PASCO COUNTY MOSQUITO CONTROL DISTRICT
ODESSA, FLORIDA
FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
SEPTEMBER 30, 2025

PASCO COUNTY MOSQUITO CONTROL DISTRICT

ODESSA, FLORIDA

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INDEPENDENT AUDITOR'S REPORT

To the Board of Commissioners
Pasco County Mosquito Control District
Odessa, Florida

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities and the major fund of Pasco County Mosquito Control District, Odessa, 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 governmental activities and the major fund of the District as of September 30, 2025, and the respective changes in financial position thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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 opinions.

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 opinions. 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, budgetary comparison information, the schedule of changes in the District's OPEB liability and related ratios, and the schedules of proportionate share of net pension liability and pension contributions - defined benefit pension plan 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.

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), 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 July 14, 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

July 14, 2026

PASCO COUNTY MOSQUITO CONTROL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS

We, as management of the Pasco County Mosquito Control District (the District), offer readers of the District's financial statements this narrative overview and analysis of the financial activities for the fiscal year ended September 30, 2025. The information presented in this MD&A should be considered in conjunction with the accompanying financial statements.

FINANCIAL HIGHLIGHTS

- The District's assets and deferred outflows of resources exceed its liabilities and deferred inflows of resources at the close of the fiscal year by $19,147,745 (net position).
- Of this amount, $10,064,271 (unrestricted net position) may be used to meet the District's ongoing obligations.
- The change in the District's total net position in comparison with the prior fiscal year was $2,151,837, an increase. The key components of the District's net position and change in net position are reflected in the table in the government-wide financial analysis section.
- At the close of the current fiscal year, the governmental fund reported an ending fund balance of $12,892,897, an increase of $1,282,803, or 11.05%, from the prior fiscal year's ending fund balance of $11,610,094.
- Of the governmental fund ending fund balance, $1,509,961 is non-spendable for prepaid items and inventory, $2,611,864 is committed for the Economic Stabilization Fund, $810,000 is assigned for current year budgetary reserves, $1,647,922 is assigned for the subsequent year's budget, and $6,313,150 is unassigned.

OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. Most revenue is collected via ad valorem taxes, and the basic financial statements are comprised of the following components: 1) Government-wide Financial Statements; 2) Fund Financial Statements, which include governmental funds; and 3) Notes to Financial Statements. The District does not provide any services to individual customers on a fee basis; therefore, there are no Proprietary Funds to report.

Government-Wide Financial Statements

Government-wide financial statements are intended to allow the reader to assess a government's operational accountability. Operational accountability is defined as the extent to which the government has met its operating objectives efficiently and effectively, using all resources available for that purpose, and whether it can continue to meet its objectives for the foreseeable future.

The *Statement of Net Position* (Page 7) presents information on all the District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources. The District's capital assets (property, plant, and equipment) are included in this statement and reported net of their accumulated depreciation.

The *Statement of Activities* (Page 8) presents revenue and expense information showing how the District's net position changed during the fiscal year. Both statements are measured and reported using the economic resources measurement focus (revenues and expenses) and the accrual basis of accounting (revenue recognized when earned and expense recognized when cost is incurred).

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain financial control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The District accounts for its services in a general governmental fund, which is considered a major fund.

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a District's near-term financing requirements. The Governmental Fund Financial Statements begin on page 9 and provide a more detailed look at the District's most significant activities.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities. You will find reconciliations on pages 10 and 12 that convert the data to an economic resource measurement focus and the accrual basis of accounting for use in the government-wide financial statements.

The District adopts an annual appropriated budget for its general fund. A budgetary comparison schedule has been provided for the general fund to demonstrate compliance with the budget.

Notes to the Financial Statements

The notes to the financial statements explain in detail some of the data contained in the preceding statements and begin on page 13. These notes are essential to a full understanding of the data provided in the government-wide and fund financial statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of an entity's financial position. In the case of the District, assets plus deferred outflows of resources exceeded liabilities plus deferred inflows of resources at the close of the most recent fiscal year.

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

SEPTEMBER 30,

	2025	2024
Assets, excluding capital assets	$ 13,573,750	$ 11,821,056
Capital assets, net of depreciation	13,213,034	13,190,402
Total assets	26,786,784	25,011,458
Deferred outflows of resources	812,798	827,052
Liabilities, excluding long-term liabilities	680,853	1,182,899
Long-term liabilities	7,287,477	7,416,417
Total liabilities	7,968,330	8,599,316
Deferred inflows of resources	483,507	243,286
Net position		
Net investment in capital assets	9,083,474	8,274,891
Unrestricted	10,064,271	8,721,017
Total net position	$ 19,147,745	$ 16,995,908

The District's net position reflects its investment in capital assets (e.g. land, land improvements, and infrastructure) less any related debt used to acquire those assets that is still outstanding. These assets are used to provide services to residents; consequently, these assets are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

The District's net position as of September 30, 2025 was $19,147,745. Approximately 49% of the District's assets represent its investment in capital assets (i.e. aircraft, vehicles, equipment, and buildings). The District utilizes and consumes these assets in order to safely provide effective mosquito control to the citizens within the District boundaries. The remaining balance of unrestricted net position may be used to meet the District's other obligations.

Total assets increased by $1,775,326, primarily due to higher cash deposit and inventory balances.

The District's net position increased during the most recent fiscal year. The majority of the increase represents the extent to which ongoing total revenues exceeded the cost of operations and depreciation expense.

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

CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED SEPTEMBER 30,

	2025	2024
Revenues:		
Program revenues		
Capital grants and contributions	$ 439,876	-
General revenues		
Ad valorem taxes	11,807,297	11,677,976
Unrestricted investment earnings	561,619	582,150
Miscellaneous	102,468	11,283
Gain (loss) on sale of capital asset	12,600	-
Total revenues	12,923,860	12,271,409
Expenses:		
Human services - mosquito control	10,693,511	10,163,777
Interest	78,512	89,753
Total expenses	10,772,023	10,253,530
Change in net position	2,151,837	2,017,879
Net position - beginning	16,995,908	14,978,029
Net position - ending	$ 19,147,745	$ 16,995,908

The District's revenues, which include property taxes, investment earnings, grants, and miscellaneous income, totaled $12,923,860 (general revenue plus program revenue). Total program expenses were $10,772,023.

Total revenue increased by $652,451, primarily due to grant revenues received, higher ad valorem taxes, and increases in miscellaneous income. Overall expenses increased by $518,493, due primarily to an increase in personnel expenses, insurance, and chemical purchases. Property taxes represent approximately 91% of the District's revenue. The remaining revenues consist of investment earnings, grant, and miscellaneous income.

GENERAL BUDGETING HIGHLIGHTS

An operating budget was adopted and maintained by the governing board for the District pursuant to the requirements of Florida Statutes. The budget is adopted using the same basis of accounting that is used in preparation of the fund financial statements. The legal level of budgetary control, the level at which expenditures may not exceed budget, is in the aggregate. Any budget amendments that increase the aggregate budgeted appropriations must be approved by the Board of Commissioners. The general fund budget for the fiscal year ended September 30, 2025 was amended to increase revenues by $895,892 and increase appropriations by $1,411,140. Actual general fund expenditures did not exceed appropriations for the fiscal year ended September 30, 2025.

GENERAL BUDGETING HIGHLIGHTS (Continued)

The *Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – General Fund* is provided on page 31 and denotes changes in the budget from the original to the final budget.

The difference between the final amended budgeted expenditures and actual expenditures represents a positive variance of $11,325,069. The variance is due primarily to the capital infrastructure improvement project delays, as well as unspent contingency funds.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At September 30, 2025, the District had $19,466,211 invested in capital assets for its governmental activities. In the government-wide financial statements depreciation of $6,253,177 has been taken, which resulted in a net book value of $13,213,034. More detailed information about the District's capital assets is presented in the notes of the financial statements.

Debt

At September 30, 2025, the District had $4,129,560 in capital related loan payable outstanding for its governmental activities. At September 30, 2025, the District also reported a net pension liability and a net OPEB liability of $2,477,351 and $434,477, respectively for its governmental activities. In addition, at September 30, 2025, the District reported an accrued compensated absences liability of $246,089. More detailed information about the District's long-term debt is presented in the notes of the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND OTHER EVENTS

The District currently maintains a stable economic base and local indicators point to continued stability. In September of 2025, the Board of Commissioners approved a budget of approximately $22.56 million for fiscal year 2026. The millage rate is 0.2091 mills, a decrease from the current fiscal year millage of 0.2242. Property taxes are the largest source of revenue for the Pasco County Mosquito Control District.

For the subsequent fiscal year, the District anticipates that the cost of general operations will remain fairly constant. In connection with the District's future infrastructure maintenance and replacement plan, the District will be investing in updating current infrastructure/facilities and no longer is moving forward with campus development.

During the current fiscal year, the District was compelled to cancel plans for a centrally located operational campus. As a result, the District deemed the property for the project as surplus and halted further development. Subsequent to the end of the current fiscal year, the District entered into an agreement to sell the property for $3.85 million that it bought in August of 2021 for $2.16 million.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. Questions concerning any of the information found in this report or requests for additional information should be directed to the Finance Manager, Pasco County Mosquito Control District, 2308 Marathon Road, Odessa, Florida 33556.

PASCO COUNTY MOSQUITO CONTROL DISTRICT
ODESSA, FLORIDA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2025

	Governmental Activities
ASSETS	
Cash	$ 1,783,895
Investments	10,279,894
Prepaid items	64,241
Inventories	1,445,720
Capital assets:	
Nondepreciable	2,282,663
Depreciable, net	10,930,371
Total assets	26,786,784
DEFERRED OUTFLOWS OF RESOURCES	
FRS Pension	812,798
Total deferred outflows of resources	812,798
LIABILITIES	
Accounts payable and accrued expenses	615,017
Salaries and benefits payable	65,836
Non-current liabilities:	
Due within one year	
Compensated absences	60,689
Loan payable	798,523
Due in more than one year:	
Net pension liability	2,477,351
Net OPEB liability	434,477
Compensated absences	185,400
Loan payable	3,331,037
Total liabilities	7,968,330
DEFERRED INFLOWS OF RESOURCES	
FRS Pension	483,507
NET POSITION	
Net investment in capital assets	9,083,474
Unrestricted	10,064,271
Total net position	$ 19,147,745

See notes to the financial statements

PASCO COUNTY MOSQUITO CONTROL DISTRICT
ODESSA, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

		Program Revenues	Net (Expense) Revenue and Changes in Net Position
Functions/Programs	Expenses	Capital Grants and Contributions	Governmental Activities
Primary government:			
Governmental activities:			
Public health - mosquito control			
Personnel services	$ 4,794,701	$ -	$ (4,794,701)
Operating expenditures	5,114,395	439,876	(4,674,519)
Depreciation	784,415	-	(784,415)
Interest on long-term debt	78,512	-	(78,512)
Total governmental activities	10,772,023	439,876	(10,332,147)
General revenues:			
Property taxes			11,807,297
Unrestricted investment earnings			561,619
Miscellaneous			102,468
Gain (loss) on sale of capital asset			12,600
Total general revenues			12,483,984
Change in net position			2,151,837
Net position - beginning			16,995,908
Net position - ending			$ 19,147,745

See notes to the financial statements

PASCO COUNTY MOSQUITO CONTROL DISTRICT
ODESSA, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUND
SEPTEMBER 30, 2025

	General	Total Governmental Fund
ASSETS		
Cash	$ 1,783,895	$ 1,783,895
Florida prime investment	10,279,894	10,279,894
Prepaid items	64,241	64,241
Inventory	1,445,720	1,445,720
Total assets	$ 13,573,750	$ 13,573,750
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts payable and accrued expenses	$ 615,017	$ 615,017
Salaries and benefits payable	65,836	65,836
Total liabilities	680,853	680,853
Fund balance:		
Nonspendable:		
Prepaid items and inventories	1,509,961	1,509,961
Committed to:		
Economic stabilization fund	2,611,864	2,611,864
Assigned to:		
Current year budgetary reserves	810,000	810,000
Subsequent year's budget	1,647,922	1,647,922
Unassigned	6,313,150	6,313,150
Total fund balance	12,892,897	12,892,897
Total liabilities and fund balance	$ 13,573,750	$ 13,573,750

See notes to the financial statements

PASCO COUNTY MOSQUITO CONTROL DISTRICT
ODESSA, FLORIDA
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUND TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2025

Fund balance - governmental fund		$ 12,892,897
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in the governmental funds. The statement of net position includes those capital assets, net of any accumulated depreciation, in the net position of the government as a whole.		
Cost of capital assets	19,466,211	
Accumulated depreciation	(6,253,177)	13,213,034
Deferred outflows of resources related to pensions are recorded in the statement of net position.		812,798
Deferred inflows of resources related to pensions are recorded in the statement of net position.		(483,507)
Liabilities not due and payable from current available resources are not reported as liabilities in the governmental fund statements. All liabilities, both current and long-term, are reported in the government-wide financial statements.		
Net pension liability		(2,477,351)
Net OPEB liability/(asset)		(434,477)
Loan payable		(4,129,560)
Accrued compensated absences		(246,089)
Net position of governmental activities		$ 19,147,745

See notes to the financial statements

PASCO COUNTY MOSQUITO CONTROL DISTRICT
ODESSA, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

	General	Total Governmental Fund
REVENUES		
Property taxes	$ 11,807,297	$ 11,807,297
Grant revenue	439,876	439,876
Miscellaneous income	115,068	115,068
Interest income	561,619	561,619
Total revenues	12,923,860	12,923,860
EXPENDITURES		
Public Health - Mosquito Control:		
Personnel services	3,130,809	3,130,809
Personnel services benefits	1,724,343	1,724,343
Operating expenditures	582,378	582,378
Utilities, maintenance and insurance	982,959	982,959
Supplies and Miscellaneous	275,963	275,963
Gasoline, Oil, Lubricants	178,488	178,488
Chemicals	3,029,794	3,029,794
Debt service		
Principal	785,951	785,951
Interest	78,512	78,512
Capital outlay	871,860	871,860
Total expenditures	11,641,057	11,641,057
Excess (deficiency) of revenues over (under) expenditures	1,282,803	1,282,803
Fund balance - beginning	11,610,094	11,610,094
Fund balance - ending	$ 12,892,897	$ 12,892,897

See notes to the financial statements

PASCO COUNTY MOSQUITO CONTROL DISTRICT
ODESSA, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

Net change in fund balances - governmental fund	$ 1,282,803
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures; however, in the statement of activities, the costs of those assets are eliminated and capitalized as capital assets.	807,047
Depreciation on capital assets is not recognized in the governmental fund financial statements but is reported as an expense in the statement of activities.	(784,415)
Repayments of long-term liabilities are reported as expenditures in the governmental fund financial statements, but such repayments reduce liabilities in the statement of net position and are eliminated in the statement of activities.	785,951
Some expenses reported in the statement of activities do not require the use of current financial resources; and, therefore, are not reported as expenditures in governmental funds. The details of the differences are as follows:	
Change in long-term compensated absences	96,205
Change in net pension liability and deferred outflows and inflows of resources related to pensions	50,366
Change in net OPEB liability and deferred outflows and inflows of resources related to OPEB	(86,120)
Change in net position of governmental activities	$ 2,151,837

See notes to the financial statements

PASCO COUNTY MOSQUITO CONTROL DISTRICT
ODESSA, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 1 – NATURE OF ORGANIZATION AND REPORTING ENTITY

Pasco County Mosquito Control District, Odessa, Florida ("District") is an independent special district created to perform mosquito control and suppression in Pasco County in accordance with Chapter 388, Florida Statutes. The District was created as the West Pasco County Mosquito Control District on June 7, 1951, by resolution of the Board of County Commissioners of Pasco County, Florida, in accordance with the results of the Special Election of June 5, 1951, under the provisions of Chapter 390, Florida Statutes of 1949. The name of the District was changed to the Pasco County Mosquito Control District by resolution of the Board of County Commissioners of Pasco County, on November 10, 1987.

The District is governed by the Board of Commissioners ("Board"), which is composed of five members, who are elected for terms of four years.

The Board has the final responsibility for:

1. Assessing and levying taxes and assessments.
2. Approving budgets.
3. Exercising control over facilities and properties.
4. Controlling the use of funds generated by the District.
5. Approving the hiring and firing of the Executive Director.
6. Financing improvements.

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

Government-Wide and Fund Financial Statements
The basic financial statements include both government-wide and fund financial statements.

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the primary government.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Property taxes and other items not restricted to a particular program are reported instead as *general revenues*.

Measurement Focus, Basis of Accounting and Financial Statement Presentation
The government-wide financial statements are reported using the *economic resources measurement* focus and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus, Basis of Accounting and Financial Statement Presentation (Continued)

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and any claims or judgments, are recorded only when payment is due.

Property Taxes

Property taxes are ad valorem and levied each November 1 on property as of the previous January 1. The fiscal year for which annual assessments are levied begins on October 1 with a maximum discount available for payments through November 30. The taxes become delinquent on April 1. The taxes are billed and collected by the County Tax Assessor/Collector on behalf of the District. The amounts remitted to the District are net of applicable discounts or fees. The tax rate levied upon all of the taxable property in the Pasco County Mosquito Control District for the fiscal year ended September 30, 2025 was 0.2242 mills ($0.2242 per $1,000 of assessed taxable property value). Property tax revenue is recognized in the fiscal year for which taxes are levied.

Property tax revenue, charges for services, and interest associated with the current fiscal period are all considered to be susceptible to accrual and are recorded as earned since they are measurable and available. In addition, revenue from Federal, State or local reimbursement type grants for which eligibility requirements have been met and which meet the availability criteria have been accrued and recognized as revenues of the period. Other revenue items are not considered to be measurable until cash is received by the government and, therefore, are not recorded as revenue until cash is actually received.

The District reports the following major governmental fund:

General Fund

The general fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first for qualifying expenditures, then unrestricted resources as they are needed.

Assets, Liabilities and Net Position or Equity

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.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities and Net Position or Equity (Continued)

Deposits and Investments (Continued)
The State Board of Administration's ("SBA") Local Government Surplus Funds Trust Fund ("Florida PRIME") is a"2a-7 like" pool. A "2a-7 like" pool is an external investment pool that is not registered with the Securities and Exchange Commission ("SEC") as an investment company, but nevertheless has a policy that it will, and does, operate in a manner consistent with the SEC's Rule 2a-7 of the Investment Company Act of 1940, which comprises the rules governing money market funds. Thus, the pool operates essentially as a money market fund. The District has reported its investment in Florida PRIME at amortized cost for financial reporting purposes.

Securities listed in paragraphs 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.

Inventories and Prepaid Items
Inventories, consisting primarily of expendable chemicals and aircraft parts to be used in operations, are stated at the lower of cost (first-in, first-out method) or market. The District utilizes the purchase method of accounting.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

Capital Assets
Capital assets, which include property, plant and equipment, are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than $750, and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at their acquisition value at the date of donation.

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

Capital assets of the District are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings and improvements	5 - 50
Aircraft	5 - 20
Vehicles	5 - 15
Machinery and equipment	5 - 15

In the governmental fund financial statements, amounts incurred for the acquisition of capital assets are reported as fund expenditures. Depreciation and amortization expense is not reported in the governmental fund financial statements.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities and Net Position or Equity (Continued)

Compensated Absences
The District has designed a paid time off plan (PTO) that incorporates vacation, personal, and sick leave

into one program. It is the District's policy to permit employees to accumulate, within certain limits, earned but unused paid time off benefits, which will be paid to employees upon separation from the District's service, if certain criteria are met. Paid time off is accrued when earned in the government-wide financial statements. A liability for those amounts is reported in the governmental funds if they have matured as a result of employee resignations, termination or retirements.

Unearned Revenue
Governmental funds report unearned revenue in connection with resources that have been received, but not yet earned.

Long-Term Obligations
In the government-wide financial statements long-term obligations are reported as liabilities in the statement of net position.

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.

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.

Fund Equity/Net Position
In the fund financial statements, governmental funds report nonspendable and restricted fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Assignments of fund balance represent tentative management plans that are subject to change.

The District can establish limitations on the use of fund balance as follows:

Committed fund balance – Amounts that can be used only for the specific purposes determined by formal action of the Board of Commissioners. Commitments may be changed or lifted only by the Board of Commissioners taking the same formal action that imposed the constraint originally. In accordance with the District Fund Balance Policy approved by the Board on December 10, 2024, the Board established an Economic Stabilization Fund as a committed fund balance reserve to address unexpected non-routine circumstances, including declared emergencies, District structural or equipment emergencies, or certain projected ad valorem tax collection shortfalls. The Economic Stabilization Fund is to be maintained at an amount equal to three months of operating expenditures based on the subsequent year's approved budget, with the amount reset at the end of each fiscal year as part of the budget adoption process.

The District Fund Balance Policy also provides for a Long-term Capital Improvements Reserve for the purpose of funding future capital improvements. The amount of any Long-term Capital Improvements Reserve is to be adopted by resolution as approved by the Board. At September 30, 2025, no amount has been committed for a Long-term Capital Improvements Reserve.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Equity/Net Position (Continued)

Assigned fund balance – Includes spendable fund balance amounts that are intended to be used for specific purposes that are neither restricted nor committed. In accordance with the District Fund Balance Policy approved by the Board on December 10, 2024, the determination of assignment is delegated by the Board to the Director. Assigned fund balance may be used for a specific purpose that is narrower than the general purposes of the District or to reflect the appropriation of a portion of existing unassigned fund balance to eliminate a projected deficit in the subsequent year's budget. Assigned fund balance shall reflect management's intended use of resources as set forth in the annual budget and any amendments thereto.

The District first uses committed fund balance, followed by assigned fund balance and then unassigned fund balance when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

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 is 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 Bond covenants or other contractual restrictions. Unrestricted net position consists of the net position not meeting the definition of either of the other two components.

Other Disclosures

Use of Estimates
The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

NOTE 3 – BUDGETARY INFORMATION

The District is required to establish a budgetary system and an approved Annual Budget. Annual Budgets are adopted on a basis consistent with generally accepted accounting principles for the general fund. All annual appropriations lapse at fiscal year-end.

The District follows these procedures in establishing the budgetary data reflected in the financial statements:

a) During the summer, the executive director submits to the District Board of Commissioners a proposed operating budget for the fiscal year commencing the following October.
b) Public hearings are conducted to obtain taxpayer comments.
c) Prior to October 1, the budget is legally adopted through a resolution by the District Board of Commissioners. The budget is then approved by the Florida Department of Agriculture and Consumer Services, Bureau of Entomology and Pest Control.
d) All budget changes must be approved by the District Board and by the Florida Department of Agriculture and Consumer Services, Bureau of Entomology and Pest Control.
e) The budget for the General Fund is adopted on a basis consistent with generally accepted accounting principles.
f) Unused appropriations for annually budgeted funds lapse at the end of the year.

NOTE 4 – DEPOSITS AND INVESTMENTS

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.

Investments

The District's investments were held as follows at September 30, 2025:

	Amortized Cost	Credit Risk	Maturities
Florida PRIME	$ 10,279,894	S&P AAAm	Weighted average maturity: 47 days
	$ 10,279,894		

Credit risk – For investments, credit risk is generally the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Investment ratings by investment type are included in the preceding summary of investments.

Concentration risk – The District places no limit on the amount the District may invest in any one issuer.

Interest rate risk – The District does not have a formal policy that limits investment maturities as a means of managing exposure to fair value losses arising from increasing interest rates.

Fair Value Measurement – When applicable, the District measures and records its investments using fair value measurement guidelines established in accordance with GASB Statements. The framework for measuring fair value provides a fair value hierarchy that prioritizes the inputs to valuation techniques.

These guidelines recognize a three-tiered fair value hierarchy, in order of highest priority, as follows:

- *Level 1:* Investments whose values are based on unadjusted quoted prices for identical investments in active markets that the District has the ability to access;
- *Level 2:* Investments whose inputs - other than quoted market prices - are observable either directly or indirectly; and,
- *Level 3:* Investments whose inputs are unobservable.

The fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the entire fair value measurement. Valuation techniques used should maximize the use of observable inputs and minimize the use of unobservable inputs.

Money market investments that have a maturity at the time of purchase of one year or less and are held by governments other than external investment pools should be measured at amortized cost. For external investment pools that qualify to be measured at amortized cost, the pool's participants should also measure their investments in that external investment pool at amortized cost for financial reporting purposes. Accordingly, the District's investments have been reported at amortized cost above.

NOTE 4 – DEPOSITS AND INVESTMENTS (Continued)

Investments (Continued)

External Investment Pool – With regard to redemption gates, Chapter 218.409(8)(a), Florida Statutes, states that "The principal, and any part thereof, of each account constituting the trust fund is subject to payment at any time from the moneys in the trust fund. However, the Executive Director may, in good faith, on the occurrence of an event that has a material impact on liquidity or operations of the trust fund, for 48 hours limit contributions to or withdrawals from the trust fund to ensure that the Board can invest moneys entrusted to it in exercising its fiduciary responsibility. Such action must be immediately disclosed to all participants, the Trustees, the Joint Legislative Auditing Committee, the Investment Advisory Council, and the Participant Local Government Advisory Council. The Trustees shall convene an emergency meeting as soon as practicable from the time the Executive Director has instituted such measures and review the necessity of those measures. If the Trustees are unable to convene an emergency meeting before the expiration of the 48-hour moratorium on contributions and withdrawals, the moratorium may be extended by the Executive Director until the Trustees are able to meet to review the necessity for the moratorium. If the Trustees agree with such measures, the Trustees shall vote to continue the measures for up to an additional 15 days. The Trustees must convene and vote to continue any such measures before the expiration of the time limit set, but in no case may the time limit set by the Trustees exceed 15 days." With regard to liquidity fees, Florida Statute 218.409(4) provides authority for the SBA to impose penalties for early withdrawal, subject to disclosure in the enrollment materials of the amount and purpose of such fees. At present, no such disclosure has been made.

As of September 30, 2025, there were no redemption fees or maximum transaction amounts, or any other requirements that serve to limit a participant's daily access to 100% of their account value.

NOTE 5 – INVENTORIES

Inventories as of September 30, 2025 were as follows:

	Carrying amount
Chemicals	$ 1,445,720
Total	$ 1,445,720

NOTE 6 – CAPITAL ASSETS

Capital asset activity for the fiscal year ended September 30, 2025 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities				
Capital assets, not being depreciated				
Land and improvements	$ 2,282,663	$ -	$ -	$ 2,282,663
Construction in progress	$ -	$ -	$ -	$ -
Total capital assets, not being depreciated	2,282,663	-	-	2,282,663
Capital assets, being depreciated				
Buildings and improvements	$ 5,304,135	$ 125,496	$ -	$ 5,429,631
Aircraft	8,242,043	-	-	8,242,043
Vehicles	1,534,439	331,940	(43,494)	1,822,885
Machinery and equipment	1,339,378	349,611	-	1,688,989
Total capital assets, being depreciated	16,419,995	807,047	(43,494)	17,183,548
Less accumulated depreciation for:				
Buildings and improvements	1,356,657	68,801	-	1,425,458
Aircraft	2,055,004	508,355	-	2,563,359
Vehicles	1,092,923	111,751	(43,494)	1,161,180
Machinery and equipment	1,007,672	95,508	-	1,103,180
Total accumulated depreciation	5,512,256	784,415	(43,494)	6,253,177
Total capital assets, being depreciated, net	10,907,739	22,632	-	10,930,371
Governmental activities capital assets, net	$ 13,190,402	$ 22,632	$ -	$ 13,213,034

Depreciation expense was charged to the Public health – mosquito control operating expenditures function.

NOTE 7 – LONG TERM LIABILITIES

Loan Payable-Bank of America (Helicopters)

The District has a loan agreement for the purchase of two helicopters. The loan interest rate is 1.5995% and is payable in ten annual installments which began on February 1, 2021. The payment made in 2025 was $864,463.

Long-term Debt Activity

The changes in long-term liabilities for the fiscal year ended September 30, 2025, were as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities					
Compensated absences	$ 342,294	$ 211,603	$ (307,808)	$ 246,089	$ 60,689
Net pension liability	2,782,192	-	(304,841)	2,477,351	-
Net OPEB liability	348,357	114,134	(28,014)	434,477	-
Loan Payable - Bank of America	4,915,511	-	(785,951)	4,129,560	798,523
Governmental activity long-term liabilities	$ 8,388,354	$ 325,737	$ (1,426,614)	$ 7,287,477	$ 859,212

At September 30, 2025, the scheduled debt service requirements on the long-term debt were as follows:

	Governmental Activities		
Year ending September 30:	Principal	Interest	Total
2026	$ 798,523	$ 65,938	$ 864,461
2027	811,295	53,165	864,460
2028	824,272	40,189	864,461
2029	837,456	27,004	864,460
2030	858,014	13,609	871,623
Total	$ 4,129,560	$ 199,905	$ 4,329,465

NOTE 8 – FLORIDA RETIREMENT SYSTEM (FRS)

General Information about the FRS

The FRS was created in Chapter 121, Florida Statutes, to provide a defined benefit pension plan for participating public employees. The FRS was amended in 1998 to add the Deferred Retirement Option Program under the defined benefit plan and amended in 2000 to provide a defined contribution plan alternative to the defined benefit plan for FRS members effective July 1, 2002. This integrated defined contribution pension plan is the FRS Investment Plan. Chapter 112, Florida Statutes, established the Retiree Health Insurance Subsidy (HIS) Program, a cost-sharing multiple-employer defined benefit pension plan, to assist retired members of any state-administered retirement system in paying the costs of health insurance.

All regular employees of the District are eligible to enroll as members of the FRS. Provisions relating to the FRS are established by Chapters 121 and 122, Florida Statutes; Chapter 112, Part IV, Florida Statutes; Chapter 238, Florida Statutes; and FRS Rules, Chapter 60S, Florida Administrative Code; wherein eligibility, contributions, and benefits are defined and described in detail. Such provisions may be amended at any time by further action from the Florida Legislature. The FRS is a single retirement system administered by the Florida Department of Management Services, Division of Retirement, and consists of the two cost-sharing, multiple-employer defined benefit plans and other nonintegrated programs. A comprehensive annual financial report of the FRS, which includes its financial statements, required supplementary information, actuarial report, and other relevant information, is available from the Florida Department of Management Services' website (www.dms.myflorida.com).

NOTE 8 – FLORIDA RETIREMENT SYSTEM (FRS) (Continued)

The District's pension expense for the defined benefit pension plan totaled $296,124 for the fiscal year ended September 30, 2025. Other totals reported on the Statement of Net Position are as follows:

		FRS		HIS		Total
Deferred Outflow of Resources	$	601,309	$	211,489	$	812,798
Deferred Inflow of Resources	$	264,366	$	219,141	$	483,507
Net Pension Liability	$	1,583,406	$	893,945	$	2,477,351

FRS Pension Plan

Plan Description – The FRS Pension Plan (Plan) is a cost-sharing, multiple-employer defined benefit pension plan, with a Deferred Retirement Option Program (DROP) for eligible employees. The classes of membership within the District are as follows:

- Regular Class – Members of the FRS who do not qualify for membership in another class.
- Senior Management Service Class – Members in senior management level positions.
- Elected Local Officers Class – Members who hold specified elective offices in local government.

Employees enrolled in the Plan prior to July 1, 2011, vest at six years of creditable service and employees enrolled in the Plan on or after July 1, 2011, vest at eight years of creditable service. All vested members, enrolled prior to July 1, 2011, are eligible for normal retirement benefits at age 62 or at any age after 30 years of service. All members enrolled in the Plan on or after July 1, 2011, once vested, are eligible for normal retirement benefits at age 65 or any time after 33 years of service. Members of the Plan may include up to four years of credit for military service toward creditable service. The Plan also includes an early retirement provision; however, there is a benefit reduction for each year a member retires before his or her normal retirement date. The Plan provides retirement, disability, death benefits, and annual cost-of-living adjustments to eligible participants.

DROP, subject to provisions of Section 121.091, Florida Statutes, permits employees eligible for normal retirement under the Plan to defer receipt of monthly benefit payments while continuing employment with an FRS employer. An employee may participate in DROP for a period not to exceed 96 months after electing to participate. During the period of DROP participation, deferred monthly benefits are held in the FRS Trust Fund and accrue interest. The net pension liability does not include amounts for DROP participants, as these members are considered retired and are not accruing additional pension benefits.

Benefits Provided – Benefits under the Plan are computed on the basis of age and/or years of service, average final compensation, and service credit. Credit for each year of service is expressed as a percentage of the average final compensation (AFC). For members initially enrolled before July 1, 2011, the AFC is the average of the five highest fiscal years' earnings; for members initially enrolled on or after July 1, 2011, the AFC is the average of the eight highest fiscal years' earnings. The total percentage value of the benefit received is determined by calculating the total value of all service, which is based on the retirement class to which the member belonged when the service credit was earned. Members are eligible for in-line-of-duty or regular disability and survivors' benefits.

NOTE 8 – FLORIDA RETIREMENT SYSTEM (FRS) (Continued)

FRS Pension Plan (Continued)

The following chart shows the percentage value for each year of service credit earned:

Class, Initial Enrollment, and Retirement Age/Years of Servic	% Value
Regular Class members initially enrolled before July 1, 2011	
Retirement up to age 62 or up to 30 years of service	1.60
Retirement at age 63 or with 31 years of service	1.63
Retirement at age 64 or with 32 years of service	1.65
Retirement at age 65 or with 33 years of service	1.68
Regular Class members initially enrolled on or after July 1, 2011	
Retirement up to age 65 or up to 33 years of service	1.60
Retirement at age 66 or with 34 years of service	1.63
Retirement at age 67 or with 35 years of service	1.65
Retirement at age 68 or with 36 years of service	1.68
Senior Management Service Class	2.00
Elected Local Officers	3.00

Per Section 121.101, Florida Statutes, if the member is initially enrolled in the FRS before July 1, 2011, and all service credit was accrued before July 1, 2011, the annual cost-of-living adjustment is 3% per year. If the member is initially enrolled before July 1, 2011, and has service credit on or after July 1, 2011, there is an individually calculated cost-of-living adjustment. The annual cost-of-living adjustment is a proportion of 3% determined by dividing the sum of the pre-July 2011 service credit by the total service credit at retirement multiplied by 3%. Plan members initially enrolled on or after July 1, 2011, will not have a cost-of-living adjustment after retirement.

Contributions – The Florida Legislature establishes contribution rates for participating employers and employees. Contribution rates during the current fiscal year were as follows:

	Percent of Gross Salary October 1, 2024 to June 30, 2025		Percent of Gross Salary July 1, 2025 to September 30, 2025	
Class	Employee	Employer (1)	Employee	Employer (1)
FRS, Regular	3.00	13.63	3.00	14.03
FRS, Elected Officials	3.00	58.68	3.00	54.57
FRS, Senior Management Service Class	3.00	34.52	3.00	33.24
DROP, Applicable to all members in the above classes	0.00	21.13	0.00	22.02

(1) Employer rates include a postemployment HIS contribution rate of 2% for October 1, 2024 to September 30, 2025, and administrative costs of .06% for the Investment plan through September 30, 2025.

The District's contributions to the Plan totaled $260,556 for the fiscal year ended September 30, 2025. This excludes the HIS defined benefit pension plan contributions.

NOTE 8 – FLORIDA RETIREMENT SYSTEM (FRS) (Continued)

FRS Pension Plan (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – At September 30, 2025, the District reported a liability of $1,583,406 for its proportionate share of the Plan's net pension liability. The net pension liability was measured as of June 30, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2025. The District's proportionate share of the net pension liability was based on the District's contributions for the year ended June 30, 2025 relative to the contributions made during the year ended June 30, 2025 of all participating members. At June 30, 2025, the District's proportionate share was .0051%, an increase of .0003% from its proportionate share measured as of June 30, 2024.

For the fiscal year ended September 30, 2025, the District recognized pension expense of $248,894 related to the Pension Plan. In addition, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 169,124	$ -
Change of assumptions	183,875	-
Net difference between projected and actual earnings on FRS pension plan investments	-	(264,366)
Changes in proportion and differences between the District's FRS contributions and proportionate share of FRS contributions	178,905	-
District FRS contributions subsequent to the measurement date	69,405	-
Total	$ 601,309	$ (264,366)

The deferred outflows of resources related to pensions, totaling $69,405, resulting from District contributions to the Plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending September 30:	Amount
2026	$ 335,084
2027	4,133
2028	(34,615)
2029	(37,064)
2030	-
Total	$ 267,538

Actuarial Assumptions – The total pension liability in the July 1, 2025 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.40%
Salary increases	3.50%, average, including inflation
Discount rate	6.70%

Mortality rates were based on the PUB-2010 base table which varies by member category and sex, projected generationally with Scale MP-2021. The actuarial assumptions used in the July 1, 2025, valuation were based on the results of an actuarial experience study for the period July 1, 2018, through June 30, 2023.

NOTE 8 – FLORIDA RETIREMENT SYSTEM (FRS) (Continued)

FRS Pension Plan (Continued)

The long-term expected rate of return on pension plan investments was not based on historical returns, but instead is based on a forward-looking capital market economic model. The allocation policy's description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions, and includes an adjustment for the inflation assumption. The target allocation and best estimates of arithmetic and geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation (1)	Annual Arithmetic Return	Geometric Return	Standard Deviation
Cash	1.0%	3.2%	3.2%	1.1%
Fixed income	29.0%	5.5%	5.4%	4.0%
Global equity	45.0%	8.5%	6.9%	18.3%
Real estate (property)	12.0%	8.4%	7.1%	16.8%
Private equity	11.0%	12.4%	8.8%	28.4%
Strategic investments	2.0%	6.5%	6.1%	8.7%
Total	100.0%			
Assumed inflation - mean			2.4%	1.5%

(1) As outlined in the Plan's investment policy

Discount Rate – The discount rate used to measure the total pension liability was 6.7 percent. The Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate – The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 6.7%, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.7%) or 1-percentage-point higher (7.7%) than the current rate:

	1% Decrease	Current Discount Rate Assumption	1% Increase
	5.70%	6.70%	7.70%
Net Pension Liability	$ 3,107,409	$ 1,583,406	$ 305,703

Pension Plan Fiduciary Net Position – Detailed information about the Plan's fiduciary net position is available in the FRS Pension Plan and Other State Administered Systems Comprehensive Annual Financial Report.

HIS Pension Plan

Plan Description – The HIS Pension Plan (HIS Plan) is a cost-sharing multiple-employer defined benefit pension plan established under section 112.363, Florida Statutes, and may be amended by the Florida Legislature at any time. The benefit is a monthly payment to assist retirees of State-administered retirement systems in paying their health insurance costs and is administered by the Division of Retirement within the Florida Department of Management Services.

Benefits Provided – In general, eligible retirees and beneficiaries receive a monthly HIS payment of $7.50 for each year of creditable service completed at the time of retirement, with a minimum HIS payment of $45 and a maximum HIS payment of $225 per month, pursuant to Section 112.363, Florida Statutes. To be eligible to receive a HIS Plan benefit, a retiree under a State-administered retirement system must provide proof of health insurance coverage, which may include Medicare.

NOTE 8 – FLORIDA RETIREMENT SYSTEM (FRS) (Continued)

HIS Pension Plan (Continued)

Contributions – The HIS Plan is funded by required contributions from FRS participating employers as set by the Florida Legislature. Employer contributions are a percentage of gross compensation for all active FRS members. For the fiscal year ended September 30, 2025, the contribution rate was 2% from October 1, 2024 to September 30, 2025, pursuant to section 112.363, Florida Statutes. The District contributed 100 percent of its statutorily required contributions for the current and preceding three years. HIS Plan contributions are deposited in a separate trust fund from which payments are authorized. HIS Plan benefits are not guaranteed and are subject to annual legislative appropriation. In the event the legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or canceled.

The District's contributions to the HIS Plan totaled $61,443 (including investment plan), for the fiscal year ended September 30, 2025.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – At September 30, 2025, the District reported a net pension liability of $893,945 for its proportionate share of the HIS Plan's net pension liability. The net pension liability was measured as of June 30, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2024. The District's proportionate share of the net pension liability was based on the year ended June 30, 2025 contributions relative to the year ended June 30, 2025 contributions of all participating members. At June 30, 2025, the District's proportionate share was .0070%, an increase of .0008% compared to its proportionate share measured as of June 30, 2024.

For the fiscal year ended September 30, 2025, the District recognized pension expense of $47,230 related to the HIS Plan. In addition, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 5,336	$ (1,418)
Change of assumptions	7,913	(216,223)
Net difference between projected and actual earnings on FRS pension plan investments	-	(744)
Changes in proportion and differences between the District's FRS contributions and proportionate share of FRS contributions	183,970	(756)
District's FRS contributions subsequent to the measurement date	14,270	-
Total	$ 211,489	$ (219,141)

NOTE 8 – FLORIDA RETIREMENT SYSTEM (FRS) (Continued)

HIS Pension Plan (Continued)

The deferred outflows of resources related to pensions, totaling $14,270, resulting from District contributions to the HIS Plan subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending September 30:	Amount
2026	$ 476
2027	(10,259)
2028	(6,102)
2029	(3,390)
2030	(2,647)
Thereafter	-
Total	$ (21,922)

Actuarial Assumptions – The total pension liability in the July 1, 2024 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.40%
Salary increases	3.50%, average, including inflation
Discount rate	5.20%

Mortality rates were based on the PUB-2010 base table which varies by member category and sex, projected generationally with Scale MP-2021. The actuarial assumptions used in the July 1, 2024, valuation were based on the results of an actuarial experience study for the period July 1, 2018, through June 30, 2023.

Discount Rate – The discount rate used to measure the total pension liability was 5.20%. In general, the discount rate for calculating the total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the projected depletion date. Because the HIS benefit is essentially funded on a pay-as-you-go basis, the depletion date is considered to be immediate, and the single equivalent discount rate is equal to the municipal bond rate selected by the HIS Plan sponsor. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate – The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 5.20%, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (4.20%) or 1-percentage-point higher (6.20%) than the current rate:

	1% Decrease	Current Discount Rate Assumption	1% Increase
	4.20%	5.20%	6.20%
Net Pension Liability	$ 1,008,068	$ 893,945	$ 798,234

Pension Plan Fiduciary Net Position – Detailed information about the HIS Plan's fiduciary net position is available in the FRS Pension Plan and Other State Administered Systems Comprehensive Annual Financial Report.

NOTE 8 – FLORIDA RETIREMENT SYSTEM (FRS) (Continued)

FRS – Defined Contribution Pension Plan

The District contributes to the FRS Investment Plan (Investment Plan), a defined contribution pension plan, for its eligible employees electing to participate in the Investment Plan. The Investment Plan is administered by the SBA, and is reported in the SBA's annual financial statements and in the State of Florida Comprehensive Annual Financial Report. Service retirement benefits are based upon the value of the member's account upon retirement.

As provided in Section 121.4501, Florida Statutes, eligible FRS members may elect to participate in the Investment Plan in lieu of the FRS defined-benefit plan. District employees participating in DROP are not eligible to participate in the Investment Plan. Employer and employee contributions, including amounts contributed to individual member's accounts, are defined by law, but the ultimate benefit depends in part on the performance of investment funds. Benefit terms, including contribution requirements, for the Investment Plan are established and may be amended by the Florida Legislature. The Investment Plan is funded with the same employer and employee contribution rates that are based on salary and membership class (Regular Class, Elected Local Officers, etc.), as the FRS defined benefit plan. Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices.

Allocations to the investment member's accounts during the current fiscal year were as follows:

Class	Percent of Gross Salary October 1, 2024 to September 30, 2025
FRS, Regular	8.30%
FRS, Elected Officials	13.34%
FRS, Senior Management Service Class	9.67%

For all membership classes, employees are immediately vested in their own contributions and are vested after one year of service for employer contributions and investment earnings. If an accumulated benefit obligation for service credit originally earned under the FRS Pension Plan is transferred to the Investment Plan, the member must have the years of service required for FRS Pension Plan vesting (including the service credit represented by the transferred funds) to be vested for these funds and the earnings on the funds. Nonvested employer contributions are placed in a suspense account for up to five years. If the employee returns to FRS covered employment within the five year period, the employee will regain control over their account. If the employee does not return within the five year period, the employee will forfeit the accumulated account balance. Costs of administering the Investment Plan, including the FRS Financial Guidance Program, are funded through an employer contribution of 0.06 percent of payroll and by forfeited benefits of Investment Plan members.

After termination and applying to receive benefits, the member may rollover vested funds to another qualified plan, structure a periodic payment under the Investment Plan, receive a lump-sum distribution, leave the funds invested for future distribution, or any combination of these options. Disability coverage is provided; the member may either transfer the account balance to the FRS Pension Plan when approved for disability retirement to receive guaranteed lifetime monthly benefits under the FRS Pension Plan, or remain in the Investment Plan and rely upon that account balance for retirement income.

The District's Investment Plan pension expense totaled $145,469 for the fiscal year ended September 30, 2025.

NOTE 9 – DEFINED CONTRIBUTION PLAN AND OTHER-EMPLOYEE BENEFIT PLAN

Deferred Compensation Plan

The District has created a deferred compensation plan which is available to all employees in accordance with Internal Revenue Code 457. The plan is administered by independent plan administrators through applicable service agreements. Various options are available for all District employees.

Certain provisions of the Small Business Job Protection Act of 1996 affect Internal Revenue Code Section 457 plans by eliminating the requirement that Section 457 plan assets remain assets of the sponsoring government. The Act now requires that amounts deferred under Section 457 be held in trust for the exclusive benefit of participating employees and not be accessible by the government or its creditors. The trust assets and liabilities are not reflected in these financial statements.

Contributions to the plan included elective contributions by the employee. The District matches up to 5% of the Executive Director's contributions. The employer contribution to the plan for the fiscal year ended September 30, 2025 was $10,053. The employee contributions to the plan for the fiscal year ended September 30, 2025 were $117,849. At September 30, 2025 there were 56 participants. The District has reserved the right to amend all plan provisions.

Other Employee Benefit Plan

The District provides employee health and wellness care on a reimbursement basis at one hundred percent for permanent full-time employees up to $2,100 and for part-time employees up to $1,500. The maximum accumulation for three years is $6,300. No benefits are available or paid at termination. The plan is unfunded and is reported as an expense/expenditure when reimbursement is made.

NOTE 10 - OTHER POSTEMPLOYMENT BENEFITS (OPEB)

Plan Description

In addition to providing the pension and other benefits previously described, the District provides postemployment healthcare, and life insurance (OPEB) to eligible retired individuals. Eligible individuals include all regular employees of the Pasco County Mosquito Control District who retire from active service. Under certain conditions, eligible individuals for healthcare coverage also include spouses and dependent children.

Benefits Provided

Eligible individuals may choose healthcare coverage under a health maintenance organization (HMO) plan or under a point-of-service plan (POS).

Retirees must pay the excess of a monthly premium as determined by the insurance carrier over any applicable subsidy that is provided by the District. The premium varies depending on whether the retiree elects coverage under the HMO or POS plan and whether the retiree elects single, single plus spouse, single plus children, or family coverage.

The District subsidizes 100% of the cost of retiree health insurance for those retirees who have earned at least 10 years of service (15 years of service if hired after July 9, 2007) between age 62 and Medicare eligibility provided that the individual has been covered under the District's health insurance plan since termination of employment.

Funding

Funding is "pay-as-you-go" with the District funding 100% for the employee after reaching the age of 62 until eligible for Medicare coverage. Full-time employees who elect to take early retirement from the District prior to age 62 have the option to continue their health insurance through the District at their own expense. The retired employee may opt to continue paying the full cost of any dependent coverage.

The Plan does not issue a separate financial report.

NOTE 10 - OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

Membership

At September 30, 2025, the following employees were covered by benefit terms:

Inactive employees or beneficiaries currently receiving benefits	7
Active employees	47
	54

Actuarial Methods and Assumptions

The assumptions used in the actuarial valuation report are based on the Alternative Measurement Method assumptions and methods under GASB 75. The net OPEB liability at September 30, 2025 was determined using the following actuarial assumptions:

Valuation date	September 30, 2023
Measurement date	September 30, 2024
Reporting date	September 30, 2025
Actuarial cost method	Entry age normal (level % of pay)
Amortization method	Straight-line over a closed 5-year period
Inflation	2.50%
Healthcare cost trend rates	6.8% for FY 2023, gradually decreasing to 3.9% for the years FY 2076 and later. Dental and vision premiums are assumed to increase 3.25% and 2% annually, respectively
Salary increases	3.25% per annum
Discount rate	3.81% (based on 20-year municipal bond rates as of the current measurement date)
Long-term investment rate of return	3.25%
Retirement age	Latest of age 63, plan eligibility or current age.
Mortality	Rates w ere based on the Generational RP-2000 w ith Projection Scale BB tables.
Coverage election	100% of the future retirees eligible for District premium subsidy and 0% of the future retirees not eligible for a District premium subsidy are assumed to elect coverage at retirement, continue until the District subsidy expires and then w aive coverage. Employees currently w aiving coverage are assumed to w aive coverage at retirement. Future retirees electing coverage at retirement are assumed to cover their spouse, if their spouse currently has coverage. 100% of current retirees are assumed to continue their current single or family coverage until the District subsidy expires and then w aive coverage.
Funding Policy	Pay-as-you-go-method w ith the District funding 100% for the employee after reaching the age of 62 until eligible for Medicare coverage.
Assumption changes	The discount rate w as changed from 4.63% based on the Fidelity 20-Year Municipal GO AA Index to 3.81% based on the Bond Buyer 20-Bond GO Index.

Discount Rate

Given the District's decision not to fund the program, all future benefit payments were discounted using 20-year general obligation bond (GO bond) rates. The discount rate assumption for disclosure purposes for the fiscal year 2025 is 3.81%, the Bond Buyer 20-Bond GO index as of 9/30/2024. The rate at the beginning of the year was 4.63%, the Fidelity 20-Year Municipal GO AA Index as of 9/30/23.

NOTE 10 - OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

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%)
Net OPEB liability/(asset)	$ 486,814	$ 434,477	$ 389,849

Sensitivity of the Net OPEB Liability to the Changes in the 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 or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease in Trend Rates	Current Healthcare Cost Trend Rates	1% Increase in Trend Rates
Net OPEB liability/(asset)	$ 398,518	$ 434,477	$ 479,348

NOTE 11 – RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, and natural disasters. The District has obtained commercial insurance from independent third parties to mitigate the costs of these risks, except for four aircraft which are partially self-insured for in-flight coverage. Three of the District's aircraft include in-flight and all aircraft have physical damage coverage.

NOTE 12 – SUBSEQUENT EVENTS

The District's management has evaluated events and transactions for potential recognition or disclosure through July 14, 2026, the date the financial statements were available to be issued.

During the current fiscal year, the District was compelled to cancel plans for a centrally located operational campus. As a result, the District deemed the property for the project as surplus and halted further development. Subsequent to the end of the current fiscal year, the District entered into an agreement to sell the property for $3.85 million that it bought in August of 2021 for $2.16 million.

PASCO COUNTY MOSQUITO CONTROL DISTRICT
ODESSA, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL – GENERAL FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget - Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Ad valorem taxes	$ 11,568,987	$ 11,748,987	$ 11,807,297	$ 58,310
Grant revenue	-	441,892	439,876	(2,016)
Interest income	380,000	530,000	561,619	31,619
Miscellaneous income	49,200	173,200	115,068	(58,132)
Total revenues	11,998,187	12,894,079	12,923,860	29,781
EXPENDITURES				
Current:				
Human services - mosquito control				
Personnel services	4,947,242	4,947,242	4,855,152	92,090
Operating expenditures	5,611,442	6,127,234	5,049,582	1,077,652
Debt service				
Principal	1,178,820	780,468	785,951	(5,483)
Interest	1,424,952	84,000	78,512	5,488
Capital outlay	8,392,530	11,027,182	871,860	10,155,322
Total expenditures	21,554,986	22,966,126	11,641,057	11,325,069
Excess (deficiency) of revenues over (under) expenditures	(9,556,799)	(10,072,047)	1,282,803	11,354,850
OTHER FINANCING SOURCES				
Use of fund balance	9,556,799	10,072,047	-	(10,072,047)
Total other financing sources	9,556,799	10,072,047	-	(10,072,047)
Net change in fund balance	$ -	$ -	1,282,803	$ 1,282,803
Fund balance - beginning			11,610,094	
Fund balance - ending			$ 12,892,897	

See notes to required supplementary information

PASCO COUNTY MOSQUITO CONTROL DISTRICT
ODESSA, FLORIDA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

An operating budget was adopted and maintained by the governing board for the District pursuant to the requirements of Florida Statutes. The budget is adopted using the same basis of accounting that is used in preparation of the fund financial statements.

The legal level of budgetary control, the level at which expenditures may not exceed budget, is in the aggregate. Any budget amendments that increase the aggregate budgeted appropriations must be approved by the Board of Commissioners. The general fund budget for the fiscal year ended September 30, 2025 was amended to increase revenues by $895,892 and increase appropriations by $1,411,140. Actual general fund expenditures did not exceed appropriations for the fiscal year ended September 30, 2025.

PASCO COUNTY MOSQUITO CONTROL DISTRICT
ODESSA, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE DISTRICT'S NET OPEB LIABILITY AND RELATED RATIOS
LAST TEN FISCAL YEARS[1]

	2025	2024	2023	2022
Total OPEB liability				
Service Cost	$ 36,420	$ 30,518	$ 44,159	$ 39,246
Interest	17,167	19,836	13,258	15,031
Differences between expected and actual experience (2)	23,444	(115,154)	(1,525)	134,906
Changes of assumptions	37,103	286	(129,753)	(106,602)
Benefit payments (3)	(28,014)	(14,844)	(119,316)	(92,237)
Net change in total OPEB liability	$ 86,120	$ (79,358)	(193,177)	(9,656)
Total OPEB liability - beginning	348,357	427,715	620,892	630,548
Total OPEB liability - ending (a)	$ 434,477	$ 348,357	$ 427,715	$ 620,892
Plan fiduciary net position				
Net change in plan fiduciary net position	$ -	$ -	$ -	$ -
Plan fiduciary net position - beginning	-	-	-	-
Plan fiduciary net position - ending (b)	$ -	$ -	$ -	$ -
District's net OPEB liability - ending (a) - (b)	$ 434,477	$ 348,357	$ 427,715	$ 620,892
Plan fiduciary net position as a percentage of the total OPEB liability	0.0%	0.0%	0.0%	0.0%
Covered payroll	2,826,397	2,514,015	1,859,909	1,895,436
District's net OPEB liability as a percentage of covered payroll	15.4%	13.9%	23.0%	32.8%

(1) GASB 75 requires information for 10 years. However, until a full ten-year trend is compiled, information will be presented for only those years which information is available.

(2) Due to the difference between expected and actual benefit payments during the measurement period ending 09/30/2024.

(3) Benefit payments equal $25,069 explicit subsidy payments to retirees ($23,441 for reimbursement of retiree life insurance premiums prior to the fiscal year ending 9/30/2024 and $1,628 for reimbursement of retiree life insurance premiums for the fiscal year ending 9/30/2024) and $2,945 implicit subsidy costs incurred during the measurement period ending 9/30/2024.

PASCO COUNTY MOSQUITO CONTROL DISTRICT
ODESSA, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
FLORIDA RETIREMENT SYSTEM PENSION LIABILITY
SEPTEMBER 30, 2025

Schedule of the District's Proportionate Share of the Net Pension Liability -
Florida Retirement System Pension Plan
Last 10 Years (1)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
District's proportion of the FRS net pension liability	0.0051%	0.0048%	0.0046%	0.0044%	0.0041%	0.0036%	0.0036%	0.0038%	0.0046%	0.0049%
District's proportionate share of the FRS net pension liability	1,583,406	1,857,950	1,851,770	1,639,637	311,418	1,542,061	1,225,044	1,151,494	1,347,678	1,231,776
District's covered payroll	1,913,435	2,822,788	2,332,475	2,042,673	1,921,575	1,817,798	1,664,978	1,687,176	1,746,637	1,728,334
District's proportionate share of the FRS net pension liability as a percentage of its covered payroll	82.75%	65.82%	79.39%	80.27%	16.21%	84.83%	73.58%	68.25%	77.16%	71.27%
FRS plan fiduciary net position as a percentage of the total pension liability	87.26%	83.70%	82.38%	82.89%	96.40%	78.85%	82.61%	84.26%	83.89%	84.88%

Schedule of the District's Proportionate Share of the Net Pension Liability -
Health Insurance Subsidy Pension Plan
Last 10 Years (1)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
District's proportion of the HIS net pension liability	0.0070%	0.0062%	0.0058%	0.0055%	0.0052%	0.0050%	0.0050%	0.0052%	0.0054%	0.0057%
District's proportionate share of the HIS net pension liability	893,945	924,242	928,582	582,532	640,589	615,114	557,605	555,220	575,647	662,422
District's covered payroll	1,913,435	2,822,788	2,332,475	2,042,673	1,921,575	1,817,798	1,664,978	1,687,176	1,746,637	1,728,334
District's proportionate share of the HIS net pension liability as a percentage of its covered payroll	46.72%	32.74%	39.81%	28.52%	33.34%	33.84%	33.49%	32.91%	32.96%	38.33%
HIS plan fiduciary net position as a percentage of the total pension liability	6.36%	4.80%	4.12%	4.81%	3.56%	3.00%	2.63%	2.15%	1.64%	0.97%

(1) The amounts presented for each year were determined as of the measurement date, June 30.

PASCO COUNTY MOSQUITO CONTROL DISTRICT
ODESSA, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
FLORIDA RETIREMENT SYSTEM CONTRIBUTION SCHEDULES
SEPTEMBER 30, 2025

Schedule of the District Contributions -
Florida Retirement System Pension Plan
Last 10 Fiscal Years (1)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Contractually required FRS contribution	$ 297,509	$ 271,965	$ 223,561	$ 188,041	$ 157,055	$ 118,214	$ 110,298	$ 108,951	$ 118,608	$ 118,965
FRS contributions in relation to the contractually required contribution	(297,509)	(271,965)	(223,561)	(188,041)	(157,055)	(118,214)	(110,298)	(108,951)	(118,608)	(118,965)
FRS contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
District's covered payroll	$1,847,681	$2,822,788	$2,332,475	$2,042,673	$1,921,575	$1,817,798	$1,664,978	$1,687,176	$1,746,637	$1,728,334
FRS contributions as a percentage of covered payroll	16.10%	9.63%	9.58%	9.21%	8.17%	6.50%	6.62%	6.46%	6.79%	6.88%

Schedule of the District Contributions -
Health Insurance Subsidy Pension Plan
Last 10 Fiscal Years (1)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Contractually required HIS contribution	$ 55,430	$ 52,163	$ 38,463	$ 33,279	$ 30,697	$ 29,031	$ 27,673	$ 28,448	$ 28,492	$ 29,133
HIS contributions in relation to the contractually required contribution	(55,430)	(52,163)	(38,463)	(33,279)	(30,697)	(29,031)	(27,673)	(28,448)	(28,492)	(29,133)
HIS contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
District's covered payroll	$1,847,681	$2,822,788	$2,332,475	$2,042,673	$1,921,575	$1,817,798	$1,664,978	$1,687,176	$1,746,637	$1,728,334
HIS contributions as a percentage of covered payroll	3.00%	1.85%	1.65%	1.63%	1.60%	1.60%	1.66%	1.69%	1.63%	1.69%

(1) The amounts presented for each year were determined as of September 30.

PASCO COUNTY MOSQUITO CONTROL DISTRICT
ODESSA, FLORIDA
OTHER INFORMATION – DATA ELEMENTS
REQUIRED BY FL STATUTE 218.39(3)(C)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025
UNAUDITED

Element	Comments
Number of District employees compensated in the last pay period of the District's fiscal year being reported.	59
Number of independent contractors compensated to w hom nonemployee compensation w as paid in the last month of the District's fiscal year being reported.	0
Employee compensation	$3,130,809
Independent contractor compensation in the last month of the fiscal year	$0
Construction projects to begin on or after October 1; ($65K)	not applicable
Budget variance report	See page 31 of annual financial report
Ad Valorem taxes;	
Millage rate	0.2242 mills
Ad valorem taxes collected	$11,807,297
Outstanding Bonds:	Not applicable
Non ad valorem special assessments;	Not applicable

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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*

To the Board of Commissioners
Pasco County Mosquito Control District
Odessa, 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 financial statements of the governmental activities and the major fund of Pasco County Mosquito Control District, Odessa, 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 July 14, 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

July 14, 2026

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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

To the Board of Commissioners
Pasco County Mosquito Control District
Odessa, Florida

We have examined Pasco County Mosquito Control District, Odessa, Florida, (the "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 the District's compliance with those requirements. Our responsibility is to express an opinion on the 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.

We are required to be independent and to meet our other ethical responsibilities in accordance with relevant ethical requirements relating to the examination engagement.

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 Pasco County Mosquito Control District, Odessa, Florida and is not intended to be and should not be used by anyone other than these specified parties.

Grau & Associates

July 14, 2026

Grau & Associates
CERTIFIED PUBLIC ACCOUNTANTS

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

To the Board of Commissioners
Pasco County Mosquito Control District
Odessa, Florida

Report on the Financial Statements

We have audited the accompanying basic financial statements of Pasco County Mosquito Control District, Odessa, Florida (the "District") as of and for the fiscal year ended September 30, 2025, and have issued our report thereon dated July 14, 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 G*overnment 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 July 14, 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 Pasco County Mosquito Control District, and is not intended to be and should not be used by anyone other than these specified parties.

We wish to thank the District, 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

July 14, 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 any 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 36.