

# ANNUAL COMPREHENSIVE FINANCIAL REPORT

South Seminole & North Orange County Wastewater Transmission Authority

FISCAL YEAR ENDING SEPTEMBER 30, 2025



**SOUTH SEMINOLE AND NORTH ORANGE COUNTY  
WASTEWATER TRANSMISSION AUTHORITY  
ANNUAL COMPREHENSIVE FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025**

**SOUTH SEMINOLE AND NORTH ORANGE COUNTY  
WASTEWATER TRANSMISSION AUTHORITY  
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SEPTEMBER 30, 2025**

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# SOUTH SEMINOLE & NORTH ORANGE COUNTY WASTEWATER TRANSMISSION AUTHORITY

410 Lake Howell Road Maitland, FL 32751-5907 [director@ssnoewta.com](mailto:director@ssnoewta.com) (407) 628-3419

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March 5, 2026

Authority Board Members  
South Seminole and North Orange County  
Wastewater Transmission Authority

Dear Authority Board Members:

The Annual Comprehensive Financial Report of the South Seminole and North Orange County Wastewater Transmission Authority (Authority) for the year ended September 30, 2025, is hereby submitted. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the Authority. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner that presents fairly the financial position and results of operations of the South Seminole and North Orange County Wastewater Transmission Authority. Disclosures necessary to enable the reader to gain an understanding of the South Seminole and North Orange County Wastewater Transmission Authority's financial activities have been included.

Generally accepted accounting principles (GAAP) require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The Authority's MD&A can be found immediately following the report of the independent auditors.

**Reporting Entity Definition:** The Authority, in determining the entity to be reported on, used the Governmental Accounting Standards Board (GASB) Statement No. 14, The Financial Reporting Entity, as amended. The financial reporting entity consists of the primary government, organizations for which the primary government is financially accountable, and other organizations for which the nature and significance of their relationship with their primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The Authority has no component units.

**Governmental Structure:** The South Seminole and North Orange County Wastewater Transmission Authority was created by an Act of Florida Legislature in 1978 as a separate local agency of the government with powers designed to meet the particular needs of the area in relationship to transmission of wastewater to a regional sewage treatment plant (Iron Bridge Treatment Facility).

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The Authority, an Independent Special District, encompasses a service area of approximately sixty-eight (68) square miles. It owns and operates an untreated wastewater transmission system located in portions of Seminole County, Orange County, and the Cities of Casselberry, Winter Park, and Maitland. The Authority provides such services to portions of unincorporated Seminole County and the Cities of Maitland, Casselberry, and Winter Park. Until June 29, 2021, the Authority could have provided service to the City of Winter Springs. However, in that year, the Florida Legislature amended the Enabling Act and Winter Springs is no longer a member/customer of the Authority as it has its own wastewater system.

Design work for the Authority began in the spring of 1979. Construction grants were obtained from the Environmental Protection Agency (EPA), and Bond Anticipation Notes were issued during 1981 in the amount of \$7,000,000. Construction on the system began in February 1982. Initial flows into the system were begun in February 1983 and the total system completed in the fall of 1983. The Bond Anticipation Notes issued in December 1981 were replaced by Sewer Revenue Bonds in December 1983 and replaced at lower interest rates with bond issues in 1986 and 1993. EPA grants in the amount of \$8,876,992 had been received by September 30, 1984. Upon the pay-off of the 1993 Sewer Revenue Bonds, new bonds were issued in the amount of \$8,515,000 to fund Phase I of the Master Plan-Capital Improvement Projects (CIP).

The facilities owned by the Authority within the service area include thirty-four (34) pump stations and approximately thirty-eight (38) miles of force mains ranging in size from eight inch (8") to thirty-six inch (36") diameters. The Authority also owns a section of forty-two inch (42") and forty-eight inch (48") diameter gravity sewer lines for use in emergency and high flow situations. All of the Authority's flow ultimately discharges into the City of Orlando's eighty-four inch (84") diameter gravity sewer for the final leg of transmission to and treatment at the City of Orlando's Iron Bridge Regional Water Reclamation Facility. The Authority's present committed flow through the system is 13.203 million gallons per day (MGD).

The Cities of Maitland, Casselberry, Winter Park, and Seminole County are entitled to representation on the governing board. Each governmental entity appoints one member and one alternate member. The alternate member is authorized by each respective entity to act in all matters for the member during the absence of the member at any duly authorized board meeting. The term of office is four (4) alternating years terminating in successive years on September 30.

The Legislative Act creates a 100-vote basis for conducting business with the first fifty (50) votes divided equally among board members and the remaining fifty (50) votes divided in proportion to the committed capacity for each governmental entity.

The Authority Board Members have the power to represent the Authority and have the exclusive responsibility and power to adopt the annual budget for the operation of the Authority. The Authority does not have the power to levy taxes but receives all revenues from its member entities through Interlocal Agreements.

The Authority has one (1) employee (Executive Director). Duties other than administrative are provided by service contracts. The legal firm of Garganese, Weiss, D'Agresta & Salzman, P.A. is the Authority's Attorneys (represented by the same firm since 1990) and the firm of CHA Consulting (formerly Reiss Engineering) is the Authority's Consulting Engineer. Lombardo Spradley & Klein, CPAs provide accounting services.

## **OPERATIONAL OUTLOOK**

In order to ensure the viability and the financial integrity of the Authority's System, the Act gives the Authority the power to compel all retail sewage collection within its legislated boundaries to utilize its facilities. The Act further gives the Authority the ability to compel by legal proceedings payment by for among other things, the Authority's operation, maintenance and debt service expenses.

Each member entity (customer) of the Authority has executed with the City of Orlando, Uniform Intergovernmental Agreements, whereby Orlando agrees to treat, at the City of Orlando's Iron Bridge Facility, a certain volume of sewage (committed capacity) generated within each customer's service area. The Authority's user charge system, which has been formalized through Uniform Interlocal Agreements (recently amended and restated) executed between the Authority and each one of its member entities, states that each customer will be billed monthly for its pro rata share of 100% of the Authority's operation, maintenance and depreciation expenses and 110% of the debt service expense of the bond based solely upon its committed flow. Member entities are charged penalties when total committed capacity is exceeded.

With the exception of initial construction in 1982 and 1983 and two State Tribal Assistance Grants in the amounts of \$144,300 (2004) and \$485,000 (2012-2013) from the Environmental Protection Agency, the Authority has not received any Federal or State funding.

**Local Economy:** The area's major industries include Leisure & Hospitality, Professional & Business Services, Retail, and Education & Health. The area's labor force has increased and unemployment rates have remained low. Central Florida is expected to continue to outperform the national economy in the coming year, but at a slower rate. Higher interest rates, a tight housing market and staffing challenges are affecting businesses throughout the area.

**Long Term Financial Planning:** Funding for identified projects is addressed through the existing rate structure which includes a depreciation component. This growth element is reviewed and adjusted as needed. This component is offset according to the required increase in debt service for project funding.

**Major Initiatives for the Year:** The Authority, by virtue of the Act, is to maintain the system and all components in good condition and operate the same in an economical and efficient manner and does so by making proper expenditures for equipment, repairs and replacements.

The following is a summary of significant accomplishments and project related activities and expenses made by the Authority during the fiscal year:

Since the majority of the Authority's facilities were constructed in the 1970s and 1980s, these original facilities are approaching the end of their useful lives requiring extensive maintenance or have limited capacities. Improvements to the Authority's pumping stations were identified through facility inspections, discussions with the operation and maintenance personnel of the entities and through hydraulic analyses performed via computer modeling. The Authority is presently in the engineering/design/construction phase for major system replacements, and force main relocations. All design flows and criteria for the Authority's system are updated as system changes occur and compared with the calibrated hydraulic model to identify potential capacity and operational issues. Additionally periodic systematic pipe testing is conducted as emphasized in the original Hydraulic Analysis as a proactive approach to identify, maintain, and replace components of the systems before reaching critical stage.

The engineering firm continued with the engineering and design and coordinating the scheduling of the contractors for the upcoming projects in the Capital Improvement Plan, including lift station renovations and additional replacement of pipe segments that have been identified as reaching the end of their useful life. The Authority now has seven pre-qualified contractors to perform "on call" pump station and pipeline system work.

The authority spent \$1,664,552 during the year on various improvements and continued its efforts to obtain additional financing for the capital improvement projects in the Capital Improvement Plan.

#### ◆ **Air Release Valve Maintenance Program**

A maintenance program is in effect with a service provider to clean, inspect and maintain the one hundred twenty-two (122) valves located throughout the Authority's system. This extends the life of the pipe and pumps through the evacuation of hydrogen sulfide gases and trapped air.

#### ◆ **Manifolded Transmission System**

This system allows directional flow options from multiple pump stations which permits intermittent low flow lines to be flushed and cleaned, reducing the maintenance requirements due to septic conditions. Additionally, it serves as a back-up alternative during emergencies, routine maintenance, and would also allow flows to be diverted to or from the City of Casselberry's Water Reclamation Facility. The valves associated with alternate routes were recently mapped. To date there has been over 18,000 linear feet of force main transmission piping replaced as a major effort to increase the useful service life of the piping.

## ◆ Operation and Maintenance Costs

Operation and maintenance rates for the entities remain constant.

## ◆ Future Capacity

Members have completed their review of future capacity needs to assist the City of Orlando in analyzing repair/replacement alternatives as well as future capacity needs for the Iron Bridge Treatment Facility.

**Major Initiatives for the Future:** Roadway widening throughout this rapidly growing area has and will continue to provide an opportunity to improve the system after determining the degree of required line relocation by replacing the affected line with non-corrosive pipe material. Since the Authority System is presently operating at approximately 75% capacity, there are no immediate plans for expanding the system.

Projects and costs contained in the Master Plan (CIP) are annually revisited. Major factors for consideration are as follows:

- Age of infrastructure.
- Potential adverse environmental impacts from damage or failure of components of the infrastructure.
- Operating flexibility and improved emergency response time, which minimizes costs of repairs and replacement.
- Developing alternative funding sources for the Master Plan (CIP) Phase II and Phase III.

These factors translate into constant monitoring of the infrastructure to modify the Master Plan as necessary to assure a system that will be effective, efficient, and economical.

## FINANCIAL OUTLOOK

**Depreciation Reserve Fund:** The Depreciation Reserve Fund was established to provide for system relocation costs and other capital improvements to the system. It is funded through a depreciation rate component, dedicated interest earnings, year-end surplus, if any, and monthly excess flow administrative penalty charges. This account is held in the State Board of Administration Local Government Surplus Trust Funds Investment Pool and money market accounts that are insured by federal depository insurance up to \$250,000. Amounts in excess of \$250,000 are fully insured by U.S. Government securities held in the Public Deposit Security Trust Fund maintained and monitored by the Treasurer of the State of Florida. The balance in the Depreciation Reserve Fund on September 30, 2025 was \$10,094,391.

**Internal Accounting Controls:** The Authority's management is responsible for establishing and maintaining internal control designed to ensure that: 1) the assets of the Authority are protected from loss, theft, or misuse; 2) adequate accounting data is compiled to allow for the preparation of financial statements in conformity with U.S. generally accepted accounting principles; and 3) all transactions and activities are properly authorized. The internal

accounting control should provide reasonable, but not absolute, assurance that the objectives are met. The concept of reasonable assurance recognizes that: 1) the cost of a control should not exceed the benefits likely to be derived; and 2) the valuation of costs and benefits requires estimates and judgment by management.

We believe the internal control for functions adequately safeguards assets, provides reasonable assurance of proper recording of financial transactions, and provides for proper authorization of all transactions and activities.

During the year, monthly budgetary reports showing budget and actual revenue and expenses are reviewed by management and made available to the Authority Board. Additionally, the Authority has an independent accounting firm perform the day-to-day bookkeeping and accounting services.

### **Relevant Financial Policies:**

The Authority is aware of a number of pronouncements issued by the Governmental Accounting Standards Board (GASB) that are effective for this year; and the Authority implemented GASB Statement No. 101 “Compensated Absences”. There were no changes in any accounting policies (see Note 13 to the financial statements).

### **OTHER INFORMATION**

**Independent Audit:** The Enabling Legislative Act and Florida State Statutes require an annual audit made by independent certified public accountants. The accounting firm of James Moore and Co. was selected by the Authority to audit the 2025 financial statements. The auditors’ report on the basic financial statements is included in the financial section of this report.

**Submittal for Award:** The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to South Seminole and North Orange County Wastewater Transmission Authority, Maitland, Florida, for its Annual Comprehensive Financial Report (ACFR) for the Fiscal Year ended September 30, 2024; this is the twenty-eighth time the Authority has received the Certificate. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports. In order to be awarded a Certificate of Achievement for Excellence in Financial Reporting, a government unit must publish an easily readable and efficiently organized Annual Comprehensive Financial Report (ACFR), whose contents conform to program standards. Such ACFR must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only.

We believe our current report conforms to the Certificate of Achievement program requirements and we are submitting it to the Government Finance Officers Association (GFOA) for acceptance.

## ACKNOWLEDGMENTS

The preparation of the Annual Comprehensive Financial Report on a timely basis would not have been possible without the dedicated service of Lombardo Spradley & Klein CPAs, the contract accountants, and James Moore & Co, the Authority's Auditors for their contribution to the excellence of this report.

Annual Financial reports are a permanent historical record of the South Seminole and North Orange County Wastewater Transmission Authority's operation for the general public, member entities, Authority Board Members and management. It is our belief that this is a comprehensive report of financial transactions under the control of the South Seminole and North Orange County Wastewater Transmission Authority and that the following statements present an accurate, informative record of the financial activities of the Authority, and its financial condition on September 30, 2025.

We wish to acknowledge the interest, leadership and support of the Board Members in planning and conducting financial operations in a responsible and progressive manner.

Respectfully submitted,

A handwritten signature in cursive script that reads "David J. Bass".

David J. Bass  
Executive Director



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**South Seminole & North Orange County  
Wastewater Transmission Authority  
Florida**

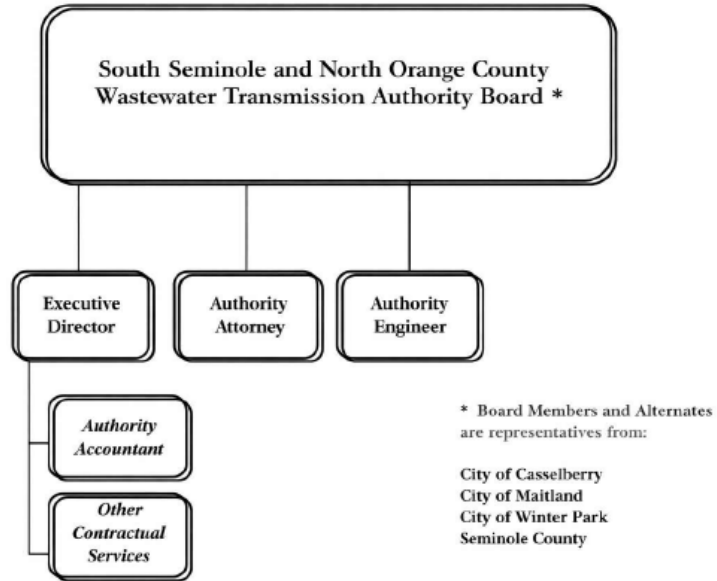
For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

September 30, 2024

*Christopher P. Morill*

Executive Director/CEO

**SOUTH SEMINOLE AND NORTH ORANGE COUNTY  
WASTEWATER TRANSMISSION AUTHORITY  
ORGANIZATIONAL STRUCTURE**



**SOUTH SEMINOLE and NORTH ORANGE COUNTY  
WASTEWATER TRANSMISSION AUTHORITY**

**PRINCIPAL OFFICIALS**

**REPRESENTATIVES**

Mark Reggentin, Chair	City of Casselberry
Michelle del Valle, Vice Chair	City of Winter Park
Matt Baker, Secretary	City of Casselberry
Bob Dallari	Seminole County

**ALTERNATE REPRESENTATIVES**

Kim Tracy	City of Maitland
Tara Lamoureux	City of Casselberry
Randy Knight	City of Winter Park
Johnny Edwards	Seminole County

**ADMINISTRATION**

David Bass	Executive Director
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**CONSULTANTS**

**Accounting Services**  
Lombardo, Spradley & Klein, CPAs

**Legal Counsel**  
Garganese, Weiss, and D'Agresta & Salzman, P. A.

**Engineering**  
CHA Consulting, Inc.

**Auditors**  
James Moore & Co., P.L.

## **INDEPENDENT AUDITORS' REPORT**

To the Board of Directors,  
South Seminole and North Orange County Wastewater Transmission Authority:

### **Report on the Financial Statements**

#### ***Opinion***

We have audited the financial statements of the South Seminole and North Orange County Wastewater Transmission Authority (the Authority), as of and for the year ended September 30, 2025, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the business-type activities of the Authority, as of September 30, 2025, and the changes in financial position and cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinion***

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

#### ***Responsibilities of Management for the Financial Statements***

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 Authority'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.

### ***Auditors' 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 auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and GAS 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 and GAS, 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 Authority'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 Authority'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***

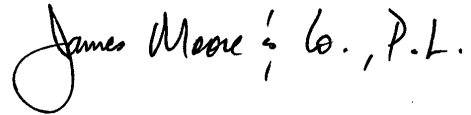
Accounting principles generally accepted in the United States of America require that the management's discussion and analysis be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is 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 Annual Comprehensive Financial Report***

Management is responsible for the other information included in the Annual Comprehensive Financial Report (ACFR). The other information comprises the introductory and statistical sections but does not include the financial statements and our auditors' 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 March 5, 2026, on our consideration of the Authority's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 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 Authority's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "James Moore & Co., P.L.". The signature is written in a cursive style with a large, looped initial "J".

Daytona Beach, Florida  
March 5, 2026

## **Management's Discussion and Analysis**

As financial management of the South Seminole and North Orange County Wastewater Transmission Authority (the "Authority"), we offer readers of the Authority's financial statements this narrative overview and analysis of the financial activities of the Authority for the fiscal year ended September 30, 2025. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal at the front of the report.

### **Financial Highlights**

- Operating income for the Authority was \$1,496,257 for fiscal year 2025. This was an decrease of \$561,773 from the previous year, due primarily to an increase in maintenance and personnel services.
- The Authority's net position increased \$1,845,349 compared to an increase of \$4,345,676 in the prior year due to amounts billed to the members for future capital improvements. The large increase in 2024 reflects a capital contribution of \$1,918,423 in addition to the annual budgeted amounts billed to the members. The term "net position" refers to the difference between assets and liabilities. At the close of fiscal year 2025, the Authority had a net position of \$36,955,863.
- The Authority reported unrestricted net position of \$12,124,260 at the close of fiscal year 2025, an increase of \$262,712 over the September 30, 2024 balance of \$11,861,548.
- The Authority's cash and cash equivalents and investments balance was \$16,927,845 representing a \$852,478 increase from the prior fiscal year due to amounts being accumulated for future capital projects.
- The Authority spent \$1,664,552 for capital improvements in 2025, a decrease from the prior year's \$2,934,581.
- The Authority had total operating revenues of \$4,586,499 and total operating expenses of \$3,090,242 for fiscal year 2025.
- The Authority's outstanding debt is \$7,465,000, a decrease of \$635,000 from the prior fiscal year.

### **Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to the Authority's financial statements. The Authority's financial statements and notes to the financial statements included in this report were prepared in accordance with U.S. generally accepted accounting principles applicable to governmental entities for proprietary fund types.

### **Basic Financial Statements**

The Authority is a special-purpose government consisting only of a proprietary type enterprise fund whose function is to meet the particular need of the area in relationship to wastewater transmission to a regional sewage treatment plant. The basic financial statements are designed to provide readers with a broad overview of the Authority's finances, in a manner similar to a private-sector business. They consist of the statement of net position, the statement of revenues, expenses and changes in net position, and the statement of cash flows.

The statement of net position presents information on all the Authority's assets and liabilities, with the difference between the two reported as net position. Over time increases or decreases in net position may serve as a useful indicator of whether the financial position of the Authority is improving or deteriorating. The statement of revenues, expenses, and changes in net position presents information showing how the Authority's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event occurs, regardless of timing of unrelated cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., depreciation, and earned but unused compensated absences).

## Notes to the Financial Statements

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the basic financial statements.

### Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain supplementary statistical schedules that cover more than one fiscal year that reflect the population of member entities, annual flows, and financial trends of the Authority.

### Financial Analysis

	<u>September 30,</u>	
	<u>2025</u>	<u>2024</u>
ASSETS		
Current and other assets	\$ 16,981,686	\$ 16,117,895
Capital assets, net	<u>30,961,360</u>	<u>30,864,549</u>
<b>Total assets</b>	<u>\$ 47,943,046</u>	<u>\$ 46,982,444</u>
LIABILITIES AND NET POSITION		
<b>Liabilities:</b>		
Current liabilities (Payable from current assets)	3,418,151	268,865
Current liabilities (Payable from restricted assets)	81,291	3,489,161
Long-term liabilities, including current portion	<u>7,487,741</u>	<u>8,113,904</u>
<b>Total liabilities</b>	<u>10,987,183</u>	<u>11,871,930</u>
<b>Net Position:</b>		
Net investment in capital assets	23,496,360	22,171,299
Restricted	1,335,243	1,077,667
Unrestricted	<u>12,124,260</u>	<u>11,861,548</u>
<b>Total net position</b>	<u>\$ 36,955,863</u>	<u>\$ 35,110,514</u>

Assets exceeded liabilities by \$36,955,863. This represents an increase in total assets of \$960,602 (2%), and a decrease in total liabilities of \$884,747 (7.5%) over the previous year. The increase in total assets was primarily due to an increase in cash and cash equivalents. The decrease in total liabilities was primarily due to a decrease in bonds payable. A portion of net position (\$1,335,243) is restricted for debt service.

By far, the largest portion of the Authority's net position (63%) reflects its investment in capital assets (e.g., land, buildings, equipment and system facilities, and construction in progress) less any related debt used to acquire those assets that is still outstanding. The Authority uses these capital assets to operate a wastewater transmission line and consequently, those assets are not available to liquidate liabilities or other spending. Of the \$30,961,360 in capital assets, \$439,088 is construction in progress which includes engineering studies and design work for future pump station renovations, lift station renovations, and line replacements.

## Changes in Net Position

	for the year ended September 30,	
	2025	2024
Revenues:		
Operating revenues	\$ 4,586,499	\$ 4,520,141
Investment income	510,703	623,189
Capital contribution		<u>1,918,423</u>
Total revenue	<u>5,097,202</u>	<u>7,061,753</u>
Expenses:		
Operating expenses	3,090,242	2,462,111
Interest expense	161,611	175,356
Loss on disposal of equipment		<u>78,610</u>
Total expenses	<u>3,251,853</u>	<u>2,716,077</u>
Increase in net position	1,845,349	4,345,676
Beginning net position	<u>35,110,514</u>	<u>30,764,838</u>
Ending net position	<u>\$ 36,955,863</u>	<u>\$ 35,110,514</u>

Operating revenues slightly increased by \$66,358 and operating expenses increased by \$628,131 in 2025. As evident, operating revenues were very comparable with the prior year. The increase in operating expenses was mainly due to an increase in repairs and maintenance and personnel expenses. The increase in repairs and maintenance was due to the Authority increasing routine maintenance to assist in extending the life of the system. A new executive director was hired so the Authority had two employees for a few months during the transition, thus increasing personnel costs. A significant portion of operating expenses relates to depreciation, which was \$1,567,741 (51%) in 2025 and \$1,409,725 (57%) in 2024.

The increase in net position of \$1,845,349 is down from the prior year's increase of \$4,345,676 mainly due to the capital contribution from the City Maitland for the Maitland Master project in 2024, as well as an increase in operating expenses in 2025.

### Capital Asset and Debt Administration

#### Capital Assets

The Authority's investment in capital assets was \$30,961,360, net of accumulated depreciation, as of September 30, 2025, a net increase of \$96,811, primarily due to the outlays for capital assets exceeding the depreciation expenses. Capital assets include land, buildings, system facilities, furniture, fixtures and equipment, and construction in progress. Major capital asset events during the fiscal year pertained to the several pump replacements, and the continuance of various projects under construction, including several projects for engineering studies and design work for future pump station renovations and line replacements. Additional information on the Authority's capital assets can be found in note 6 on page 16 of this report.

**Long-Term Debt**

The Authority has outstanding bonds payable of \$7,465,000, a reduction of \$635,000 during fiscal year 2025 due to the payments on the long-term debt.

The Authority's debt service coverage ratio decreased from 5.13 for fiscal year 2024 to 4.45 for fiscal year 2025. The decrease in debt service ratio was primarily because of the increase in operating and maintenance expenses. Additional information on the Authority's long-term debt can be found in note 6 on pages 25-26 of this report.

**Requests for Information**

This financial report is designed to provide a general overview of the Authority's finances for all those with an interest in its finances. Questions concerning any of the information provided in this report, or requests for additional financial information, should be addressed to the Executive Director, South Seminole and North Orange County Wastewater Transmission Authority, 410 Lake Howell Road, Maitland, Florida 32751.

**SOUTH SEMINOLE AND NORTH ORANGE COUNTY  
WASTEWATER TRANSMISSION AUTHORITY  
STATEMENT OF NET POSITION  
SEPTEMBER 30, 2025**

**ASSETS**

Current assets:	
Cash and cash equivalents	\$ 1,766,723
Investments	3,650,197
Restricted assets:	
Cash and cash equivalents	725,805
Accounts receivable, net	53,841
Total current assets	<u>6,196,566</u>
Noncurrent assets:	
Investments	10,094,391
Restricted assets:	
Investments	690,729
Capital assets:	
Non-depreciable	613,920
Depreciable, net	30,347,440
Total Capital assets	<u>30,961,360</u>
Total noncurrent assets	<u>41,746,480</u>
Total assets	<u><u>\$ 47,943,046</u></u>

**LIABILITIES**

Current liabilities:	
Accounts payable	\$ 200,270
Accrued salaries	12,181
Due to other governmental units	3,205,700
Current portion of compensated absences	5,000
Payable from restricted assets:	
Accrued interest payable	81,291
Current maturities on long-term debt	645,000
Total current liabilities	<u>4,149,442</u>
Noncurrent liabilities:	
Bonds payable	6,820,000
Compensated absences	17,741
Total noncurrent liabilities	<u>6,837,741</u>
Total liabilities	<u><u>\$ 10,987,183</u></u>

**NET POSITION**

Net investment in capital assets	\$ 23,496,360
Restricted for debt service	1,335,243
Unrestricted	12,124,260
Total net position	<u><u>\$ 36,955,863</u></u>

The accompanying notes to financial statements are an integral part of this statement.

**SOUTH SEMINOLE AND NORTH ORANGE COUNTY  
WASTEWATER TRANSMISSION AUTHORITY  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

<b>Operating revenues</b>	
Charges for services	\$ 4,586,499
Total operating revenues	<u>4,586,499</u>
<b>Operating expenses</b>	
Personnel services	240,370
Maintenance	566,274
Contractual services	625,124
Depreciation	1,567,741
Other expenses	90,733
Total operating expenses	<u>3,090,242</u>
<b>Operating income (loss)</b>	<u>1,496,257</u>
<b>Nonoperating revenues (expenses)</b>	
Investment income (loss)	510,703
Interest expense	<u>(161,611)</u>
Total nonoperating revenues (expenses)	<u>349,092</u>
<b>Increase (decrease) in net position</b>	<u>1,845,349</u>
<b>Net position, beginning of year</b>	35,110,514
<b>Net position, end of year</b>	<u><u>\$ 36,955,863</u></u>

The accompanying notes to financial statements are an integral part of this statement.

**SOUTH SEMINOLE AND NORTH ORANGE COUNTY  
WASTEWATER TRANSMISSION AUTHORITY  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

<b>Cash flows from operating activities</b>	
Cash received from customers	\$ 4,800,588
Cash payments to employees	(235,533)
Cash payments to suppliers	(1,755,475)
Net cash provided by (used in) operating activities	<u>2,809,580</u>
<b>Cash flows from capital and related financing activities</b>	
Principal paid on bonds payable	(635,000)
Interest paid on bonds payable	(168,254)
Payments to acquire and construct plant property	(1,664,552)
Net cash provided by (used in) capital and related financing activities	<u>(2,467,806)</u>
<b>Cash flows from investing activities</b>	
Purchases of investments	(183,643)
Interest received	510,703
Net cash provided by (used in) investing activities	<u>327,060</u>
<b>Net change in cash and cash equivalents</b>	<u>668,834</u>
<b>Cash and cash equivalents, beginning of year</b>	1,823,694
<b>Cash and cash equivalents, end of year</b>	<u><u>\$ 2,492,528</u></u>
<b>Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:</b>	
Operating income (loss)	<u>\$ 1,496,257</u>
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:	
Depreciation expense	1,567,741
Changes in assets and liabilities	
Decrease (Increase) in accounts receivable	(25,843)
Decrease (Increase) in inventory and prepaid expenses	14,530
Increase (Decrease) in accounts payable and accrued expenses	(487,874)
Increase (Decrease) in prepaid member assessments	(157,791)
Increase (Decrease) in due to other governmental units	397,723
Increase (Decrease) in compensated absences	4,837
Total adjustments	<u>1,313,323</u>
<b>Net cash provided by (used in) operating activities</b>	<u><u>\$ 2,809,580</u></u>
<b>Cash and cash equivalents classified as:</b>	
Unrestricted	\$ 1,766,723
Restricted	725,805
Total cash and cash equivalents	<u><u>\$ 2,492,528</u></u>

The accompanying notes to financial statements are an integral part of this statement.

**SOUTH SEMINOLE AND NORTH ORANGE COUNTY  
WASTEWATER TRANSMISSION AUTHORITY  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2025**

**(1) Summary of Significant Accounting Policies:**

The accounting policies of the South Seminole and North Orange County Wastewater Transmission Authority (the Authority) conform to generally accepted accounting principles applicable to governmental units. The following is a summary of significant policies.

(a) **Reporting entity**—The Authority was formed in October 1978 by Legislative Act of the State of Florida to construct and operate a wastewater transmission line serving as the primary conveyance system for wastewater collected within the service areas of its five original members: Seminole County and the Cities of Winter Park, Casselberry, Maitland, and Winter Springs. This system delivers wastewater to the Iron Bridge Regional Treatment Plant owned by the City of Orlando. During the year ended September 30, 2021, the Enabling Act was amended by the Florida Legislature, resulting in the City of Winter Springs no longer being a member or customer of the Authority.

Through uniform interlocal agreements, each of the Authority's members is bound to pay its pro-rata share of the Authority's operation and maintenance expenses and annual bond debt service requirements. All of the Authority's program revenues (charges for services) come from its four customers.

These financial statements consist only of the Authority's operations; there are no component units.

(b) **Basis of presentation**—The financial transactions of the Authority are reported as a proprietary fund type - Enterprise Fund. Enterprise Funds are used to account for activities in a manner similar to private-sector business enterprises. The Authority's operating revenues result from exchange transactions. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as investment earnings, result from nonexchange transactions or ancillary activities.

(c) **Measurement focus and basis of accounting**—The Authority utilizes the economic resources measurement focus and accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of the timing of the related cash flows.

(d) **Cash deposits and investments**—The Authority's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Investments are recorded at fair value. Accordingly, the change in fair value of investments is recognized as an increase or decrease to investment assets and investment income. The Authority's investments in external investment pools are reported at amortized cost.

(e) **Accounts receivable**—The Authority's accounts receivable represent amounts due from a member entity for operations and maintenance and excess flow charges, and no allowance for doubtful accounts is considered necessary.

**SOUTH SEMINOLE AND NORTH ORANGE COUNTY  
WASTEWATER TRANSMISSION AUTHORITY  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2025**

(1) **Summary of Significant Accounting Policies:** (Continued)

(f) **Capital assets**—Capital assets are stated at cost to the Authority when purchased or constructed and at acquisition value when donated. A significant portion of capital assets is comprised of infrastructure assets, such as sewer pipes and lines. Expenditures for capital asset additions and improvements with a cost of \$5,000 or more are capitalized. Expenditures for maintenance and repairs are charged to operating expenses. Provisions for depreciation are made using the straight-line method, based upon the estimated useful lives of the assets, which range as follows:

Assets	Years
Buildings	40
Building Improvements	10
Furniture, fixture, and equipment	5-7
System facilities	5-50

(g) **Compensated absences**—The Authority's policy is to allow limited vesting of employee annual leave. A liability for compensated absences is accrued when incurred in the Authority's financial statements.

(h) **Net position flow assumption**—Sometimes the Authority will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to determine amounts reported as restricted and unrestricted net position, it is the Authority's policy to consider restricted net position to have been used before unrestricted net position is applied.

(i) **Revenue recognition**—Operating revenues consist primarily of charges for services provided to the Authority's four member cities. Each member city is billed a fixed monthly amount established through the annual adopted budget. Revenues are recognized in the period in which services are provided. Billings to member cities are recorded as operating revenues in the month the related services are rendered.

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

(k) **Operating revenues and expenses**—The Authority's operating revenues and expenses consist of revenue earned and expenses incurred relating to the operation and maintenance of its system, including administrative expenses and depreciation of capital assets. All other revenues and expenses are reported as non-operating revenue and expenses.

(2) **Cash and Cash Equivalents:**

Cash and cash equivalents are carried at cost. Demand deposits and money market accounts are insured by federal depository insurance up to \$250,000 of the aggregate account balances. Amounts in excess of \$250,000 are fully insured by U.S. Government securities held in the Public Deposit Security Trust Fund (Pool) maintained and monitored by the Treasurer of the State of Florida. The Pool provides for additional assessments to members of the pool to ensure that there will be no loss of public funds. At September 30, 2025, the carrying amount of the Authority's demand deposits was \$2,492,528, and the respective bank balance totaled \$1,843,039.

**SOUTH SEMINOLE AND NORTH ORANGE COUNTY  
WASTEWATER TRANSMISSION AUTHORITY  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2025**

**(3) Investments:**

Cash equivalents and investments, current and noncurrent, at September 30, 2025, consist of the following:

Account	Carrying Value
Infiltration and Inflow Rehabilitation Fund	\$ 3,205,700
Debt Service Reserve	690,729
Interest	80,806
Principal	645,000
Operating Cash	220,347
Renewal and Replacement	444,496
Capital Projects	1,546,376
Depreciation Reserve	10,094,391
	\$ 16,927,845

The funds above are invested as follows:

Demand Deposits	\$ 2,492,528
SBA Florida PRIME	14,435,317
	\$ 16,927,845

These amounts are reflected in the Statement of Net Position as follows:

Current assets	\$ 6,142,725
Noncurrent assets	10,785,120
	\$ 16,927,845

The bond covenants permit the Authority to invest in obligations of the U.S. Government or other agencies or instrumentalities of the United States. Further, the Authority may invest in commercial paper, any general obligation of any state or political subdivision with a rating in one of the two highest rating categories by a nationally recognized bond rating agency, certificates of deposits with a Federal Reserve System member bank, units of participation in Local Government Surplus Funds Trust Funds or any other investment permitted under applicable Florida and United States law and/or approved by the insurer in writing. The Authority's policy with respect to concentrations of credit risk states "Assets shall be diversified to control the risk of loss resulting from over concentration of assets in specific maturities, issuer, and security issues." The Authority invests primarily in the SBA and demand deposit accounts.

The SBA established the Florida PRIME whereby participants own a share of the pool and not the underlying securities.

The Florida PRIME (formerly known as Pool or Fund A) is an external investment pool that meets all of the necessary criteria to elect to measure all of the investments in the Florida PRIME at amortized cost. Therefore, the Authority's investment in Florida PRIME is reported at amortized cost. The fair value of the position in the pool is equal to the value of the pool's shares. The Florida PRIME is rated by Standard and Poor's and is currently rated AAAM. At September 30, 2025, the weighted average days to maturity (WAM) is 47 days, and the weighted average life (WAL) is 73 days. Next interest rate reset dates for floating rate securities are used in the calculation of the WAM. The Authority's carrying value of Florida PRIME investments at September 30, 2025 was \$14,435,317.

**SOUTH SEMINOLE AND NORTH ORANGE COUNTY  
WASTEWATER TRANSMISSION AUTHORITY  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2025**

(3) **Investments:** (Continued)

The Florida PRIME did not participate in a securities lending program during the year ended September 30, 2025, nor was it exposed to any foreign currency risk. The SBA provides separate financial statements for the Florida PRIME (audited) as of and for the period ending June 30, which can be obtained at prime.sbafla.com. It does not issue financial statements as of and for the period ending September 30.

At September 30, 2025, there were no redemption fees or maximum transfer amounts, or any other requirements that serve to limit a participant's daily access to 100% of their account balance. With regard to liquidity fees, the SBA has the authority to impose penalties for early withdrawal but has not made any required disclosures relating to these fees. The SBA also has the authority to limit contributions or withdrawals for up to 48 hours in the event of an occurrence or event that has a material impact on the liquidity of the Florida PRIME. No such limitation took place during the year ended September 30, 2025.

The Infiltration and Inflow Rehabilitation Fund Account was established by the Authority in 1988 for the collection of excess flow penalties from customers that exceeded their daily committed flow allocation. An amount equal to the excess flow penalty is recorded in an account called "due to other governmental units" when the funds are collected. The funds are returned to the customer from whom they were collected after the customer has completed infiltration and inflow rehabilitation services to correct the excess flow.

(4) **Capital Assets:**

Changes in the Authority's capital assets for the year ended September 30, 2025, were as follows:

	<b>Beginning Balance</b>	<b>Increases</b>	<b>Decreases</b>	<b>Ending Balance</b>
Capital assets not being depreciated:				
Land	\$ 174,832	\$ -	\$ -	\$ 174,832
Construction in progress	2,124,256	747,831	(2,432,999)	439,088
Total assets not being depreciated	<u>2,299,088</u>	<u>747,831</u>	<u>(2,432,999)</u>	<u>613,920</u>
Capital assets being depreciated:				
Building and improvements	112,899	-	-	112,899
System facilities	48,134,823	3,349,720	(8,982)	51,475,561
Furniture, fixtures, and equipment	10,936	-	-	10,936
Total assets being depreciated	<u>48,258,658</u>	<u>3,349,720</u>	<u>(8,982)</u>	<u>51,599,396</u>
Less accumulated depreciation for:				
Building and improvements	(74,881)	(2,011)	-	(76,892)
System facilities	(19,607,380)	(1,565,730)	8,982	(21,164,128)
Furniture, fixtures, and equipment	(10,936)	-	-	(10,936)
Total accumulated depreciation	<u>(19,693,197)</u>	<u>(1,567,741)</u>	<u>8,982</u>	<u>(21,251,956)</u>
Total capital assets being depreciated, net	<u>28,565,461</u>	<u>1,781,979</u>	<u>-</u>	<u>30,347,440</u>
Total capital assets, net	<u>\$ 30,864,549</u>	<u>\$ 2,529,810</u>	<u>\$ (2,432,999)</u>	<u>\$ 30,961,360</u>

Depreciation expense for 2025 was \$1,567,741.

**SOUTH SEMINOLE AND NORTH ORANGE COUNTY  
WASTEWATER TRANSMISSION AUTHORITY  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2025**

**(5) Construction Commitments:**

The Authority has active construction projects as of September 30, 2025. The projects include design work and engineering studies for future line replacement and pumping station rehabilitation. At year end, the Authority's commitments with engineers and contractors are as follows:

	<b>Total</b>	<b>Amounts Expended</b>	<b>Remaining Commitment</b>
Construction Projects	\$ 513,231	\$ 444,444	\$ 68,787

**(6) Long-Term Debt:**

The following is a summary of changes in long-term liabilities for the year ended September 30, 2025:

	<b>Beginning Balance</b>	<b>Additions</b>	<b>Reductions</b>	<b>Ending Balance</b>	<b>Due Within One Year</b>
Bonds payable	\$ 8,100,000	\$ -	\$ (635,000)	\$ 7,465,000	\$ 645,000
Compensated absences	17,904	4,837	-	22,741	5,000
<b>Total</b>	<b>\$ 8,117,904</b>	<b>\$ 4,837</b>	<b>\$ (636,202)</b>	<b>\$ 7,487,741</b>	<b>\$ 650,000</b>

Bonds payable at September 30, 2025, is comprised of the following:

Series 2016A Sewer System Revenue Bonds, dated June 9, 2016, due in annual payments each October 1 from 2019 through 2035, with interest at 2.17% payable semiannually on April 1 and October 1 (interest-only payments through 2018). The bonds, issued in the original amount of \$5,590,000, are secured by a pledge of net revenues of the sewer system and are classified as Additional Parity Obligations. \$ 3,665,000

Series 2016B Sewer System Revenue Bonds, dated June 9, 2016, issued in the amount of \$6,410,000, due in annual payments each October 1 from 2017 through 2035, with interest at 2.16% payable semiannually on April 1 and October 1. The bonds were issued to refund the Authority Sewer System Revenue Bonds, Series 2004, and are secured by a pledge of net revenues of the sewer system. They are classified as Additional Parity Obligations. 3,800,000

Total bonds payable \$ 7,465,000

**SOUTH SEMINOLE AND NORTH ORANGE COUNTY  
WASTEWATER TRANSMISSION AUTHORITY  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2025**

(6) **Long-Term Debt:** (Continued)

Aggregate maturities of bonds payable are as follows:

<b>Year Ending September 30,</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2026	\$ 645,000	\$ 154,630	\$ 799,630
2027	660,000	140,505	800,505
2028	670,000	126,111	796,111
2029	685,000	111,445	796,445
2030	700,000	96,455	796,455
2031-2035	3,735,000	245,407	3,980,407
2036-2040	370,000	4,015	374,015
Total	<u>\$ 7,465,000</u>	<u>\$ 878,567</u>	<u>\$ 8,343,567</u>

(7) **Defined Contribution Plan:**

During the year ended September 30, 2025, the Authority adopted Resolution No. 2025-01 authorizing participation in a defined contribution plan through the Florida Municipal Pension Trust Fund and execution of a Trust Joinder Agreement. The plan provides retirement benefits to eligible employees in accordance with the adopted plan provisions. Employer contributions for the year ended September 30, 2025 were \$8,838.

(8) **Risk Management:**

The Authority is exposed to various risks of loss for which it carries commercial insurance. Settled claims have not exceeded insurance coverage in any of the past three years.

(9) **Contingencies and Uncertainties:**

The Authority is sometimes a party to lawsuits and claims arising out of the normal conduct of its activities. While the results of lawsuits or other proceedings against the Authority cannot be predicted with certainty, management does not expect that these matters will have a material adverse effect on the financial condition of the Authority.

**SOUTH SEMINOLE AND NORTH ORANGE COUNTY  
WASTEWATER TRANSMISSION AUTHORITY  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2025**

(10) **Recent Accounting Pronouncements:**

The Governmental Accounting Standards Board (“GASB”) has issued several pronouncements that have effective dates that may impact future financial statements. Listed below are pronouncements with required implementation dates effective for subsequent fiscal years that have not yet been implemented. Management has not currently determined what, if any, impact implementation of the following will have on the Authority’s financial statements:

GASB issued Statement No. 103, *Financial Reporting Model Improvements*, in April 2024. The objective of GASB 103 is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government’s accountability. The effective date for implementation is fiscal years beginning after June 15, 2025, and all reporting periods thereafter.

GASB issued Statement No. 104, *Disclosure of Certain Capital Assets*, in September 2024. GASB Statement No. 104 requires governments to disclose separate information about specific types of capital assets and establishes criteria for identifying and reporting capital assets held for sale. The objective of GASB 104 is to enhance transparency and improve the usefulness of financial statements for stakeholders by providing more detailed information on these assets. The provisions are effective for fiscal years beginning after June 15, 2025.

GASB issued Statement No. 105, *Subsequent Events*, in December 2025. GASB Statement No. 105 clarifies the subsequent events time frame and establishes accounting and disclosure requirements for recognized and nonrecognized subsequent events. The provisions of GASB Statement No. 105 are effective for fiscal years beginning after June 15, 2026, and all reporting periods thereafter.

## Statistical Section

This part of the South Seminole and North Orange County Wastewater Transmission Authority’s annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Authority’s overall financial health.

### Contents

	<u>Page</u>
<b>Financial Trends.....</b>	<b>29</b>
These schedules contain trend information to help the reader understand how the Authority’s financial performance and well-being have changed over time.	
<b>Debt Capacity.....</b>	<b>31</b>
These schedules present information to help the reader assess the affordability of the Authority’s current levels of outstanding debt and the Authority’s ability to issue additional debt in the future.	
<b>Operating Information.....</b>	<b>32</b>
These schedules contain information about the Authority’s operations and resources to help the reader understand how the Authority’s financial information relates to the services the Authority provides and the activities it performs.	
<b>Demographic and Economic Information.....</b>	<b>36</b>
These schedules offer demographic and economic indicators to help the reader understand the environment within which the Authority’s financial activities take place and help make comparisons over time and with other governments.	

**Sources:** Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.

TABLE I

**SOUTH SEMINOLE AND NORTH ORANGE COUNTY  
WASTEWATER TRANSMISSION AUTHORITY**

**NET POSITION BY COMPONENT  
LAST TEN FISCAL YEARS**

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
<b>Net Position:</b>										
Net investment in capital assets	\$ 23,496,360	\$ 22,171,299	\$ 18,782,478	\$ 18,902,609	\$ 18,584,471	\$ 17,687,766	\$ 17,439,500	\$ 18,283,388	\$ 18,294,922	\$ 18,370,777
Restricted for debt service and renewal and replacement reserves	1,335,243	1,077,667	1,009,926	954,260	943,615	941,548	937,101	920,877	908,029	907,041
Restricted for capital improvements										
Unrestricted, restated*	<u>12,124,259</u>	<u>11,861,548</u>	<u>10,972,434</u>	<u>8,710,633</u>	<u>6,928,120</u>	<u>6,076,390</u>	<u>4,778,340</u>	<u>3,422,951</u>	<u>3,414,364</u>	<u>3,383,642</u>
Total net position*	<u>\$ 36,955,862</u>	<u>\$ 35,110,514</u>	<u>\$ 30,764,838</u>	<u>\$ 28,567,502</u>	<u>\$ 26,456,206</u>	<u>\$ 24,705,704</u>	<u>\$ 23,154,941</u>	<u>\$ 22,627,216</u>	<u>\$ 22,617,315</u>	<u>\$ 22,661,460</u>

TABLE II

**SOUTH SEMINOLE AND NORTH ORANGE COUNTY  
WASTEWATER TRANSMISSION AUTHORITY**

**CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS**

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Revenues:										
Charges for service	\$ 4,586,499	\$ 4,520,141	\$ 4,521,384	\$ 4,549,622	\$ 4,143,800	\$ 3,573,392	\$ 2,871,665	\$ 2,188,735	\$ 2,468,328	\$ 2,427,450
Operation & maintenance expenses	(1,522,502)	(1,052,386)	(1,147,859)	(817,382)	(733,138)	(1,075,605)	(897,341)	(876,617)	(659,960)	(899,471)
Income before depreciation	3,063,997	3,467,755	3,373,525	3,732,240	3,410,662	2,497,787	1,974,324	1,312,118	1,808,368	1,527,979
Depreciation	(1,567,741)	(1,409,725)	(1,396,800)	(1,387,490)	(1,323,473)	(1,292,742)	(1,249,936)	(1,028,725)	(1,053,687)	(1,026,780)
Operating income	1,496,256	2,058,030	1,976,725	2,344,750	2,087,189	1,205,045	724,388	283,393	754,681	501,199
Non-operating Revenue (expenses):										
Investment income	510,703	623,189	433,931	57,130	9,293	64,029	98,869	53,761	26,579	14,923
Miscellaneous income				-	-	-	-	-	-	-
Net increase (decrease) in fair value of investments				-	-	-	-	-	-	-
EPA Grant				-	-	-	-	-	-	-
Loss on disposal of equipment		(78,610)	(24,652)	(89,103)	(131,688)	(15,577)	(56,235)	(197,256)	(682,060)	(339,728)
Interest expense	(161,611)	(175,356)	(188,668)	(201,481)	(214,292)	(226,920)	(239,297)	(129,997)	(143,345)	(324,731)
Fiscal agent fee					-	-	-	-	-	(500)
Total non-operating revenue or (expense)	349,092	369,223	220,611	(233,454)	(336,687)	(178,468)	(196,663)	(273,492)	(798,826)	(650,036)
Increase (decrease) in net position before capital contributions	1,845,348	2,427,253	2,197,336	2,111,296	1,750,502	1,026,577	527,725	9,901	(44,145)	(148,837)
Contributed capital		1,918,423	-	-	-	524,186	-	-	-	1,455,860
Change in net position	\$ 1,845,348	\$ 4,345,676	\$ 2,197,336	\$ 2,111,296	\$ 1,750,502	\$ 1,550,763	\$ 527,725	\$ 9,901	\$ (44,145)	\$ 1,307,023

TABLE III

**SOUTH SEMINOLE AND NORTH ORANGE COUNTY  
WASTEWATER TRANSMISSION AUTHORITY**

**SCHEDULE OF DEBT SERVICE REQUIREMENTS AND LONG-TERM DEBT  
FOR LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED	GROSS REVENUES (1)	OPERATING EXPENSES	NET REVENUE AVAILABLE FOR		DEBT SERVICE REQUIREMENTS			COVERAGE
			DEBT SVC		PRINCIPAL	INTEREST	TOTAL	
2025	\$ 5,097,202	\$ 1,522,501	3,574,701		\$ 635,000	\$ 168,254	\$ 803,254	4.45
2024	5,143,330	1,052,386	4,090,944		615,000	181,902	796,902	5.13
2023	4,955,315	1,147,859	3,807,456		605,000	195,071	800,071	4.76
2022	4,606,752	817,382	3,789,370		590,000	207,867	797,867	4.75
2021	4,153,093	733,138	3,419,955		580,000	220,814	800,814	4.27
2020	3,637,421	1,075,605	2,561,816		570,000	233,089	803,089	3.19
2019	2,970,534	897,341	2,073,193		550,000	245,250	795,250	2.61
2018	2,245,166	876,618	1,368,548		805,000	258,046	1,063,046	1.29
2017	2,499,815	659,960	1,839,855		605,000	220,281	825,281	2.23
2016	2,441,873	899,471	1,542,402		720,000	394,887	1,114,887	1.38

	BONDS PAYABLE	UNAMORTIZED BOND DISCOUNT	NET BONDS OUTSTANDING	RATIO PER CAPITA (2)
2025	\$ 7,465,000	-	7,465,000	14
2024	8,100,000	-	8,100,000	15
2023	8,715,000	-	8,715,000	16
2022	9,320,000	-	9,320,000	18
2021	9,910,000	-	9,910,000	19
2020	10,490,000	-	10,490,000	20
2019	11,060,000	-	11,060,000	21
2018	11,610,000	-	11,610,000	23
2017	12,415,000	-	12,415,000	25
2016	13,020,000	-	13,020,000	26

(1) Includes Charges for Service, Interest earnings, Miscellaneous revenue, Gain (loss) on investments, and Capital contributions.

(2) The ratio is calculated on the populations of Seminole County, Maitland and Winter Park, as Casselberry and Winter Springs are included in Seminole County's population. The year 2016 has been restated to conform.

Source: South Seminole & North Orange County Wastewater Transmission Authority

TABLE IV

**SOUTH SEMINOLE AND NORTH ORANGE COUNTY  
WASTEWATER TRANSMISSION AUTHORITY**

**PERCENTAGE OF  
COMMITTED CAPACITY OF MEMBER ENTITIES  
LAST TEN FISCAL YEARS**

<b>FISCAL YEAR ENDED</b>	<b>CITY OF MAITLAND</b>	<b>CITY OF CASSELBERRY</b>	<b>CITY OF WINTER PARK</b>	<b>SEMINOLE COUNTY</b>	<b>CITY OF WINTER SPRINGS</b>	<b>TOTAL CAPACITY SSNOCWTA</b>
2025	8.332%	25.714%	45.156%	20.798%	N/A	100%
2024	8.332%	25.714%	45.156%	20.798%	N/A	100%
2023	8.332%	25.714%	45.156%	20.798%	N/A	100%
2022	8.332%	25.714%	45.156%	20.798%	N/A	100%
2021	8.332%	25.714%	45.156%	20.798%	-	100%
2020	8.332%	25.714%	45.156%	20.798%	-	100%
2019	8.332%	25.714%	45.156%	20.798%	-	100%
2018	8.332%	25.714%	45.156%	20.798%	-	100%
2017	8.332%	25.714%	45.156%	20.798%	-	100%
2016	8.332%	25.714%	45.156%	20.798%	-	100%

Note: The City of Winter Springs was a Member Entity with no committed capacity. During the year ended September 30, 2021, the City of Winter Springs was removed as a member of the Authority.

TABLE V

**SOUTH SEMINOLE AND NORTH ORANGE COUNTY  
WASTEWATER TRANSMISSION AUTHORITY**

**PERCENTAGE OF  
IRON BRIDGE FACILITY COMMITTED CAPACITY**

COMMITTED FACILITY CAPACITY (2) = COMMITTED CUSTOMER FLOW (1)  
TOTAL COMMITTED CUSTOMER FLOW -  
RESERVE FUTURE ALLOCATION

COMMITTED SYSTEM CAPACITY (3) = COMMITTED CUSTOMER FLOW (1)  
SUBTOTAL COMMITTED CUSTOMER FLOW

<u>SSNOCWTA CUSTOMER</u>	<u>COMMITTED CUSTOMER FLOW-MGD (1)</u>	<u>COMMITTED FACILITY CAPACITY (2)</u>	<u>COMMITTED SYSTEM CAPACITY (3)</u>
MAITLAND	1.1000	3.212%	8.332%
CASSELBERRY	3.3950	9.913%	25.714%
WINTER PARK	5.9620	17.408%	45.156%
SEMINOLE COUNTY	2.7460	8.018%	20.798%
SUB-TOTAL	13.2030	38.551%	100.000%
<u>NON-CUSTOMER</u>			
ORLANDO	20.6715	60.336%	
ORANGE COUNTY	0.3750	1.093%	
RESERVE	5.7505		
TOTAL	40MGD	100.000%	

- (1) SSNOCWTA has Committed Customer Flow of 13.203 Million Gallons Daily (MGD).
- (2) Based on current Committed Customer Flow, SSNOCWTA has Committed Facility Capacity of 38.551% with Iron Bridge Facility.
- (3) Based on current Committed Customer Flow, SSNOCWTA has Committed System Capacity of 100% with Iron Bridge Facility.

Source: South Seminole & North Orange County Wastewater Transmission Authority

TABLE VI

**SOUTH SEMINOLE AND NORTH ORANGE COUNTY  
WASTEWATER TRANSMISSION AUTHORITY**

**ANNUAL FLOW - MILLIONS OF GALLONS  
TRANSMITTED TO IRON BRIDGE FACILITY  
FOR LAST TEN FISCAL YEARS**

<u>YEAR ENDED</u>	<u>CITY OF MAITLAND</u>	<u>CITY OF CASSELBERRY</u>	<u>CITY OF WINTER PARK</u>	<u>SEMINOLE COUNTY</u>	<u>CITY OF WINTER SPRINGS *</u>	<u>TOTAL FLOW</u>
2025	213.900	771.964	1770.393	972.119	<u>N/A</u>	3728.376
2024	199.121	804.470	1724.473	1079.622	<u>N/A</u>	3807.686
2023	188.430	746.489	1601.830	994.413	N/A	3531.162
2022	192.000	752.455	1538.341	964.103	N/A	3446.899
2021	206.711	774.581	1571.908	1055.305	-	3608.505
2020	235.734	752.784	1531.495	996.899	-	3516.912
2019	257.872	759.565	1556.532	977.334	-	3551.303
2018	243.576	839.615	1653.203	1024.876	-	3761.270
2017	257.078	844.404	1495.722	1045.199	-	3642.403
2016	295.988	905.352	1433.418	1014.913	-	3649.671

\* The City of Winter Springs was a Member Entity with no committed capacity. During the year ended September 30, 2021, the City of Winter Springs was removed as a member of the Authority.

Source: City of Orlando Environmental Control Section-Environmental Services Department

Table VII

DEMOGRAPHIC AND ECONOMIC STATISTICS  
FOR THE LAST TEN FISCAL YEARS

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
<b>SEMINOLE COUNTY</b>										
POPULATION (1)	495,106	493,183	486,839	480,484	477,455	476,727	471,735	463,560	454,757	449,124
PERSONAL INCOME (in thousands) (2)	\$ 28,983,010	31,223,909	29,258,050	25,659,287	25,731,482	24,165,569	15,764,911	21,389,218	19,486,792	19,245,413
PER CAPITA INCOME (2)	\$ 58,539	63,311	60,098	53,403	53,893	51,227	33,419	46,231	42,851	42,851
UNEMPLOYMENT RATE (3)	3.8%	3.4%	2.4%	2.4%	3.8%	6.0%	2.6%	2.6%	3.6%	4.3%
<b>CITY OF CASSELBERRY</b>										
POPULATION (1)	30,132	30,120	30,061	30,020	29,571	30,341	30,035	29,778	28,548	27,786
PERSONAL INCOME (in thousands) (2)	\$ 1,849,593	1,781,885	1,716,652	1,653,802	1,593,263	1,534,935	1,436,904	1,424,608	1,372,455	1,322,199
PER CAPITA INCOME (2)	\$ 61,383	59,160	57,106	55,090	53,879	50,589	47,841	47,841	48,075	47,585
UNEMPLOYMENT RATE (3)	3.80%	3.30%	2.90%	2.40%	3.8%	6.4%	2.7%	3.5%	3.0%	4.3%
<b>CITY OF MAITLAND</b>										
POPULATION (1)	20,141	20,242	19,964	20,300	19,545	21,113	21,096	17,519	17,401	17,598
PERSONAL INCOME (in thousands) (2)	\$ 1,217,423	1,233,811	1,038,388	994,964	908,393	951,837	1,035,931	760,990	779,547	746,648
PER CAPITA INCOME (2)	\$ 60,445	60,953	52,013	49,013	46,477	45,083	49,080	43,438	44,799	42,428
UNEMPLOYMENT RATE (3)	4.0%	3.5%	3.3%	3.5%	5.5%	9.2%	2.6%	2.7%	3.6%	4.1%
<b>CITY OF WINTER PARK</b>										
POPULATION (1)	30,600	30,565	30,706	30,377	30,233	30,630	30,239	30,746	29,317	29,308
PERSONAL INCOME (in thousands) (1)	\$ 2,283,250	2,024,106	1,961,039	1,781,459	1,708,557	1,695,414	1,697,073	1,557,746	1,451,192	1,472,170
PER CAPITA INCOME (1)	\$ 74,616	66,223	63,865	58,645	56,513	55,351	56,122	50,665	49,500	50,231
UNEMPLOYMENT RATE (2)	4.1%	3.4%	2.9%	2.3%	3.5%	4.9%	2.4%	3.0%	3.0%	4.4%
<b>CITY OF WINTER SPRINGS</b>										
POPULATION (1)	-	-	-	-	-	38,760	38,595	37,639	35,599	35,266
PERSONAL INCOME (in thousands) (1)	\$ -	-	-	-	-	14,752,056	1,422,573	1,287,254	1,170,887	1,144,523
PER CAPITA INCOME (1)	\$ -	-	-	-	-	38,060	36,859	34,200	32,891	32,454
UNEMPLOYMENT RATE (1)	-	-	-	-	-	6.4%	3.0%	2.7%	4.0%	4.6%

These numbers may not properly reflect the effects of the COVID 19 pandemic.

Sources: Data provided by representatives of each member entity. Their sources are listed below.

**Seminole County**

1. University of FL, Bureau of Economic and Business Research
2. Metro Orlando Economic Development Commission  
Seminole County Government  
Personal Income was calculated by multiplying Per Capita Income times Population
3. My Florida, Employment, Labor Market Statistics  
website: [www.myflorida.com](http://www.myflorida.com)  
Metro Orlando Economic Development Commission

**City of Casselberry**

1. Florida Demographics.com
2. University of FL, Bureau of Economic and Business Research
3. University of FL, Bureau of Economic and Business Research  
Florida Agency for Workforce Innovation, Labor Market Statistics  
Local Area Unemployment Statistics Program, in cooperation with  
the US Dept of Labor, Bureau of Labor Statistics

**City of Maitland**

1. World population Review
2. Per capital income is from world  
population Review
3. State of Florida, Agency for Workforce  
Innovation, Orlando MSA annual averages

**City of Winter Park**

1. Information provided by Metro Orlando EDC
2. Per capital income is from world  
population Review
3. Unemployment rate from State of Florida,  
Department of Labor and Employment Security,  
Bureau of Labor Market Information

**City of Winter Springs**

1. Metro Orlando Economic Dev Comm  
[florida.hometownlocator.com](http://florida.hometownlocator.com)
2. Metro Orlando Economic Dev Commission
3. State of Florida, Agency for Workforce  
Innovation, Orlando MSA annual averages

**Note** - effective June 2021, the  
City is no longer a member  
of the Authority

Table VIII

**SOUTH SEMINOLE AND NORTH ORANGE COUNTY  
WASTEWATER TRANSMISSION AUTHORITY**

**PRINCIPAL EMPLOYERS CENTRAL FLORIDA**

**Current Year and Nine Years Ago**

<u>Employer</u>	<u>2025</u>			<u>2016</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Employment</u>
Walt Disney World	80,000	1	5.3%	74,000	1	6.1%
Adventist Health System (Florida Hospital)	40,000	2	2.7%	19,304	5	1.6%
Universal Orlando	32,084	3	2.1%	21,000	3	1.7%
Orlando Health	28,806	4	1.9%	16,828	8	1.6%
Publix Supermarkets	26,413	5	1.8%	19,783	4	1.6%
Orange County Public Schools	24,698	6	1.6%	22,347	2	1.8%
Lockheed Martin	14,000	7	0.9%			
University of Central Florida	13,645	8	0.9%	11,833	9	1.0%
Seminole County Public Schools	10,000	9	0.7%			
Hilton Grand Vacations	5,800	10	0.4%			
State of Florida Government				17,200	7	1.4%
Orlando International Airport				18,000	6	1.5%
Federal Government				10,800	10	90.0%

Source: Orlando Sentinel, Orlando Business Journal and the Metro Orlando Economic Development Commission

TABLE IX

**SOUTH SEMINOLE AND NORTH ORANGE COUNTY  
WASTEWATER TRANSMISSION AUTHORITY**

**MISCELLANEOUS STATISTICAL DATA**

Date of Establishment	October 1, 1978	
Form of Government	Special Governmental District	
Area Served	68 square miles	(2016-2025)
Transmission Force Mains	32 miles	(2016-2025)
Number of Pump Stations	19	(2016-2025)
Daily Permitted Capacity in Million Gallons	13.203	(2016-2025)
	Number of Metering Points	Number of Employees
	2016	32
	2017	32
	2018	32
	2019	32
	2020	32
	2021	32
	2022	32
	2023	32
	2024	32
	2025	32
		1
		1
		1
		1
		1
		1
		1
		1
		1
		2

Source: South Seminole & North Orange County Wastewater Transmission Authority

**INDEPENDENT AUDITORS' 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 Directors,  
South Seminole and North Orange County Wastewater Transmission Authority:

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of South Seminole and North Orange County Wastewater Transmission Authority (the Authority) as of and for the year ended September 30, 2025, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements, and have issued our report thereon dated March 5, 2026.

***Report on Internal Control over Financial Reporting***

In planning and performing our audit of the financial statements, we considered the Authority's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Authority's internal control. Accordingly, we do not express an opinion on the effectiveness of the Authority'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 combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the Authority'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 Authority's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. 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 Authority'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 Authority's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

James Moore & Co., P.L.

Daytona Beach, Florida  
March 5, 2026

**INDEPENDENT AUDITORS' MANAGEMENT LETTER REQUIRED  
BY CHAPTER 10.550, RULES OF THE STATE OF FLORIDA  
OFFICE OF THE AUDITOR GENERAL**

To the Board of Directors,  
South Seminole and North Orange County Wastewater Transmission Authority:

**Report on the Financial Statements**

We have audited the basic financial statements of the South Seminole and North Orange County Wastewater Transmission Authority (the Authority), as of and for the fiscal year ended September 30, 2025, and have issued our report thereon dated March 5, 2026.

**Auditors' Responsibility**

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

**Other Reporting Requirements**

We have issued our Independent Auditors' 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 Accountant'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 March 5, 2026, should be considered in conjunction with this management letter.

**Prior Audit Findings**

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. The following recommendation was corrected from the preceding audit report:

**2024-001 Limited Segregation of Duties** – Corrective action taken.

**Official Title and Legal District**

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The South Seminole and North Orange County Wastewater Transmission Authority was established by special act by the Florida Legislature. There are no component units related to the Authority.

## **Financial Condition and Management**

Sections 10.554(1)(i)5.a. and 10.556(7), Rules of the Auditor General, require us to apply appropriate procedures and communicate the results of our determination as to whether or not the Authority has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify the specific condition(s) met. In connection with our audits, we determined that the Authority did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

Pursuant to Sections 10.554(1)(i)5.b. and 10.556(8), Rules of the Auditor General, we applied financial condition assessment procedures for the Authority. It is management's responsibility to monitor the Authority's 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.

Section 10.554(1)(i)2., Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we had no such recommendations.

## **Property Assessed Clean Energy (PACE) Programs**

The following items have been provided to us to comply with state reporting requirements and have not been audited by us. We did not audit the following information within this section, nor were we required to perform any procedures to verify the accuracy or the completeness of the information provided by management. We do not express an opinion, a conclusion, nor provide any form of assurance on this data.

As required by Section 10.554(1)(i)6.a., Rules of the Auditor General, the Authority did not have a property assessed clean energy (PACE) program that finances qualifying improvements authorized pursuant to Section 163.081 or Section 163.082, Florida Statutes, operated within the Authority's geographical boundaries during the fiscal year under audit.

## **Special District Component Units**

Section 10.554(1)(i)5.c., Rules of the Auditor General, requires, if appropriate, that we communicate the failure of a special district that is a component unit of a county, municipality, or special district, to provide the financial information necessary for proper reporting of the component unit within the audited financial statements of the county, municipality, or special district in accordance with Section 218.39(3)(b), Florida Statutes. In connection with our audit, we did not note any special district component units that failed to provide the necessary information for proper reporting in accordance with Section 218.39(3)(b), Florida Statutes.

## **Specific Special District Information – South Seminole and North Orange County Wastewater Transmission Authority**

The following items have been provided to us to comply with state reporting requirements and have not been audited by us. We did not audit the following information within this section, nor were we required to perform any procedures to verify the accuracy or the completeness of the information provided by management. We do not express an opinion, a conclusion, nor provide any form of assurance on this data.

As required by Section 218.39(3)(c), Florida Statutes, and Section 10.554(1)(i)7, Rules of the Auditor General, the Authority reported the following unaudited data:

- a) The total number of Authority employees compensated in the last pay period of the district's fiscal year: 1 employee.
- b) The total number of independent contractors to whom nonemployee compensation was paid in the last month of the district's fiscal year: 4 independent contractors.

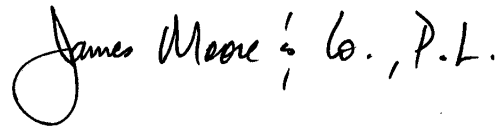
- c) All compensation earned by or awarded to employees, whether paid or accrued, regardless of contingency: \$183,270.
- d) All compensation earned by or awarded to nonemployee independent contractors, whether paid or accrued, regardless of contingency: \$1,021,229.
- e) Each construction project with a total cost of at least \$65,000 approved by the district that is scheduled to begin on or after October 1 of the fiscal year being reported, together with the total expenditures for such project as: No projects noted.
- f) A budget variance based on the budget adopted under Section 189.016(4), Florida Statutes, before the beginning of the fiscal year being reported if the district amends a final adopted budget under Section 189.016(6), Florida Statutes, as follows: there were no amendments between the original and final total district expenditure budget.

**Additional Matters**

Section 10.554(1)(i)3., Rules of the Auditor General, requires us to communicate 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 warrants the attention of those charged with governance. In connection with our audit, we did not note any such findings.

**Purpose of this Letter**

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, and applicable management and the Board of Supervisors, and is not intended to be and should not be used by anyone other than these specified parties.



Daytona Beach, Florida  
March 5, 2026

## INDEPENDENT ACCOUNTANTS' REPORT

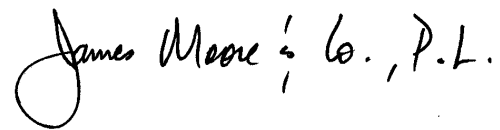
To the Board of Directors,  
South Seminole and North Orange County Wastewater Transmission Authority:

We have examined the South Seminole and North Orange County Wastewater Transmission Authority's (the Authority) compliance with Section 218.415, Florida Statutes, *Local Government Investment Policies* (the Statute), for the year ended September 30, 2025. The Authority's management is responsible for the Authority's compliance with those requirements. Our responsibility is to obtain reasonable assurance by evaluating against the requirements and performing other procedures to obtain sufficient appropriate evidence to express an opinion that conveys the results of our evaluation based on our examination.

Our examination was conducted in accordance with the attestation standards for a direct examination engagement established by the American Institute of Certified Public Accountants (AICPA). Those standards require that we obtain reasonable assurance by evaluating whether the Authority complied with the Statute for the year ended September 30, 2025, and performing other procedures to obtain sufficient appropriate evidence to express an opinion that conveys the results of our evaluation of the Authority's compliance with the Statute base on our examination for the year ended September 30, 2025. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks that the Authority's was not in compliance with the Statute, in all material respects, 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.

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

In our opinion, the Authority's compliance for the year ended September 30, 2025, was in accordance with the aforementioned requirements in all material respects.



Daytona Beach, Florida  
March 5, 2026