & Maintenance: Vehicles	0.00	1,000.00	0.00
183	401-FIELD-460.000.02	Repairs & Maintenance: Vehicles	10,072.26	30,000.00	33.57
216	401-FACILITIES-460.000.02	Repairs & Maintenance: Vehicles	472.59	5,000.00	9.45
22	401-ADMIN-220.000.00	Retirement Contributions	11,690.91	38,904.00	30.05
87	401-PLANT-220.000.00	Retirement Contributions	9,609.41	31,669.00	30.34
134	401-FIELD-220.000.00	Retirement Contributions	23,476.27	91,934.00	25.54
203	401-FACILITIES-220.000.00	Retirement Contributions	13,907.75	41,721.00	33.34
119	401-PLANT-511.000.00	Safety Supplies	839.75	7,500.00	11.20
193	401-FIELD-511.000.00	Safety Supplies	2,105.42	5,000.00	42.11
220	401-FACILITIES-511.000.00	Safety Supplies	0.00	2,000.00	0.00
122	401-PLANT-520.002.00	Sludge Handling	461,009.45	1,092,350.00	42.20
142	401-FIELD-311.000.15	Solar Maintenance Contract	0.00	12,500.00	0.00
64	401-ADMIN-432.001.00	Solid Waste	730.98	1,700.00	43.00
109	401-PLANT-432.001.00	Solid Waste	5,286.57	12,000.00	44.05
167	401-FIELD-432.001.00	Solid Waste	913.50	3,000.00	30.45

	GL Number	Description	YTD Balance	25-26	% Bdgt
			03/31/2026	Adopted Budget	Used
73	401-ADMIN-491.000.00	Storm Supplies	0.00	2,000.00	0.00
116	401-PLANT-491.000.01	Storm Supplies & Preparation	0.00	2,000.00	0.00
190	401-FIELD-491.000.01	Storm Supplies & Preparation	0.00	2,000.00	0.00
222	401-FACILITIES-520.005.00	Supplies & Tools	10,689.12	20,000.00	53.45
125	401-PLANT-520.005.00	Supplies & Tools (plant operations)	5,435.45	18,000.00	30.20
195	401-FIELD-520.005.00	Supplies and Tools (field operations)	12,950.78	46,000.00	28.15
55	401-ADMIN-410.000.05	Telephones / Data Comms	684.00	1,000.00	68.40
100	401-PLANT-410.000.05	Telephones / Data Comms	540.00	1,000.00	54.00
150	401-FIELD-410.000.05	Telephones / Data Comms	6,093.96	6,000.00	101.57
97	401-PLANT-400.000.00	Training, Education & Travel	3,110.02	2,500.00	124.40
147	401-FIELD-400.000.00	Training, Education & Travel	15,114.00	18,000.00	83.97
209	401-FACILITIES-400.000.00	Training, Education & Travel	11,050.10	10,000.00	110.50
27	401-ADMIN-250.000.00	Unemployment Compensation	0.00	4,000.00	0.00
56	401-ADMIN-410.000.07	VOIP	1,452.00	3,600.00	40.33
62	401-ADMIN-430.000.00	Water (Utility)-District Office	234.97	700.00	33.57
164	401-FIELD-430.000.10	Water- Harborage	149.53	300.00	49.84
163	401-FIELD-430.000.09	Water- Humpty Dumpty	148.88	310.00	48.03
165	401-FIELD-430.000.12	Water- Peter Pan	152.49	300.00	50.83
107	401-PLANT-430.000.00	Water- Plant	3,204.55	5,500.00	58.26
156	401-FIELD-430.000.01	Water- Vac Station A	775.63	450.00	172.36
157	401-FIELD-430.000.02	Water- Vac Station D	466.30	550.00	84.78
158	401-FIELD-430.000.03	Water- Vac Station F	150.26	400.00	37.57
159	401-FIELD-430.000.04	Water- Vac Station G	191.03	400.00	47.76
160	401-FIELD-430.000.05	Water- Vac Station I - house	173.07	900.00	19.23
161	401-FIELD-430.000.06	Water- Vac Station I & Office	288.99	500.00	57.80
162	401-FIELD-430.000.07	Water- Vac Station JK	170.08	530.00	32.09
26	401-ADMIN-240.000.00	Workers Compensation Insurance	638.65	1,400.00	45.62
90	401-PLANT-240.000.00	Workers Compensation Insurance	4,776.79	10,500.00	45.49
137	401-FIELD-240.000.00	Workers Compensation Insurance	13,509.62	25,600.00	52.77
206	401-FACILITIES-240.000.00	Workers Compensation Insurance	5,437.39	13,000.00	41.83

Key Largo Wastewater Treatment District Board of Commissioners Meeting Agenda Item Summary

Meeting Date:
May 5, 2026

Agenda Item Number: L-1

Action Required:
Yes

Department:
Plant/Facilities

Sponsor:
Ryan Dempsey

Subject:
Replacement Diffuser Sleeves Purchase

Summary:
Mr. Dempsey will request approval to purchase replacement diffuser sleeves.

<u>Reviewed / Approved</u>	<u>Financial Impact</u>	<u>Attachments</u>
Operations: _____	\$ 24,381.50	1. Aqua-Aerobics Proposal
Administration: _____	Expense	
Finance: _____	Funding Source:	
District Counsel: _____	District	
District Clerk: _____	Budgeted:	
Engineering: _____	Yes	

Approved By:  Date: 4-30-26
General Manager



TO: Key Largo Wastewater Treatment District
100301 Overseas Highway (Po Box 491)
Key Largo, Florida 33037
USA

PROJECT: KEY LARGO WWTP FL
Key Largo, FL
USA-MUN

ATN: Ryan Dempsey

PROPOSAL DATE: April 15, 2026

If billing and/or shipping address is different, please advise.

Qty	Description	Unit Price	Total Price
<p>We are pleased to quote, for acceptance within 30 days of this date, prices and terms on equipment listed below. Shipment of equipment will be completed after receipt of purchase order with mutually acceptable terms and conditions, subject to credit approval. *Note: Availability is quoted on an in-stock basis and may vary at the time of order.</p> <p>***Lead Time: 2-3 Business Weeks***</p>			
650	Diffuser sleeves - EPDM - Part #2612190	\$37.51	\$24,381.50

PROPOSAL NOTES:

1. Freight charges are NOT included in this proposal. Freight charges will be prepaid with actual charges to be added to invoice.
2. Start-up supervision is NOT included.
3. Payable net 30 days from date of shipment subject to credit review, no retainage allowed.
4. State and/or local taxes will be charged unless we receive a valid tax exemption certificate, direct pay permit, or other documentation required specifically by the taxing entity prior to shipment.
5. Aqua-Aerobic Systems' offer is based upon the supply of Aqua-Aerobic Systems' standard equipment as described within this proposal, including the warranty as included within Terms and Conditions of Aqua-Aerobic Systems, Inc., and Aqua-Aerobic Systems' standard factory test(s) prior to shipment. Aqua-Aerobic Systems' scope of supply does not include any process or performance guarantees or warranties or process or performance testing unless specifically detailed within this proposal.
6. TRADEMARKS: Aqua-Aerobic, Aqua-Jet, Aqua-Jet II, AquaDDM, ThermoFlo, Endura Series, OxyMix, Fold-a-Float, Aqua MixAir, AquaCAM-D, AquaSBR, Aqua MSBR, AquaPASS, Aqua BioMax, AquaEnsure, Aqua EnduraTube, Aqua EnduraDisc, Aqua CB-24, AquaDisk, AquaDiamond, AquaDrum, Aqua MiniDisk, Aqua MegaDisk, AquaPrime, OptiFiber, OptiFiber PES-13, OptiFiber PA2-13, OptiFiber ACR-13, OptiFiber PES-14, OptiFiber PF-14, Trust the Tag, AquaABF, Turbilite, AquaMB Process, Aqua-Aerobic MBR, Aqua UltraFiltration, Aqua MultiBore, Aqua MultiBore Series C, Aqua ElectrOzone, SpareCare, IntelliPro, Aqua Financing Solutions, and the Aqua-Aerobic logo are registered trademarks or pending trademarks of Aqua-Aerobic Systems, Inc. All other products and services mentioned are trademarks of their respective owners. Nereda® is a registered U.S. trademark of Royal HaskoningDHV.
7. Schedule changes due to supply chain disruption may impact the above quoted shipment time(s). Aqua-Aerobic Systems will advise if/when any such disruption applies.

Pricing Summary

Equipment and/or Accessories: \$24,381.50

Total Job Price: \$24,381.50

Material and/or services not specifically listed in this proposal are not included in the quoted TOTAL JOB PRICE and are to be supplied by others.

Goods quoted above will be sold subject to the terms and conditions of sale set forth on the face hereof and the following pages entitled "Terms and Conditions of Aqua-Aerobic Systems, Inc. (A MetaWater Company)": Any different or additional terms are hereby objected to.

TERMS AND CONDITIONS OF AQUA-AEROBIC SYSTEMS, INC. (A Metawater Company)

Page 1 of 2

This offer and all of the goods and sales of Aqua-Aerobic Systems, Inc. are subject only to the following terms and conditions. The acceptance of any order resulting from this proposal is based on the express condition that the Buyer agrees to all the terms and conditions herein contained. Any terms and conditions in any order, which are in addition to or inconsistent with the following, shall not be binding upon Aqua-Aerobic Systems, Inc. This proposal and any contract resulting therefrom, shall be governed by and construed in accordance with the laws of the State of Illinois, without regard to conflicts of laws principles.

PAYMENT

Unless specifically stated otherwise, quoted terms are Net 30 Days from shipping date. Past-due charges are 1.5% per month and will apply only on any past-due balance. Aqua-Aerobic Systems, Inc. does not allow retainage of any invoice amount, unless authorized in writing by an authorized representative of our Loves Park, Illinois office.

DURATION OF QUOTATION

This proposal of Aqua-Aerobic Systems, Inc. shall in no event be effective more than 30 days from date thereof, unless specifically stated otherwise, and is subject to change at any time prior to acceptance.

SHIPMENT

Shipping dates are not a guarantee of a particular day of shipment and are approximate, being based upon present production information, and are subject to change per the production schedules existing at time of receipt of purchase order. Aqua-Aerobic Systems, Inc. shall not be responsible for any delay in shipment for causes beyond its control including, but not limited to, war, riots, strikes, labor trouble causing interruption of work, fires, other casualties, transportation delays, modification of order, any act of governmental authorities or acts of God. Quoted shipment dates in this proposal are approximate dates goods will be shipped and, unless agreed to in writing by Aqua-Aerobic Systems, Inc., Buyer may not postpone or delay the dates of shipment of goods from our plant or from our supplier's plants beyond the dates set forth in this proposal.

TITLE AND RISK OF LOSS

All prices and all shipments of goods are F.O.B. Aqua-Aerobic Systems, Inc.'s plant at Loves Park, Illinois unless specifically stated otherwise. Delivery of the goods sold hereunder to the carrier shall be deemed delivery to the Buyer, and upon such delivery, title to such goods and risk of loss or damage shall be upon Buyer.

TAXES

Prices quoted do not include any taxes, customs duties, or import fees. Buyer shall pay any and all use, sales, privilege or other tax or customs duties or import fees levied by any governmental authority with respect to the sale or transportation of any goods covered hereby. If Aqua-Aerobic Systems, Inc. is required by any taxing authority to collect or to pay any such tax, duty or fee, the Buyer shall be separately billed at such time for the amounts Aqua-Aerobic Systems, Inc. is required to pay.

INSURANCE

Unless the goods are sold on a CIF basis, the Buyer shall provide marine insurance for all risks, including war and general coverage.

SECURITY

If at any time the financial responsibility of the Buyer becomes unsatisfactory to Aqua-Aerobic Systems, Inc., or Aqua-Aerobic Systems, Inc. otherwise deems itself insecure as to receipt of full payment of the purchase price from Buyer hereunder, Aqua-Aerobic Systems, Inc. reserves the right to require payment in advance or security or guarantee satisfactory to Aqua-Aerobic Systems, Inc. of payment in full of the purchase price.

LIMITATION OF ACTION

No action shall be brought against Aqua-Aerobic Systems, Inc. for any breach of its contract of sale more than two years after the accrual of the cause of action thereof, and, in no event, unless the Buyer shall first have given written notice to Aqua-Aerobic Systems, Inc., of any claim of breach of contract within 30 days after the discovery thereof.

CANCELLATION CLAUSE

No acceptance of this proposal, by purchase order or otherwise, may be modified except by written consent of Aqua-Aerobic Systems, Inc. nor may it be cancelled except by prior payment to Aqua-Aerobic Systems, Inc. the following sums as liquidated damages therefore: 1) If cancellation is prior to commencement of production and prior to the assumption of any obligations by Aqua-Aerobic Systems, Inc. for any materials or component parts, a sum equal to 15% of the total purchase price; 2) If cancellation is after the commencement of production or after the assumption of any obligations by Aqua-Aerobic Systems, Inc. for any materials or component parts, a sum equal to the total of the direct, out-of-pocket expenses incurred to the date of cancellation for labor, machine time, materials and any charges made to us by suppliers for cancellation, plus 30% of the total purchase price. All charges and expenses shall be as determined by Aqua-Aerobic Systems, Inc. In the event any items are used by Aqua-Aerobic Systems, Inc. to fill a subsequent order, then upon receipt of payment for such order, Aqua-Aerobic Systems, Inc. shall pay the Buyer a sum equal to the direct out-of-pocket expenses previously charged and received from Buyer.

PROPRIETARY INFORMATION

This proposal, including all descriptive data, drawings, material, information and know-how disclosed by Aqua-Aerobic Systems, Inc. to Buyer in relation hereto is confidential information intended solely for the confidential use of Buyer, shall remain the property of Aqua-Aerobic Systems, Inc. and shall not be disclosed or otherwise used to the disadvantage or detriment of Aqua-Aerobic Systems, Inc. in any manner.

TERMS AND CONDITIONS OF AQUA-AEROBIC SYSTEMS, INC. (A Metawater Company)

Page 2 of 2

QUALIFIED ACCEPTANCE AND INDEMNITY

In the event the acceptance of this proposal by Buyer either is contingent upon or subject to the approval by any third party such as, but not limited to, a consulting engineer, with respect to goods, parts, materials, descriptive data, drawings, calculations, or any other matter, then upon such approval by any third party, Aqua-Aerobic Systems, Inc. shall have no liability to Buyer or to any third party so long as the goods sold and delivered by Aqua-Aerobic Systems, Inc. conform to this proposal. In the event any such third party requires modifications in the proposal prior to the approval thereof, Aqua-Aerobic Systems, Inc. may at its sole option and without liability to any party elect to cancel this proposal or return the purchase order to Buyer. In the event Aqua-Aerobic Systems, Inc. elects to modify this proposal to conform to the requirements for approval by any third party, Aqua-Aerobic Systems, Inc. in such event shall have no liability to Buyer or to any third party so long as the goods sold and delivered by Aqua-Aerobic Systems, Inc. conform to this proposal as modified.

Buyer agrees to indemnify and save harmless Aqua-Aerobic Systems, Inc. from and against all costs and expenses and liability of any kind whatsoever arising out of or in connection with claims by third parties so long as the goods sold hereunder conform to the requirements of this proposal as approved by any third party.

WARRANTY; LIMITATION OF LIABILITY; AND DISCLAIMER

In return for purchase and full payment for Aqua-Aerobic Systems, Inc. goods, we warrant new goods provided by us to be free from defects in materials and workmanship under normal conditions and use for a period of one year from the date the goods are put into service, or eighteen months from date of shipment (whichever first occurs). If the goods include an "Endura Series" motor, the complete Endura Series unit shall be warranted by Aqua-Aerobic to be free from defects in materials and workmanship under normal conditions and use for three years from the date the product is put into service or 42 months from the date of shipment (whichever occurs first).

OUR OBLIGATION UNDER THIS WARRANTY IS EXPRESSLY AND EXCLUSIVELY LIMITED to replacing or repairing (at our factory at Loves Park, Illinois) any part or parts returned to our factory with transportation charges prepaid, and which our examination shall show to have been defective. Prior to return of any goods or its parts to our factory, Buyer shall notify Aqua-Aerobic Systems, Inc. of claimed defect, and Aqua-Aerobic Systems, Inc. shall have the privilege of examining the goods at Buyer's place of business at or where the goods have otherwise been placed in service. In the event this examination discloses no defect, Buyer shall have no authority to return the goods or parts to our factory for the further examination or repair. All goods or parts shall be returned to Buyer, F.O.B. Loves Park, Illinois. This warranty shall not apply to any goods or part which has been repaired or altered outside our factory, or applied, operated or installed contrary to our instruction, or subjected to misuse, chemical attack/degradation, negligence or accident. This warranty and any warranty and guaranty of process or performance shall no longer be applicable or valid if any product, including any software program, supplied by Aqua-Aerobic Systems, Inc., is modified or altered without the written approval of Aqua-Aerobic Systems, Inc. Our warranty on accessories and component parts not manufactured by us is expressly limited to that of the manufacturer thereof.

THE FOREGOING WARRANTY IS MADE IN LIEU OF ALL OTHER WARRANTIES, EXPRESS OR IMPLIED, AND OF ALL OTHER LIABILITIES AND OBLIGATIONS ON OUR PART, INCLUDING ANY LIABILITY FOR NEGLIGENCE, STRICT LIABILITY, OR OTHERWISE; AND ANY IMPLIED WARRANTY OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE IS EXPRESSLY DISCLAIMED; AND WE EXPRESSLY DENY THE RIGHT OF ANY OTHER PERSON TO INCUR OR ASSUME FOR US ANY OTHER LIABILITY IN CONNECTION WITH THE SALE OF ANY GOODS PROVIDED BY US. THERE ARE NO WARRANTIES OR GUARANTEES OF PERFORMANCE UNLESS SPECIFICALLY STATED OTHERWISE.

UNDER NO CIRCUMSTANCES, INCLUDING ANY CLAIM OF NEGLIGENCE, STRICT LIABILITY, OR OTHERWISE, SHALL AQUA-AEROBIC SYSTEMS, INC. BE LIABLE FOR ANY INCIDENTAL OR CONSEQUENTIAL DAMAGES, COSTS OF CONNECTING, DISCONNECTING, OR ANY LOSS OR DAMAGE RESULTING FROM A DEFECT IN THE GOODS. LIMIT OF LIABILITY: AQUA-AEROBIC SYSTEMS, INC.'S TOTAL LIABILITY UNDER THE ABOVE WARRANTY IS LIMITED TO THE REPAIR OR REPLACEMENT OF ANY DEFECTIVE PART. THE REMEDIES SET FORTH HEREIN ARE EXCLUSIVE, AND OUR LIABILITY WITH RESPECT TO ANY CONTRACT OR SALE, OR ANYTHING DONE IN CONNECTION THEREWITH, WHETHER IN CONTRACT, IN TORT, UNDER ANY WARRANTY, OR OTHERWISE, SHALL NOT, IN ANY CASE, EXCEED THE PRICE OF THE GOODS UPON WHICH SUCH LIABILITY IS BASED.

Final acceptance of this proposal must be given to Aqua-Aerobic Systems, Inc. at their office in Loves Park, Illinois. Please acknowledge acceptance by signing the proposal and returning it to Aqua-Aerobic Systems, Inc.

Accepted by:

Offer Respectfully Submitted,

Tim Lamont

By: _____ Date: _____

Tim Lamont, Senior Customer Service Representative
Aqua-Aerobic Systems, Inc.

Key Largo Wastewater Treatment District Board of Commissioners Meeting Agenda Item Summary

Meeting Date:
May 5, 2026

Agenda Item Number: O-1

Action Required:
Yes

Department: Legal
Sponsor: Nicholas W. Mulick

Subject:
Twin Lakes Stormwater Project ILA

Summary of Discussion:

Consideration of ILA between the District and Monroe County for reimbursement of the County's cost of relocating infrastructure or installing conflict structure in connection with the County's Twin Lakes stormwater management project.

<u>Reviewed / Approved</u>	<u>Financial Impact</u>	<u>Attachments</u>
Operations: _____	\$ 80,000.00	1. ILA 2. Legal Memorandum 3. Itemized Costs 4. Reso. 04-2026
Administration: _____	Expense	
Finance: _____	Funding Source:	
District Counsel: _____	N/A	
District Clerk: _____	Budgeted:	
Engineering: _____	N/A	

Approved By:  Date: 4-30-26
General Manager

**INTERLOCAL AGREEMENT
BETWEEN THE
KEY LARGO WASTEWATER TREATMENT
DISTRICT
AND
MONROE COUNTY, FLORIDA**

THIS INTERLOCAL AGREEMENT is entered into this _____ day of _____, 2026 by and between the Key Largo Wastewater Treatment District (hereinafter the District) and Monroe County (hereinafter the County), Florida, each of which is an independent, existing entity serving as a public agency under the laws of the State of Florida.

WHEREAS, the Key Largo Wastewater Treatment District was created by Florida House Bill No. 471. In 2002; and

WHEREAS, Monroe County (County), is a political subdivision of the State of Florida; and

WHEREAS, the County is completing the construction of a project at Twin Lakes subdivision in Key Largo, due to discrepancies between the actual field conditions and the “as-built” sewer information provided by the District during engineering design, the new storm drainage pipe is in conflict with the existing wastewater infrastructure in several locations in the Twin Lakes project area; and

WHEREAS, the District has requested to resolve these conflicts by utilizing the service of the County’s Engineer of Record (EOR), WSP USA Inc. for necessary engineering design service for any necessary conflict structure and the County’s construction contractor Ferreira Construction Co., Inc. (Contractor), for construction of the utility relocation and/or conflict structure; and

WHEREAS, using the services of the County’s EOR and Contractor is the most expedient way to resolve the utility conflicts; and

WHEREAS, the "District" and the "County" desire to enter into an Interlocal Agreement (ILA) whereby the District will reimburse the County the money paid by the County to the Contractor and the EOR for the work done by them to resolve the conflicts;

NOW, THEREFORE, in consideration of the mutual covenants, representations and promises set forth in this Agreement and for other good and valuable consideration each to the other, receipt of which is hereby acknowledged by each party, the "District" and the "Monroe County" hereby agree, stipulate, and covenant as follows:

**ARTICLE I
DEFINITIONS**

WORDS AND TERMS. Words and terms used herein shall have the meanings set forth below:

"**Agreement**" means this Interlocal Agreement.

"**District**" means the Key Largo Wastewater Treatment District.

"**Authorized Representative**" means the official of the "District" or the "Monroe County" authorized by ordinance or resolution to sign documents of the nature identified in this Agreement.

"**County**" means Monroe County, Florida.

"**Contractor**" means Ferreira Construction Co. Inc.

"**Engineer of Record (EOR)**" means WSP USA Inc.

**ARTICLE II
INTERLOCAL AGREEMENT**

PURPOSE OF INTERLOCAL AGREEMENT. The purpose of this Agreement is to establish a funding mechanism for design and/or construction of wastewater utility relocation to resolve conflicts identified during construction of the Twin Lakes Project.

Conflicts between the County's stormwater infrastructure and the District's wastewater infrastructure have been identified at several locations along the project, which necessitate relocating or adjusting the wastewater lines and/or installing a conflict structure. To expedite the work so that the project may proceed, the District will use the County's EOR and Contractor to design and construct the relocation(s) and/or conflict structure(s) and reimburse the County for the costs associated with the work.

When a conflict is identified, the EOR and/or the Contractor will provide a written scope of work and cost for review and approval by the County Engineer and the District. Upon receipt of written confirmation of approval of the scope of work and cost by the District, the County will provide Notice to Proceed to the EOR and/or Contractor and will amend the appropriate contract

to reflect the additional work.

Upon completion of the work the County will invoice the District for the applicable cost.

ARTICLE III
GENERAL PROVISIONS

SECTION 1.01 The District will reimburse the COUNTY for 100% of the cost associated with the District's scope of work as detailed in the cost proposal and applicable change order.

SECTION 1.02 *ASSIGNMENT OF RIGHTS UNDER AGREEMENT.* Neither the "District" nor the "County" shall have the power to assign rights or obligations created by this Agreement to any third party without the prior written consent of the other party.

SECTION 1.03 *AMENDMENT OF AGREEMENT.* This Agreement may be amended only in a writing signed by an Authorized Representative of each of the parties hereto.

SECTION 1.04 *SEVERABILITY.* If any term, covenant, condition or provision of this Agreement (or the application thereof to any circumstance or person) shall be declared invalid or unenforceable to any extent by a court of competent jurisdiction, the remaining terms, covenants, conditions and provisions of this Agreement shall not be affected thereby; and each remaining term, covenant, condition and provision of this Agreement shall be valid and shall be enforceable to the fullest extent permitted by law unless the enforcement of the remaining terms, covenants, conditions and provisions of this Agreement would prevent the accomplishment of the original intent of this Agreement. The "Authority" and "County" agree to reform the Agreement to replace any stricken provision with a valid provision that comes as close as possible to the intent of the stricken provision.

SECTION 1.05 *ATTORNEY'S FEES AND COSTS.* The "District" and "County" agree that in the event any cause of action or legal proceeding is initiated or defended by any party relative to the enforcement or interpretation of this Agreement, the prevailing party shall be entitled to reasonable attorneys' fees, court costs, investigative, and out-of-pocket expenses, as an award against the non-prevailing party, and shall include attorney's fees, court costs, investigative, and out-of-pocket expenses in appellate proceedings. Mediation proceedings initiated and conducted pursuant to this Agreement shall be in accordance with the Florida Rules of Civil Procedure and usual and customary procedures required by the Circuit Court of Monroe County.

SECTION 1.06 *ADJUDICATION OF DISPUTES OR DISAGREEMENTS.*

The parties agree that all disputes and disagreements shall be attempted to be resolved by meet and confer sessions between representatives of each of the parties. If the issue or issues are still not resolved to the satisfaction of the parties, then any party shall have the right to seek such relief or remedy as may be provided by this Agreement or by Florida law.

SECTION 1.07 *NONDISCRIMINATION.*

The parties agree that there will be no discrimination against any person, and it is expressly understood that upon a determination by a court of competent jurisdiction that discrimination has occurred, this Agreement automatically terminates without any further action on the part of any party, effective the date of the court order. The parties agree to comply with all Federal and Florida statutes, and all local ordinances, as applicable, relating to nondiscrimination. These include but are not limited to: 1) Title VII of the Civil Rights Act of 1964 (PL 88-352) which prohibits discrimination in employment on the basis of race, color, religion, sex, and national origin; 2) Title IX of the Education Amendment of 1972, as amended (20 USC ss. 1681-1683, and 1685-1686), which prohibits discrimination on the basis of sex; 3) Section 504 of the Rehabilitation Act of 1973, as amended (20 USC s. 794), which prohibits discrimination on the basis of handicaps; 4) The Age Discrimination Act of 1975, as amended (42 USC ss. 6101- 6107) which prohibits discrimination on the basis of age; 5) The Drug Abuse Office and Treatment Act of 1972 (PL 92-255), as amended, relating to nondiscrimination on the basis of drug abuse; 6) The Comprehensive Alcohol Abuse and Alcoholism Prevention, Treatment and Rehabilitation Act of 1970 (PL 91-616), as amended, relating to nondiscrimination on the basis of alcohol abuse or alcoholism; 7) The Public Health Service Act of 1912, ss. 523 and 527 (42 USC ss. 690dd-3 and 290ee-3), as amended, relating to confidentiality of alcohol and drug abuse patient records; 8) Title VIII of the Civil Rights Act of 1968 (42 USC s.3601 et seq.), as amended, relating to nondiscrimination in the sale, rental or financing of housing; 9) The Americans with Disabilities Act of 1990 (42 USC s. 12101 Note), as may be amended from time to time, relating to nondiscrimination on the basis of disability; 10) Monroe County Code, Chapter 14, Article II, which prohibits discrimination on the basis of race, color, sex, religion, disability, national origin, ancestry, sexual orientation, gender identity or expression, familial status or age; 11) Any other nondiscrimination provisions in any Federal or state statutes which may apply to the parties hereto, or the subject matter of, this Agreement.

SECTION 1.08 COOPERATION. In the event any administrative or legal proceeding is instituted against either party relating to the formation, execution, performance, or breach of this Agreement, the parties agree to participate, to the extent reasonably required by the other party, in all proceedings, hearings, processes, meetings, and other activities related to the substance of this Agreement or provision of the services under this Agreement. The parties specifically agree that no party to this Agreement shall be required to enter into any arbitration proceedings related to this Agreement or any Attachment or Addendum to this Agreement.

SECTION 1.09 COVENANT OF NO INTEREST. The Parties covenant that neither presently has any interest, and shall not acquire any interest, which would conflict in any manner or degree with its performance under this Agreement, and that only interest of each is to perform and receive benefits as recited in this Agreement.

SECTION 1.10 CODE OF ETHICS. The parties agree that their officers and employees recognize and will be required to comply with the standards of conduct relating to public officers and employees as delineated in Section 112.313, Florida Statutes, regarding, but not limited to, solicitation or acceptance of gifts; doing business with one's agency; unauthorized compensation; misuse of public position, conflicting employment or contractual relationship; and disclosure or use of certain information.

SECTION 1.11 NO SOLICITATION/PAYMENT. The Parties warrant that, in respect to itself, it has neither employed nor retained any company or person, other than a bona fide employee working solely for it, to solicit or secure this Agreement and that it has not paid or agreed to pay any person, company, corporation, individual, or firm, other than a bona fide employee working solely for it, any fee, commission, percentage, gift, or other consideration contingent upon or resulting from the award or making of this Agreement. For the breach or violation of this provision, each party agrees that the other party shall have the right to terminate this Agreement without liability and, at its discretion, to offset from monies owed, or otherwise recover, the full amount of such fee, commission, percentage, gift, or consideration.

SECTION 1.12 PUBLIC ACCESS TO RECORDS. The parties shall allow and permit members of the public reasonable access to, and inspection of, all documents, papers, letters, or other materials subject to the provisions of Chapter 119, Florida Statutes, and made or received

by the parties in conjunction with this Agreement.

SECTION 1.13 *NON-WAIVER OF IMMUNITY* Notwithstanding the provisions of Sec. 768.28, Florida Statutes, the participation of the parties in this Agreement and the acquisition of any commercial liability insurance coverage, self-insurance coverage, or local government liability insurance pool coverage shall not be deemed a waiver of immunity to the extent of liability coverage, nor shall any contract entered into by a party be required to contain any provision for waiver.

SECTION 1.14 *LEGAL OBLIGATIONS; NON-DELEGATION OF DUTIES.* This Agreement is not intended to, nor shall it be construed as, relieving any participating entity from any obligation or responsibility imposed upon the entity by law except to the extent of actual and timely performance thereof by any other participating entity, in which case the performance may be offered in satisfaction of the obligation or responsibility. Further, this Agreement is not intended to, nor shall it be construed as, authorizing the delegation of the constitutional or statutory duties of either party, except to the extent permitted by law.

SECTION 1.15 *NON-RELIANCE BY NON-PARTIES.* No person or entity shall be entitled to rely upon any terms of this Agreement to enforce or attempt to enforce any third-party claim or entitlement to or benefit of any service or program contemplated hereunder, and the parties agree that neither the "Authority" nor the "County" or any agent, officer, or employee of each shall have the Authority to inform, counsel, or otherwise indicate that any particular individual or group of individuals, entity or entities, have entitlements or benefits under this Agreement separate and apart, inferior to, or superior to the community in general or for the purposes contemplated in this Agreement.

SECTION 1.16 *NO PERSONAL LIABILITY.* No covenant or agreement contained herein shall be deemed to be a covenant or agreement of any member, officer, agent or employee of a party in his or her individual capacity, and no member, officer, agent or employee of a party shall be liable personally on this Agreement or be subject to any personal liability or accountability by reason of the execution of this Agreement.

SECTION 1.17 *SECTION HEADINGS.* Section headings have been inserted in this Agreement as a matter of convenience of reference only, and it is agreed that such section

headings are not a part of this Agreement and will not be used in the interpretation of any provision of this Agreement.

SECTION 1.18 GOVERNING LAW; VENUE. This Agreement shall be governed by and construed in accordance with the Laws of the State of Florida applicable to contracts made and to be performed entirely in the State. In the event that any cause of action or administrative proceeding is instituted for the enforcement or interpretation of this Agreement, the parties agree that venue will lie in the appropriate court or before the appropriate administrative body in the 16th Judicial Circuit in and for Monroe County, Florida.

SECTION 1.19 NOTICES. All notices, requests, demands, elections, consents, approvals, and other communications hereunder must be in writing and addressed as follows, or to any other address which either party may designate to the other party by mail:

If to COUNTY: Christine Hurley.
County Administrator
Monroe County Historic Gato Bldg.
1100 Simonton Street
Key West, Florida 33040

With a copy to: Christine Limbert-Barrows
Assistant County Attorney
P.O. Box 1026
Key West, Florida 33041-1026

If to DISTRICT: _____
Key Largo Wastewater Treatment District
103355 Overseas Highway
Key Largo, Florida 33037

Any Notice required by this Agreement to be given or made within a specified period of time, or on or before a date certain, shall be deemed to have been duly given if sent by certified mail, return receipt requested, postage and fees prepaid; hand delivered; or sent by overnight delivery service.

ARTICLE IV EXECUTION OF AGREEMENT

SECTION 2.01 **DEFAULT.** In the event of any failure of compliance by either party hereto with any of its material obligations to the other party as provided herein, such action shall constitute a default under this Agreement. Upon any such default, the non-defaulting party shall provide to the defaulting party a written Notice of such default, which Notice (a "Default Notice") shall state in reasonable detail the actions the defaulting party must take to cure the same. The defaulting party shall cure any such default within 30 days following the date of the Default Notice.

Notwithstanding the provisions of this Section, if any such default by the defaulting party remains uncured at the conclusion of any specified 30 day cure period, and if the nature of the defaulting party's obligations are such that more than 30 days is required to effect cure, then the defaulting party shall not be in default hereunder and the non-defaulting party shall not have the right to exercise its termination rights granted herein as a result of any such default, if the defaulting party commences cure within the applicable cure period and thereafter diligently pursues cure to completion of performance.

In the event the defaulting party fails to affect any required cure as provided for herein, the defaulting party shall be deemed to be in uncured default hereunder, and the non-defaulting party shall have the right, but shall not be obligated, upon written Notice to the defaulting party, to terminate this Agreement.

If such Notice is given, this Agreement shall terminate on the date set forth in the Notice and the parties shall be relieved of all rights and obligations hereunder, except for any rights and obligations that expressly survive termination.

SECTION 2.02 *FUNDING AND OTHER OBLIGATIONS OF THE DISTRICT.*

The parties agree that the District’s responsibility under this Agreement is to provide funding relating to the change order and to cooperate and coordinate with the COUNTY during the construction of the project and provide timely information as needed, including but not limited to timely response to requests for information and submittals for work relating to the sanitary sewer line conflicts.

SECTION 2.03 *COUNTERPARTS.* This Agreement may be executed in two or more counterparts, any of which shall be regarded as an original and all of which shall constitute but one and the same instrument.

SECTION 2.04 *SUPERSEDES OTHER AGREEMENTS.* The parties agree that this Agreement represents their mutual agreement and replaces and supersedes any prior agreements, understandings, or communications on the subject of the Agreement, whether written or oral.

IN WITNESS WHEREOF, the parties have caused this Agreement to be executed on their behalf by the Executive Director of the "Authority" and the "County's Mayor".

Authority Board Approved:

KEY LARGO WASTEWATER TREATMENT DISTRICT

ATTEST:

Clerk

By: _____

MONROE COUNTY

ATTEST:

KEVIN MADOK, CLERK

As Deputy Clerk

By: _____

Michelle Lincoln, Mayor

MEMORANDUM

From: Nicholas W. Mulick, Esq., KLWTD General Counsel
To: KLWTD Board of Commissioners and Peter Rosasco, General Manager
Re: Twin Lakes Stormwater Management Project ILA
Dated: April 30, 2026

During the construction of a stormwater management system in the Twin Lakes subdivision by Monroe County, the project engineer identified conflicts with KLWTD's sewage collection infrastructure as a result of discrepancies in record drawings submitted by the District.

Monroe County proposes to use its project engineer and construction contractor to relocate infrastructure or install structures to resolve the conflicts, the cost of which will be reimbursed by the District.

According to the attached ILA between the County and the District, the District reserves the right to approve the cost and scope of the work to be performed by the County.

Two areas of conflict have been identified. The cost to resolve the conflicts is approximately \$80,000.00.

FERREIRA

Extra Work Cost Breakdown

Owner's Project No:	FDEM B0200 - FDEP 22SRP57	Ferreira Job No.:	4473
Project Name:	Twin Lakes (Key Largo) Flood Mitigation	Prepared By:	Andres P.
RCO No.:	RCO #15	Proposal Date:	4/7/2026
Description:	Additional potholing to verify dimensions between existing lines and S-5 per Monroe County's request		

LABOR									
No.	Description			Net Burden %	Hourly Rate	Hours		Amount	Total
	Name (T&M Only)	Class.	WC Code			STD.	OT.		
1	Foreman	Foreman		82.64%	\$42.60	8.00	0.00	\$622.44	\$622.44
2	Operator	Operator		82.64%	\$30.80	8.00	0.00	\$450.02	\$450.02
3	Laborer	Laborer		82.64%	\$22.30	8.00	0.00	\$325.83	\$325.83
4	Laborer	Laborer		82.64%	\$22.30	8.00	0.00	\$325.83	\$325.83
5						0.00	0.00	\$0.00	\$0.00
Subtotal-Bare Labor:								\$1,724.12	\$1,724.12

MATERIALS					
No.	Description	Quantity	Unit Price	UOM	Amount
1	A3 material for temporary restoration	8.00	\$9.50	Tons	\$76.00
2	Delivery of A3 material for temporary restoration	1.00	\$225.00	Loads	\$225.00
Subtotal Materials:					\$301.00
Sales Tax %:					7.00%
Subtotal Materials:					\$322.07

EQUIPMENT							
No.	Description	Make / Model	Rates (Blue Book)		Hours		Amount
			Rental (Mo./176)	Oper. Cost/Hr.	Oper.	Standby	
1	Excavator CAT 308			\$58.29	8.00	0.00	\$466.32
2	Vacuum truck T800			\$308.00	8.00	0.00	\$2,464.00
3	Front Loader			\$77.53	8.00	0.00	\$620.24
4	Pick up truck			\$27.25	8.00	0.00	\$218.00
5					0.00	0.00	\$0.00
Subtotal Equipment:							\$3,768.56

SUB CONTRACT					
No.	Description	Quantity	UOM	Unit Price	Amount
1					\$0.00
Subtotal Subcontract:					\$0.00

CONTRACT UNIT ITEMS					
No.	Item Description	Rate	Quantity	UOM	Amount
1					\$0.00
Total Contract Items:					\$0.00

INDIRECT COSTS, EXPENSES, AND PROFIT		
(1) Mark-up (10%) on the payments in Labor, Materials, Equipment, Subcontractor, and contract items:		
a) Total Labor		\$1,724.12
b) Total Materials		\$322.07
c) Total Equipment		\$3,768.56
Subtotal Mark-Ups:		\$581.48
(ii) Subcontractor markup		\$0.00
(iii) Contract Items markup		\$0.00
Total Mark-Up Amount:		\$581.48

Extra Work Breakdown Summary:		
LABOR + BURDEN		\$1,724.12
MATERIALS		\$322.07
EQUIPMENT		\$3,768.56
SUB CONTRACT		\$0.00
CONTRACT ITEMS		\$0.00
MARK UP		\$581.48
TOTAL AMOUNT		\$6,396.23

Rental Rate Blue Book®, O&O Rates Report for 1095 in FCC Master

January 16, 2026

Caterpillar 308D CR SB (disc. 2014)
 Crawler Mounted Hydraulic Excavators

 Size Class:
6.5 - 8.4 mt
 Weight:
18519 lbs
Configuration for 308D CR SB (disc. 2014)

Horsepower	55.6 hp	Operating Weight	8.4 mt
Power Mode	Diesel		

Blue Book Rates

** FHWA Rate is equal to the monthly ownership cost divided by 176 plus the hourly estimated operating cost.

	Ownership Costs				Estimated Operating Costs	FHWA Rate**
	Monthly	Weekly	Daily	Hourly	Hourly	Hourly
Published Rates	USD \$6,350.00	USD \$1,780.00	USD \$445.00	USD \$67.00	USD \$19.65	USD \$55.73
Adjustments						
Region (New Jersey: 107.1%)	USD \$450.85	USD \$126.38	USD \$31.59	USD \$4.76		
Model Year (2013: 100%)	-	-	-	-		
Adjusted Hourly Ownership Cost (100%)	-	-	-	-		
Hourly Operating Cost (100%)					-	
Total:	USD \$6,800.85	USD \$1,906.38	USD \$476.60	USD \$71.76	USD \$19.65	USD \$58.29

Non-Active Use Rates

Standby Rate	Hourly USD \$21.58
Idling Rate	Hourly USD \$42.69

Rate Element Allocation

Element	Percentage	Value
Depreciation (ownership)	31.78%	USD \$2,017.92/mo
Overhaul (ownership)	44.15%	USD \$2,803.51/mo
CFC (ownership)	15.44%	USD \$980.54/mo
Indirect (ownership)	8.63%	USD \$548.02/mo
Fuel (operating) @ USD 3.83	20.61%	USD \$4.05/hr

Revised Date: 1st quarter 2026

Rental Rate Blue Book[®], O&O Rates Report for 1252 in FCC Master

February 7, 2025

Caterpillar 938K (disc. 2015)
 4-Wd Articulated Wheel Loaders

 Size Class:
150 - 174 hp
 Weight:
35104 lbs

Configuration for 938K (disc. 2015)

Horsepower	173.0 hp	Operator Protection	ROPS/FOPS
Power Mode	Diesel		

Blue Book Rates

** FHWA Rate is equal to the monthly ownership cost divided by 176 plus the hourly estimated operating cost.

	Ownership Costs				Estimated Operating Costs Hourly	FHWA Rate** Hourly
	Monthly	Weekly	Daily	Hourly		
Published Rates	USD \$7,680.00	USD \$2,150.00	USD \$540.00	USD \$81.00	USD \$33.03	USD \$76.67
Adjustments						
Region (New York, New York: 102%)	USD \$153.60	USD \$43.00	USD \$10.80	USD \$1.62		
Model Year (2014: 99.97%)	(USD \$2.46)	(USD \$0.69)	(USD \$0.17)	(USD \$0.03)		
Adjusted Hourly Ownership Cost (100%)	-	-	-	-		
Hourly Operating Cost (100%)					-	
Total:	USD \$7,831.14	USD \$2,192.31	USD \$550.63	USD \$82.59	USD \$33.03	USD \$77.53

Non-Active Use Rates

	Hourly
Standby Rate	USD \$29.82
Idling Rate	USD \$53.27

Rate Element Allocation

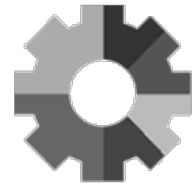
Element	Percentage	Value
Depreciation (ownership)	39.2%	USD \$3,010.65/mo
Overhaul (ownership)	32.97%	USD \$2,532.12/mo
CFC (ownership)	17.62%	USD \$1,353.20/mo
Indirect (ownership)	10.21%	USD \$784.03/mo
Fuel (operating) @ USD 3.54	26.55%	USD \$8.77/hr

Revised Date: 1st quarter 2025

Rental Rate Blue Book[®], O&O Rates Report for 1030 in FCC Master

February 7, 2025

Miscellaneous 4X2 1 3/4 300 CREW GAS
 On-Highway Light Duty Trucks

 Size Class:
300 hp & Over
 Weight:
N/A

Configuration for 4X2 1 3/4 300 CREW GAS

Axle Configuration	4X2	Cab Type	Crew
Horsepower	300.0	Power Mode	Gasoline
Ton Rating	1 3/4		

Blue Book Rates

** FHWA Rate is equal to the monthly ownership cost divided by 176 plus the hourly estimated operating cost.

	Ownership Costs				Estimated Operating Costs Hourly	FHWA Rate** Hourly
	Monthly	Weekly	Daily	Hourly		
Published Rates	USD \$2,745.00	USD \$770.00	USD \$195.00	USD \$29.00	USD \$11.54	USD \$27.14
Adjustments						
Region (New Jersey: 103%)	USD \$82.35	USD \$23.10	USD \$5.85	USD \$0.87		
Model Year (2014: 97.77%)	(USD \$63.10)	(USD \$17.70)	(USD \$4.48)	(USD \$0.67)		
Adjusted Hourly Ownership Cost (100%)	-	-	-	-		
Hourly Operating Cost (100%)					-	
Total:	USD \$2,764.25	USD \$775.40	USD \$196.37	USD \$29.20	USD \$11.54	USD \$27.25

Non-Active Use Rates

	Hourly
Standby Rate	USD \$9.76
Idling Rate	USD \$19.53

Rate Element Allocation

Element	Percentage	Value
Depreciation (ownership)	33.11%	USD \$908.93/mo
Overhaul (ownership)	37.83%	USD \$1,038.37/mo
CFC (ownership)	12.57%	USD \$345.01/mo
Indirect (ownership)	16.49%	USD \$452.69/mo
Fuel (operating) @ USD 3.03	33.1%	USD \$3.82/hr

Revised Date: 1st quarter 2025



Fluid Management Systems, Inc.
 9442 NW 109th Street
 Miami, FL 33178

PROPOSAL	
Physical Location	Street
	City, State, Zip
Market Segment	33 (Water Resources Remediation)
Sales Rep	Nick Konsoulas

CUSTOMER INFORMATION

Billing Information		Job Site Information	
Date	April 7th 2026	Job Date	April 10th 2026
Contact	Andres Perez	Time	9:00
Company	Ferreira Construction	Job Name	Key Largo Project
Customer #		Job Address	
Address	6101 NW 74th Ave	City, State ZIP	
City, State ZIP	Miami, FL 33166	Site Contact	
Phone	305-506-7028	Site Phone	
Email	aperez@ferrieraconstruction.com	P/O#	
		FMS Job #	

JOB DESCRIPTION

4HR Minimum / Port to Port

EQUIPMENT AND SERVICE REQUIREMENTS:

Equipment Type/Service	Description	Hydro-Exc	UOM	QTY	Total
Vac Truck Service: Jetter Truck (Per Hr)		\$285.00	HR	8	\$ 2,280.00
					\$ -
					\$ -
					\$ -
					\$ -
					\$ 2,280.00

WATER DISPOSAL FEE:

Description	Clean	WWTP	Total	QTY	Total
Disposal Fee (If Needed)		\$450.00	\$450.00	0	\$ -
					\$ -
Sub-Total Water Disposal					\$ -
Environmental Fee				1%	\$22.80
					\$0.00
					\$0.00
Sales Tax				7%	\$ 161.20

TOTAL PROJECT COST ESTIMATE BASED ON RENTAL TERM **\$ 2,464.00**

Comments: *A release # must be obtained when equipment is called off rent. If no release # is provided, please call to obtain one.*

(1.) Area is to be accessible within fifteen (15) feet of FMS unit or remote job fees will apply. (2.) A third party disposition and supply water fees will be applied unless a disposal location and adequate water source are provided by customer. (3.) Standard rates apply up to eight (8) hours Monday - Friday; overtime rates apply after (8) hours; premium rates apply during nights, weekends, and holidays. (4.) All rates are billed port to port from the nearest FMS office. (5.) Same day cancellation will result in a cancellation fee. (6.) Same day request will result in an emergency callout fee in addition to normal daily rates. (7.) Actual quantities will be billed.

FERREIRA

Extra Work Cost Breakdown

Owner's Project No:	FDEM B0200 - FDEP 22SRP57	Ferreira Job No.:	4473
Project Name:	Twin Lakes (Key Largo) Flood Mitigation	Prepared By:	Andres P.
RCO No.:	RCO #16	Proposal Date:	4/10/2026
Description:	Additional conflict structure to clear the conflict between drainage pipe and existing sewer line		

LABOR									
No.	Description			Net Burden %	Hourly Rate	Hours		Amount	Total
	Name (T&M Only)	Class.	WC Code			STD.	OT.		
1				82.64%		0.00	0.00	\$0.00	\$0.00
Subtotal-Bare Labor:								\$0.00	\$0.00

MATERIALS					
No.	Description	Quantity	Unit Price	UOM	Amount
1					\$0.00
Subtotal Materials:					\$0.00
Sales Tax %:					7.00%
Subtotal Materials:					\$0.00

EQUIPMENT						
No.	Description	Rates (Blue Book)		Hours	Amount	
		Rental (Mo./176)	Oper. Cost/Hr.			
	Make / Model			Oper.	Standby	
1				0.00	0.00	\$0.00
Subtotal Equipment:						\$0.00

SUBCONTRACT					
No.	Description	Quantity	UOM	Unit Price	Amount
1					\$0.00
Subtotal Subcontract:					\$0.00

CONTRACT UNIT ITEMS					
No.	Item Description	Rate	Quantity	UOM	Amount
1	425-2-217 - Drainage Manhole, Utility Conflict Structure	\$ 24,000.00	1.00	EA	\$24,000.00
Total Contract Items:					\$24,000.00

INDIRECT COSTS, EXPENSES, AND PROFIT	
(1) Mark-up (10%) on the payments in Labor, Materials, Equipment, Subcontractor, and contract items:	
a) Total Labor	\$0.00
b) Total Materials	\$0.00
c) Total Equipment	\$0.00
Subtotal Mark-Ups:	\$0.00
(ii) Subcontractor markup	\$0.00
(iii) Contract Items markup	\$0.00
Total Mark-Up Amount:	\$0.00

Extra Work Breakdown Summary:		
LABOR + BURDEN		\$0.00
MATERIALS		\$0.00
EQUIPMENT		\$0.00
SUBCONTRACT		\$0.00
CONTRACT ITEMS		\$24,000.00
MARK UP		\$0.00
TOTAL AMOUNT		\$24,000.00

FERREIRA

Extra Work Cost Breakdown

Owner's Project No:	FDEM B0200 - FDEP 22SRP57	Ferreira Job No.:	4473
Project Name:	Twin Lakes (Key Largo) Flood Mitigation	Prepared By:	Andres P.
RCO No.:	RCO #17	Proposal Date:	4/15/2026
Description:	Temporary backfill and re-excavation of trench due to conflict found at S-4 to S-5.		

LABOR

No.	Description			Net Burden %	Hourly Rate	Hours		Amount	Total
	Name (T&M Only)	Class.	WC Code			STD.	OT.		
1	Foreman	Foreman		82.64%	\$42.60	16.00	0.00	\$1,244.87	\$1,244.87
2	Operator	Operator		82.64%	\$30.80	16.00	0.00	\$900.05	\$900.05
3	Laborer	Laborer		82.64%	\$22.30	16.00	0.00	\$651.66	\$651.66
4	Laborer	Laborer		82.64%	\$22.30	16.00	0.00	\$651.66	\$651.66
5						0.00	0.00	\$0.00	\$0.00
Subtotal-Bare Labor:								\$3,448.24	\$3,448.24

MATERIALS

No.	Description	Quantity	Unit Price	UOM	Amount
1	A3 material for temporary restoration	8.00	\$9.50	Tons	\$76.00
2	Delivery of A3 material for temporary restoration	1.00	\$225.00	Loads	\$225.00
Subtotal Materials:					\$301.00
Sales Tax %:					7.00%
Subtotal Materials:					\$322.07

EQUIPMENT

No.	Description Make / Model	Rates (Blue Book)		Hours		Amount
		Rental (Mo./176)	Oper. Cost/Hr.	Oper.	Standby	
1	Excavator CAT 308		\$58.29	16.00	0.00	\$932.64
2	Front Loader		\$77.53	16.00	0.00	\$1,240.48
3	Pick up truck		\$27.25	16.00	0.00	\$436.00
4				0.00	0.00	\$0.00
5				0.00	0.00	\$0.00
Subtotal Equipment:						\$2,609.12

SUB CONTRACT

No.	Description	Quantity	UOM	Unit Price	Amount
1					\$0.00
Subtotal Subcontract:					\$0.00

CONTRACT UNIT ITEMS

No.	Item Description	Rate	Quantity	UOM	Amount
1					\$0.00
Total Contract Items:					\$0.00

INDIRECT COSTS, EXPENSES, AND PROFIT

(1) Mark-up (10%) on the payments in Labor, Materials, Equipment, Subcontractor, and contract items:		
	a) Total Labor	\$3,448.24
	b) Total Materials	\$322.07
	c) Total Equipment	\$2,609.12
	Subtotal Mark-Ups:	\$318.97
(ii) Subcontractor markup		\$0.00
(iii) Contract Items markup		\$0.00
	Total Mark-Up Amount:	\$318.97

Extra Work Breakdown Summary:

LABOR + BURDEN	\$3,448.24
MATERIALS	\$322.07
EQUIPMENT	\$2,609.12
SUBCONTRACT	\$0.00
CONTRACT ITEMS	\$0.00
MARK UP	\$318.97
TOTAL AMOUNT	\$6,698.40

FERREIRA

Extra Work Cost Breakdown

Owner's Project No:	FDEM B0200 - FDEP 22SRP57	Ferreira Job No.:	4473
Project Name:	Twin Lakes (Key Largo) Flood Mitigation	Prepared By:	Andres P.
RCO No.	RCO #18	Proposal Date:	4/16/2026
Description:	Extra work for installation of sewer off-set at Crane St.		

LABOR

No.	Description			Net Burden %	Hourly Rate	Hours		Amount	Total
	Name (T&M Only)	Class.	WC Code			STD.	OT.		
1	Foreman	Foreman		82.64%	\$42.60	40.00	0.00	\$3,112.19	\$3,112.19
2	Operator	Operator		82.64%	\$30.80	40.00	0.00	\$2,250.12	\$2,250.12
3	Laborer	Laborer		82.64%	\$22.30	40.00	0.00	\$1,629.15	\$1,629.15
4	Laborer	Laborer		82.64%	\$22.30	40.00	0.00	\$1,629.15	\$1,629.15
5						0.00	0.00	\$0.00	\$0.00
Subtotal-Bare Labor:								\$8,620.61	\$8,620.61

MATERIALS

No.	Description	Quantity	Unit Price	UOM	Amount
1	A3 material for backfill	195.00	\$9.50	Tons	\$1,852.50
2	Delivery of A3 material for backfill	10.00	\$225.00	Loads	\$2,250.00
Subtotal Materials:					\$4,102.50
Sales Tax %: 7.00%					\$287.18
Subtotal Materials:					\$4,389.68

EQUIPMENT

No.	Description Make / Model	Rates (Blue Book)		Hours		Amount
		Rental (Mo./176)	Oper. Cost/Hr.	Oper.	Standby	
1	Excavator CAT 308		\$58.29	40.00	0.00	\$2,331.60
2	Front Loader		\$77.53	40.00	0.00	\$3,101.20
3	Pick up truck		\$27.25	40.00	0.00	\$1,090.00
4	Dewatering pump, tank, hoses (Days)		\$1,104.95	5.00	0.00	\$5,524.75
5	Shoring - Trech box (Week)		\$525.03	1.00	0.00	\$525.03
Subtotal Equipment:						\$12,572.58

SUB CONTRACT

No.	Description	Quantity	UOM	Unit Price	Amount
1					\$0.00
Subtotal Subcontract:					\$0.00

CONTRACT UNIT ITEMS

No.	Item Description	Rate	Quantity	UOM	Amount
1					\$0.00
Total Contract Items:					\$0.00

INDIRECT COSTS, EXPENSES, AND PROFIT

(1) Mark-up (10%) on the payments in Labor, Materials, Equipment, Subcontractor, and contract items:		
	a) Total Labor	\$8,620.61
	b) Total Materials	\$4,389.68
	c) Total Equipment	\$12,572.58
	Subtotal Mark-Ups:	\$1,279.14
(ii) Subcontractor markup		\$0.00
(iii) Contract Items markup		\$0.00
	Total Mark-Up Amount:	\$1,279.14

Extra Work Breakdown Summary:

LABOR + BURDEN	\$8,620.61
MATERIALS	\$4,389.68
EQUIPMENT	\$12,572.58
SUBCONTRACT	\$0.00
CONTRACT ITEMS	\$0.00
MARK UP	\$1,279.14
TOTAL AMOUNT	\$26,862.00

Rental Rate Blue Book®, O&O Rates Report for 1095 in FCC Master

January 16, 2026

Caterpillar 308D CR SB (disc. 2014)
 Crawler Mounted Hydraulic Excavators

 Size Class:
6.5 - 8.4 mt
 Weight:
18519 lbs
Configuration for 308D CR SB (disc. 2014)

Horsepower	55.6 hp	Operating Weight	8.4 mt
Power Mode	Diesel		

Blue Book Rates

** FHWA Rate is equal to the monthly ownership cost divided by 176 plus the hourly estimated operating cost.

	Ownership Costs				Estimated Operating Costs	FHWA Rate**
	Monthly	Weekly	Daily	Hourly	Hourly	Hourly
Published Rates	USD \$6,350.00	USD \$1,780.00	USD \$445.00	USD \$67.00	USD \$19.65	USD \$55.73
Adjustments						
Region (New Jersey: 107.1%)	USD \$450.85	USD \$126.38	USD \$31.59	USD \$4.76		
Model Year (2013: 100%)	-	-	-	-		
Adjusted Hourly Ownership Cost (100%)	-	-	-	-		
Hourly Operating Cost (100%)					-	
Total:	USD \$6,800.85	USD \$1,906.38	USD \$476.60	USD \$71.76	USD \$19.65	USD \$58.29

Non-Active Use Rates

	Hourly
Standby Rate	USD \$21.58
Idling Rate	USD \$42.69

Rate Element Allocation

Element	Percentage	Value
Depreciation (ownership)	31.78%	USD \$2,017.92/mo
Overhaul (ownership)	44.15%	USD \$2,803.51/mo
CFC (ownership)	15.44%	USD \$980.54/mo
Indirect (ownership)	8.63%	USD \$548.02/mo
Fuel (operating) @ USD 3.83	20.61%	USD \$4.05/hr

Revised Date: 1st quarter 2026

Rental Rate Blue Book[®], O&O Rates Report for 1252 in FCC Master

February 7, 2025

Caterpillar 938K (disc. 2015)
 4-Wd Articulated Wheel Loaders

 Size Class:
150 - 174 hp
 Weight:
35104 lbs

Configuration for 938K (disc. 2015)

Horsepower	173.0 hp	Operator Protection	ROPS/FOPS
Power Mode	Diesel		

Blue Book Rates

** FHWA Rate is equal to the monthly ownership cost divided by 176 plus the hourly estimated operating cost.

	Ownership Costs				Estimated Operating Costs Hourly	FHWA Rate** Hourly
	Monthly	Weekly	Daily	Hourly		
Published Rates	USD \$7,680.00	USD \$2,150.00	USD \$540.00	USD \$81.00	USD \$33.03	USD \$76.67
Adjustments						
Region (New York, New York: 102%)	USD \$153.60	USD \$43.00	USD \$10.80	USD \$1.62		
Model Year (2014: 99.97%)	(USD \$2.46)	(USD \$0.69)	(USD \$0.17)	(USD \$0.03)		
Adjusted Hourly Ownership Cost (100%)	-	-	-	-		
Hourly Operating Cost (100%)					-	
Total:	USD \$7,831.14	USD \$2,192.31	USD \$550.63	USD \$82.59	USD \$33.03	USD \$77.53

Non-Active Use Rates

	Hourly
Standby Rate	USD \$29.82
Idling Rate	USD \$53.27

Rate Element Allocation

Element	Percentage	Value
Depreciation (ownership)	39.2%	USD \$3,010.65/mo
Overhaul (ownership)	32.97%	USD \$2,532.12/mo
CFC (ownership)	17.62%	USD \$1,353.20/mo
Indirect (ownership)	10.21%	USD \$784.03/mo
Fuel (operating) @ USD 3.54	26.55%	USD \$8.77/hr

Revised Date: 1st quarter 2025

Rental Rate Blue Book[®], O&O Rates Report for 1030 in FCC Master

February 7, 2025

Miscellaneous 4X2 1 3/4 300 CREW GAS
 On-Highway Light Duty Trucks

 Size Class:
300 hp & Over
 Weight:
N/A

Configuration for 4X2 1 3/4 300 CREW GAS

Axle Configuration	4X2	Cab Type	
Horsepower	300.0	Power Mode	
Ton Rating	1 3/4		Crew Gasoline

Blue Book Rates

** FHWA Rate is equal to the monthly ownership cost divided by 176 plus the hourly estimated operating cost.

	Ownership Costs				Estimated Operating Costs Hourly	FHWA Rate** Hourly
	Monthly	Weekly	Daily	Hourly		
Published Rates	USD \$2,745.00	USD \$770.00	USD \$195.00	USD \$29.00	USD \$11.54	USD \$27.14
Adjustments						
Region (New Jersey: 103%)	USD \$82.35	USD \$23.10	USD \$5.85	USD \$0.87		
Model Year (2014: 97.77%)	(USD \$63.10)	(USD \$17.70)	(USD \$4.48)	(USD \$0.67)		
Adjusted Hourly Ownership Cost (100%)	-	-	-	-		
Hourly Operating Cost (100%)					-	
Total:	USD \$2,764.25	USD \$775.40	USD \$196.37	USD \$29.20	USD \$11.54	USD \$27.25

Non-Active Use Rates

	Hourly
Standby Rate	USD \$9.76
Idling Rate	USD \$19.53

Rate Element Allocation

Element	Percentage	Value
Depreciation (ownership)	33.11%	USD \$908.93/mo
Overhaul (ownership)	37.83%	USD \$1,038.37/mo
CFC (ownership)	12.57%	USD \$345.01/mo
Indirect (ownership)	16.49%	USD \$452.69/mo
Fuel (operating) @ USD 3.03	33.1%	USD \$3.82/hr

Revised Date: 1st quarter 2025



Miami
4201 Kean Road
Davie FL 33314
United States

Invoice

Invoice Number: 1259715

Date: 4/6/2026

Dispatch Inquiry 844-724-4446

Billing Inquiry 888-833-3777

Ferreira Construction Co - FL
13000 SE Flora Avenue
Hobe Sound FL 33455
United States

Project Name: Twin Lakes Ordered By: Andres Phone: (305) 506-7028 Job Site Location: 106003 Overseas Hwy Key Largo FL 33037	Job#: 4473 PO Number: 4473-2024-044 JS Contact: Andres Job Site Phone: (305) 506-7028 Office Phone: 772-284-7960 Cust ID: N000018337
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Sales Person: Victor Concepcion

VictorConcepcion@NTSafety.com

Delivery Instructions:

Rental Contract Number: RC00786609

Contract Start Date: 3/19/2026

Status	Qty	Item Description and Rate	Days	From Date	Thru Date	Rate	Rate Ext
On Rent	1.00	8x8 EFF DW Manhole Box MHXLD \$106.00/Day \$212.00/Week \$636.00/4 Week 1 DAYS MIN Serial: MHB136750	28	3/19/2026	4/15/2026	\$636.00	\$636.00
On Rent	4.00	6.0 ft of 6 in Round Spreader \$0.00/Day \$0.00/Week \$0.00/4 Week 1 DAYS MIN	28	3/19/2026	4/15/2026	\$0.00	\$0.00
On Rent	8.00	SPREADER PINS FOR BOXES \$0.00/Day \$0.00/Week \$0.00/4 Week 1 DAYS MIN	28	3/19/2026	4/15/2026	\$0.00	\$0.00
On Rent	2.00	52-88 x 1.5 Vertical Shore \$42.00/Day \$84.00/Week \$252.00/4 Week 1 DAYS MIN	28	3/19/2026	4/15/2026	\$252.00	\$504.00
On Rent	1.00	5 Gallon Plastic Pump \$43.00/Day \$86.00/Week \$258.00/4 Week 1 DAYS MIN	28	3/19/2026	4/15/2026	\$258.00	\$258.00
On Rent	1.00	48 in EFF Removal Hook \$5.00/Day \$10.00/Week \$30.00/4 Week 1 DAYS MIN	28	3/19/2026	4/15/2026	\$30.00	\$30.00
On Rent	1.00	48 in EFF Release Tool \$5.00/Day \$10.00/Week \$30.00/4 Week 1 DAYS MIN	28	3/19/2026	4/15/2026	\$30.00	\$30.00
On Rent	2.00	42 in Extension Kit \$15.00/Day \$30.00/Week \$90.00/4 Week 1 DAYS MIN	28	3/19/2026	4/15/2026	\$90.00	\$180.00

Qty	Description	Reg Rate	Labor Subtotal
1.00	Delivery Line Hauler Truck	\$295.00	\$295.00
1.00	Transportation Surcharge	\$44.25	\$44.25

This Invoice is subject to additional terms and conditions set forth located at <https://www.ntsafety.com/wp-content/uploads/2024/02/NTS-TC-2-7-24.pdf>. The customer agrees to grant NTS a security interest to secure monies due hereunder and authorizes NTS to file a UCC-1 financing statement with the appropriate filing offices to perfect such security interests. Terms Accounts are due and payable net 30 days from invoice date.

Please Remit Payment to:
National Trench Safety
P.O.Box 51373
Los Angeles, CA 90051-5673

Rental:	\$1,638.00
Waiver:	\$0.00
Discount:	\$0.00
Sales Tax:	\$122.85
Other:	\$339.25
Total Amount:	\$2,100.10

RESOLUTION NO. 04-2026

A RESOLUTION OF THE BOARD OF COMMISSIONERS OF THE KEY LARGO WASTEWATER TREATMENT DISTRICT AUTHORIZING THE GENERAL MANAGER TO EXECUTE AN INTERLOCAL AGREEMENT BETWEEN KLWTD (THE DISTRICT) AND MONROE COUNTY FOR REIMBURSEMENT OF COSTS TO RESOLVE CONFLICTS BETWEEN THE DISTRICT'S WASTEWATER COLLECTION SYSTEM AND MONROE COUNTY'S STORMWATER MANAGEMENT INFRASTRUCTURE, PROVIDING FOR AN EFFECTIVE DATE, AND PROVIDING FOR ITS IMPLEMENTATION.

WHEREAS, during the construction of a stormwater management system in the TWIN LAKES subdivision ("the Twin Lakes Project"), it was determined that the location of portions of the District's wastewater collection system are in conflict with Monroe County's proposed location of the Twin Lakes Project infrastructure; and

WHEREAS, the conflicts are due to discrepancies between the physical location of the District's wastewater collection infrastructure and the record drawings submitted by the District to Monroe County; and

WHEREAS, Monroe County agrees to utilize the services of its project engineer to design structures to resolve the conflicts and the services of its construction contractors to relocate the District's equipment or install conflict structures, as necessary, to resolve the conflicts; and

WHEREAS, the District agrees to reimburse Monroe County for the costs incurred by it to resolve conflicts caused by the discrepancies in the District's record drawings; and

WHEREAS, both the District and Monroe County desire to formalize their agreement by entering into an Interlocal Agreement.

NOW, THEREFORE, BE IT RESOLVED by the Board of Commissioners of the Key Largo Wastewater Treatment District that:

- Section 1. RECITALS. The above recitals are true and correct and incorporated into this Resolution by reference.
- Section 2. APPROVAL OF ILA. The Board hereby approves the Interlocal Agreement between the District and Monroe County in the form and substance of Exhibit A to this Resolution.

Section 3. EFFECTIVE DATE. This Resolution shall become effective immediately.

Section 4. AUTHORIZATION OF DISTRICT OFFICIALS. The District's General Manager is authorized to execute the Interlocal Agreement on behalf of the District.

The foregoing Resolution was offered by Commissioner _____, who moved its approval. The motion was seconded by Commissioner _____, and being put to a vote, the result was as follows:

	AYE	NAY
Chairman Rodriguez	_____	_____
Commissioner Maloney	_____	_____
Commissioner Schwartz	_____	_____
Commissioner Majeska	_____	_____
Commissioner Hardee	_____	_____

The Chairman thereupon declared this Resolution duly passed and adopted the 5th day of May 2026.

KEY LARGO WASTEWATER TREATMENT DISTRICT

By: _____
Nicolas Rodriguez, Chairman

ATTEST:

Shannon McCully, Clerk

Approved as to form
and legal sufficiency:

Nicholas W. Mulick,
General Counsel

SEAL