Joshua Water Control District
Arcadia, Florida

General Purpose
Financial Statements
For the Year Ended September 30, 2025

DG Perry
CPAs + Advisors

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Independent Auditors' Report

Honorable Board of Supervisors
Joshua Water Control District
Arcadia, Florida

Opinions
We have audited the accompanying financial statements of the governmental activities of the Joshua Water Control District (the "District") as of and for the fiscal year ended September 30, 2025, and 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 financial position of the District as of September 30, 2025 and the respective changes in financial position 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 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Joshua Water Control 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
Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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 Joshua Water Control 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.

Auditors' Responsibility 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 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 generally accepted auditing standards and Government Auditing Standards 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 generally accepted auditing standards and Government Auditing Standards, we:

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- 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 Joshua Water Control 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 Joshua Water Control District's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and required supplementary information on pages M1 through M5 and 26-31 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. 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 assurance.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 15, 2026, on our consideration of the Joshua Water Control District'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 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.

DG Perry

DG Perry CPAs + Advisors
Zephyrhills, FL
June 15, 2026

Joshua Water Control District

Management's Discussion and Analysis
For the Year Ended September 30, 2025

The management of Joshua Water Control District (the "District") would like to offer the readers of the District's financial statements this discussion and analysis of the District's financial activities during the fiscal year ended September 30, 2025. We encourage readers to consider the information presented in this discussion and analysis in conjunction with the District's financial statements, which follow this section.

Financial and District Highlights

Financial Highlights

- The assets of the District exceeded its liabilities at the end of the fiscal year ended September 30, 2025 by $1,046,264.

- The District's total net position increased by $184,661.

- The District's total revenues were $1,221,639 for the fiscal year ended September 30, 2025.

- Total expenses for all the District's activities were $1,036,978 for the fiscal year.

District Highlights

- The District cleaned 0 feet of canals and leveled 0 feet of soil.

- The District mowed 48 miles of ditch banks.

- The District graded 408 miles of roadways.

- The District applied herbicides to 3,606 acres of canals.

- The District installed three culverts.

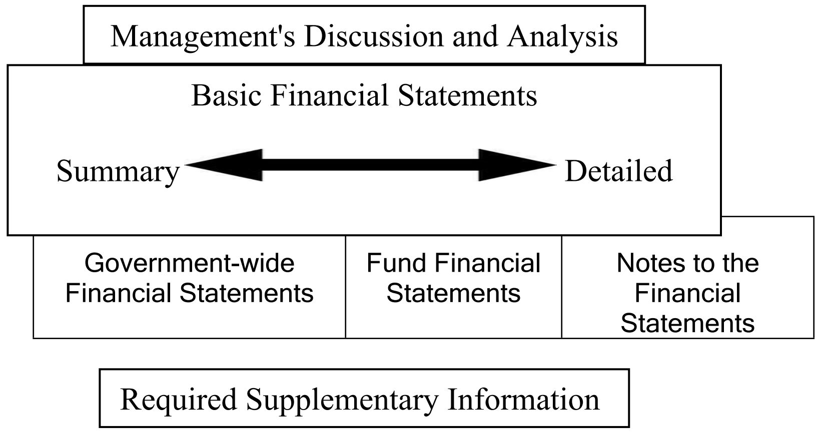
Using This Annual Report

This discussion and analysis is intended to serve as an introduction to Joshua Water Control District's basic financial statements. The District's annual report consists of three parts: management's discussion and analysis (this section), the basic financial statements, and required supplementary information. The basic financial statements themselves consist of three components: government-wide financial statements, fund financial statements, and notes to the basic financial statements. These statements present different views of the District:

- The first two statements are government-wide financial statements that provide both long-term and short-term information about the District's overall financial status.

- The fund financial statements focus on individual parts of the District's government, reporting the District's operations on a different basis of accounting than the government-wide statements.

- The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements.



Government-wide Financial Statements

The government-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the District's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

One of the most important questions asked about the District's finances is "Is the District as a whole better off or worse off as a result of the year's activities?" The statement of net position and the statement of activities report information about the District as a whole and about its activities in a way that helps answer this question.

The statement of net position presents information on all of the District's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating. Other non-financial factors should be considered, however, such as the condition of the District's capital assets (equipment, lift pumps, etc.) to assess the overall health of the District.

The statement of activities presents information showing how the government's net position changed during the fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flow in future fiscal periods.

Joshua Water Control District

Management's Discussion and Analysis
For the Year Ended September 30, 2025

Fund Financial Statements
A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like state and local governments, uses fund accounting to ensure and demonstrate legal compliance with finance-related legal requirements. The District has one fund, a governmental fund.

The District's basic services are reported in a governmental fund, which focuses on how money flows into and out of that fund and the balances left at year-end that are available for spending. This fund is reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a short-term view of the District's general government operations and the basic services it provides. Governmental fund information helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. The differences between government-wide activities (reported in the statement of net position and the statement of activities) and the governmental fund are reconciled on separate schedules on pages 4 and 6.

Financial Analysis of the District as a Whole
Assets exceeded liabilities by $1,046,264 for the fiscal year ended September 30, 2025.

The District uses capital assets to provide services to its landowners; accordingly, these assets are not available for future spending.

Joshua Water Control District
Condensed Statement of Net Position

	2025	2024	Percentage Changes
Current and Other Assets	$ 492,924	$ 392,116	25.71%
Capital Assets, Net of Accumulated Depreciation	736,298	739,998	-0.50%
Total Assets	1,229,222	1,132,114	8.58%
Deferred Outflow of Resources	17,973	27,181	-33.88%
Total Assets and Deferred Outflows of Resources	$ 1,247,195	$ 1,159,295	7.58%
Current Liabilities	$ 42,010	$ 91,062	-53.87%
Long-Term Liabilities			
Portion due after one year	96,375	160,795	-40.06%
Total Liabilities	138,385	251,857	-45.05%
Deferred inflows of resources	62,546	90,320	-30.75%
Net Position:			
Invested in capital assets, net of related debt	736,298	739,798	-0.47%
Unrestricted	309,966	77,320	300.89%
Total Net Position	1,046,264	817,118	28.04%
Total Liabilities and Net Position	$ 1,247,195	$ 1,159,295	7.58%

Fund Analysis
Current liabilities consist of accounts payable, accrued liabilities, and amounts due to other governments.

Long-term liabilities consist of the current and non-current portions of notes payable, compensated absences, and net pension liability.

Joshua Water Control District's Changes in Net Position
September 30,

	2025	2024	Percentage Changes
Revenues			
Program Revenues			
Charges for services	$ 1,220,950	$ 1,300,835	-6.14%
General Revenues			
Investment earnings	689	732	-5.82%
Total Revenues	1,221,639	1,301,567	-6.14%
Expenses			
General Government			
Physical environment	1,036,978	1,366,428	-24.11%
Interest on long-term debt	-	1,491	-100.00%
	1,036,978	1,367,919	-24.19%
Increase (Decrease) in Net Position	184,661	(66,352)	-378.30%
Net Position - Beginning of Year	817,118	883,470	-7.51%
Prior period adjustment	44,485	-	
Net Position - End of Year	$ 1,046,264	$ 817,118	28.04%

Budgetary Highlights

The District adopted the fiscal year 2024/2025 budget on August 13, 2024, with the following assessments rates: Level of Service A $64.70 per acre; Sub-District B $9.38 per acre; Sub-District C $9.38 per acre; Sub-District D, Level of Service C $57.28 per acre; Sub-District D, Level of Service D $54.12 per acre; Outside Users Fee $7.08 per acre. Total revenues and expenditures budgeted for the fiscal year ended September 30, 2025 were $1,570,400.

The actual expenditures for the fiscal year ended September 30, 2025 were $1,071,978. Total actual revenues for the fiscal year ended September 30, 2025 were $1,221,639.

Capital Assets and Debt Administration

The following summarizes the District's capital assets, net of accumulated depreciation, for the fiscal year ended September 30, 2025:

	Governmental Activities
Land	$ 142,144
Buildings	137,273
Machinery and equipment	1,260,384
Culverts	783,799
	2,323,600
Less Accumulated Depreciation	(1,587,302)
Total	$ 736,298

Debt

The following presents the District's total outstanding long-term obligations for the fiscal year ended September 30, 2025:

Compensated absences	17,021
HIS pension liability	25,626
FRS pension liability	53,729
Total Long-Term Debt	$ 96,376

Contacting the District's Financial Management

This financial report is designed to provide our readers with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact the District's General Manager, 12008 N.E. Highway 70, Arcadia, Florida 34266; 863-494-5737.

Joshua Water Control District

Statement of Net Position
As of September 30, 2025

		2025
Assets		
Current Assets		
Cash	$	469,611
Accounts receivable		23,313
Total Current Assets		492,924
Non-Current Assets		
Capital assets not being depreciated		142,144
Capital assets being depreciated, net		594,154
Total Non-Current Assets		736,298
Deferred Outflows of Resources		
Related to pensions		17,973
Total Deferred Outflows of Resources		17,973
Total Assets	$	1,247,195
Liabilities		
Current Liabilities		
Accounts payable	$	25,891
Accrued liability		11,773
Due to other governments		4,346
Total Current Liabilities		42,010
Long-Term Liabilities		
Net pension liabilities		79,355
Compensated absences payable		17,021
Total Long-Term Liabilities		96,376
Deferred Inflows of Resources		
Related to pensions		62,546
Total Deferred Inflows of Resources		62,546
Net Position		
Invested in capital assets, net of related debt		736,298
Unrestricted		309,966
Total Net Position		1,046,264
Total Liabilities and Net Position	$	1,247,195

The accompanying notes are an integral part of these financial statements.

Joshua Water Control District

Statement of Activities
For the Year Ended September 30, 2025

Function/Program Activities	Expenses	Program Revenues Charges for Services	Net (Expense) Revenue and Changes in Net Position
Governmental Activities:			
Physical environment	$ 1,036,978	(1,220,950)	$ 183,972
Total Governmental Activities	$ 1,036,978	$ (1,220,950)	$ 183,972
General Revenues:			
Interest Earnings			$ 689
Total General Revenues			689
Net Position, Beginning of Year			817,118
Change in Net Position			184,661
Correction to beginning Net Position			44,485
Net Position, End of Year			$ 1,046,264

The accompanying notes are an integral part of these financial statements.

Joshua Water Control District

Balance Sheet
Governmental Fund
As of September 30, 2025

Assets		
Cash	$	469,611
Accounts receivable		23,313
Total Assets		492,924
Liabilities and Fund Balance		
Liabilities		
Accounts payable		25,890
Accrued liability		11,773
Due to other governments		4,346
Total Liabilities		42,009
Fund Balance		
Unassigned		450,915
Total Fund Balance		450,915
Total Liabilities and Fund Balance	$	492,924

The accompanying notes are an integral part of these financial statements.

Joshua Water Control District

Reconciliation of the Governmental Fund Balance Sheet
to the Statement of Net Position
As of September 30, 2025

Total Government Fund Balance (Page 3)		$ 450,915
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 in the governmental funds.		
Cost of Assets	$ 2,323,600	
Less accumulated depreciation	(1,587,302)	736,298
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds. As of September 30, 2025 long-term liabilities are comprised of the following:		
Compensated Absences	(17,021)	
Deferred Outflows Related to Pensions	17,973	
Deferred Inflows Related to Pensions	(62,546)	
Net Pension Liability	(79,355)	(140,949)
Total Net Position (Page 1)		$ 1,046,264

The accompanying notes are an integral part of these financial statements.

Joshua Water Control District

Statement of Revenues, Expenditures, and Changes in Fund Balance
Governmental Fund
For the Year Ended September 30, 2025

Revenues		
Non-Ad Valorem Assessments	$	1,197,499
Charges for Services		23,451
Interest Income		689
Total Revenues		1,221,639
Expenditures		
Current		
Physical Environment		
Personal Services		553,379
Operating Expense		518,399
Debt Service		
Interest		200
Total Expenditures		1,071,978
Excess of Expenditures Over Revenues		149,661
Fund Balance, Beginning of Year		301,254
Fund Balance, End of Year	$	450,915

The accompanying notes are an integral part of these financial statements.

Joshua Water Control District

Reconciliation of the Statement of Revenues, Expenditures, and Changes
In Fund Balance of the Governmental Fund to the Statement of Activities
For the Year Ended September 30, 2025

Net Change in Fund Balances - Total Governmental Fund (Page 5)		$	149,661
Amounts reported for governmental activities in the Statement of Activities are different because:			
Governmental fund reports capital outlay as expenditures. However, in the Statement of Activities, the cost of capital assets are allocated over their estimated useful life and reported as depreciation expense:			
Current Year Capital Asset Additions	90,000		
Current Year Depreciation	(93,500)		(3,500)
Some expenditures 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 net changes associated with these expenses/expenditures are as follows:			
Change in Compensated Absences	815		
Change in Net Pension Liability	19,119		
Decrease in Deferred Outflows	(9,208)		
Increase in Deferred Inflows	27,774		38,500
Change in Net Position (Page 2)		$	184,661

The accompanying notes are an integral part of these financial statements.

Note 1 - Summary of Significant Accounting Policies

Enacted by the Legislature of the State of Florida, Joshua Water Control District (the "District") was originally incorporated and created under Chapter 69-1010 (House Bill No. 2569), Laws of Florida, Regular Session on July 25, 1969. The District was created for the purpose of reclaiming the lands within its boundaries and for the further purpose of water control and water supply to improve said lands and make these lands available, acceptable and habitable for settlement and agriculture.

The District is administered by a three-member Board of Supervisors (the "Board"), composed of owners of land in the District. The supervisors are each elected to a three-year term. Length of service is staggered so that one supervisor is elected or re-elected at the annual landowners meeting in August of each year.

The basic financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The District's more significant accounting policies are described below.

Financial Reporting Entity

The financial statements were prepared in accordance with GASB Statements related to The Financial Reporting Entity, which establishes standards for defining and reporting on the financial reporting entity. The definition of the financial reporting entity is based upon the concept that elected officials are accountable to their constituents for their actions. One of the objectives of financial reporting is to provide users of financial statements with a basis for assessing the accountability of the elected officials. The financial reporting entity consists of the District, organizations for which the District is financially accountable, and other organizations for which the nature and significance of their relationship with the District are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The District is financially accountable for a component unit if it appoints a voting majority of the organization's governing board and it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the District. Based upon the application of these criteria, there were no organizations that met that criterion described above.

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 activities of the District. The statement of activities demonstrates the extent to which the direct expenses of a given function 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. Other items not properly included among program revenues are reported instead as *general revenue*.

Major individual governmental funds are reported as separate columns in the fund financial statements.

Note 1 - Summary of Significant Accounting Policies (continued)

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. Non ad-valorem assessments are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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 become 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 District considers revenues to be available if they are collected within sixty days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due.

Non ad-valorem assessments and interest on investments associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current period. Revenues for expenditure driven grant and interlocal agreements are recognized when the related expenditures are incurred. All other revenue items are considered to be measurable and available only when cash is received by the District.

The District reports its only fund as a major governmental fund.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in the government-wide financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board.

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as *general revenues* rather than as program revenues.

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

Deposits and Investments
The District's cash and cash equivalents are considered to be cash on hand, time and demand deposits, and short-term investments with original maturities of less than three months from the date of acquisition.

The nature of investments is governed by the provisions of Florida Statutes Chapter 218. Under this statute, authorized investments are limited, unless otherwise authorized by law or ordinance, to the local government surplus funds trust fund, money market funds, direct or unconditionally guaranteed obligations of the United States Government, obligations of certain government agencies, interest bearing time deposits or savings accounts and certificates of deposit. At September 30, 2025, the District had no investments.

Note 1 - Summary of Significant Accounting Policies (Continued)

Capital Assets and Depreciation
Capital assets, which includes property, plant and equipment, and infrastructure assets (e.g., culverts), are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined by the District as assets with 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 estimated fair market value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life 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	20
Vehicles	7
Heavy equipment	5-15
Motors	5
Pumps	10
Office equipment and furniture	5-10
Barn and shop equipment	5-20
Canker system	4-30
Culverts	20

The District had not elected to retroactively apply the capitalization requirements of GASB Statement No. 34 to major general infrastructure assets acquired since 1980. Infrastructure assets include drainage systems and similar assets that are immovable and of value only to the District.

Non-Ad Valorem Assessments
The collection of non-ad valorem assessments is consolidated in the Office of the County Tax Collector. Assessments are levied on November 1st of each year, or as soon thereafter as the tax roll is certified by the County Property Appraiser and delivered to the Tax Collector. All unpaid assessments levied become delinquent April 1st of the following year. Discounts are allowed for early payment at a maximum rate of 4%. Non-ad valorem assessment revenues are recognized when they become available. At September 30, 2025, unpaid delinquent assessments are not material and have not been recorded by the District.

Compensated Absences
Employees earn vacation and sick leave benefits in accordance with the District’s personnel policies. Leave is earned and administered on a calendar-year basis. Vacation leave and sick leave are accrued as liabilities in the government-wide financial statements when the benefits are earned and are more likely than not to be used or otherwise paid. Sick leave is available for qualifying medical absences and is not currently payable upon separation from employment.

A liability for accumulated compensated absences and related employer costs is reported as a long-term liability in the government-wide financial statements. No compensated absence liability is reported in the governmental fund financial statements because the amounts are not due and payable at year-end.

Note 1 - Summary of Significant Accounting Policies (continued)

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

Deferred Outflows/Inflows of Resources
Deferred outflows of resources represent a consumption of net position that applies to a future period and, therefore, will not be recognized as an outflow of resources (expense/expenditure) until that future period. The District reports deferred outflows related to pensions in accordance with GASB Statement No. 68.

Deferred inflows of resources represent an acquisition of net position that applies to a future reporting period and, therefore, will not be recognized as an inflow of resources (revenue) until that future period. The District reports deferred inflows related to pensions in accordance with GASB Statement No. 68.

Fund Balance
In the governmental fund financial statements, fund balance is classified to reflect the constraints placed on resources. The classifications are defined as follows:

Nonspendable – Amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact.

Restricted – Amounts constrained to specific purposes by external parties, constitutional provisions, or enabling legislation.

Committed – Amounts constrained to specific purposes by formal action of the District's highest level of decision-making authority.

Assigned – Amounts intended to be used for specific purposes but do not meet the criteria to be classified as restricted or committed.

Unassigned – The residual classification for the General Fund.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, followed by committed, assigned, and unassigned resources as needed.

As of September 30, 2025, the District reported only unassigned fund balance.

Net Position
Equity in the government-wide statement of net position is displayed in three categories: 1) invested in capital assets net of related debt, 2) restricted, and 3) unrestricted. Net position invested in capital assets net of related debt consists of capital assets reduced by accumulated depreciation and by any outstanding debt incurred to acquire, construct, or improve those assets. Net position is reported as restricted when there are legal limitations imposed on their use by District legislation or external restrictions by other governments, creditors, or grantors. Unrestricted net position consists of all net positions that do not meet the definition of either of the other two components.

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 amounts of assets, liabilities, and disclosure of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenue and expenditures during the reporting period. Actual results could differ from those estimates.

Note 2 – Prior Period Adjustment

During fiscal year 2025, the District identified an error in the previously reported pension liability associated with the Florida Retirement System Pension Plan and Health Insurance Subsidy Program. As a result, beginning net position has been restated to correct the prior-year overstatement of the net pension liability.

The effect of the restatement on beginning net position is as follows:

Net Position, September 30, 2024, as previously reported	$	817,118
Correction of net pension liability		44,485
Net Position, September 30, 2024, as restated	$	861,603

Note 3 - Deposits

In addition to insurance provided by the Federal Depository Insurance Corporation, all deposits are held in banking institutions approved by the State Treasurer of the State of Florida to hold public funds.

This is done in compliance with Section 280, Florida Statutes, which provides that in the event of a default by any such bank and savings and loan association, all participating banks and savings and loan associations throughout the State would be obligated to reimburse the government for any loss.

Joshua Water Control District

Notes to Basic Financial Statements
For the Year Ended September 30, 2025

Note 4 - Capital Assets

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

	Beginning Balance 10/01/2024	Additions	Deletions	Ending Balance 09/30/2025
Capital Assets not being Depreciated:				
Land	$ 142,144	$ -	$ -	$ 142,144
Total Capital Assets not being Depreciated	142,144	-	-	142,144
Capital Assets being Depreciated:				
Building and improvements	137,273	-	-	137,273
Machinery and equipment				
Vehicles	153,307	-	-	153,307
Heavy equipment	762,168	85,000	-	847,168
Motors	36,905	-	-	36,905
Pumps	17,501	-	-	17,501
Office equipment and furniture	16,291	-	-	16,291
Barn and shop equipment	72,603	5,000	-	77,603
Canker systems	111,609	-	-	111,609
Culverts	783,799	-	-	783,799
Total Capital Assets being Depreciated	2,091,456	90,000	-	2,181,456
Less Accumulated Depreciation	(1,493,802)	(93,500)	-	(1,587,302)
Total Capital Assets being depreciated, net	597,654	(3,500)	-	594,154
Governmental Activities - Capital Assets, net	$ 739,798	$ (3,500)	$ -	$ 736,298

Depreciation expense of $93,500 was charged to Physical Environment for the fiscal year ended September 30, 2025.

Note 5 - Line of Credit

The District, in June 2022, renewed an existing agreement for a revolving line of credit with a financial institution for $300,000, for which it makes monthly interest payments at a fixed rate of 6.00% of funds withdrawn. During the fiscal year, the District made no draws on the account.

No outstanding balance existed at the period ending September 30, 2025.

Note 6 - Long-Term Liabilities

Long-term liabilities activity for the year ended September 30, 2025 consisted of accumulated employee benefits, including compensated absences and related employer costs. Changes in the District's long-term liabilities during the year were as follows:

	Beginning Balance 10/01/2024	Additions	Deletions	Ending Balance 09/30/2025	Due Within One Year
Long-Term Liabilities					
Compensated absences	$ 17,836	-	$ 815	$ 17,021	$ -
HIS pension liability	30,593	-	4,967	25,626	-
FRS pension liability	67,881	-	14,152	53,729	-
Total Long-Term Liabilities	$ 116,310	$ -	$ 19,934	$ 96,376	$ -

Note 7 - Retirement Plans

Florida Retirement System General Information

Only one of the five full-time employees is in the FRS. All qualified employees are in the Florida Municipal Pension Trust Fund (FMPTF) a 401A plan (not FRS). At year end, there were four employees in FMPTF. As provided by Chapters 121 and 112, Florida Statutes, the FRS provides two cost sharing, multiple employer defined benefit plans administered by the Florida Department of Management Services, Division of Retirement, including the FRS Pension Plan ("Pension Plan") and the Retiree Health Insurance Subsidy ("HIS Plan"). Under Section 121.4501, Florida Statutes, the FRS also provides a defined contribution plan ("Investment Plan") alternative to the FRS Pension Plan, which is administered by the State Board of Administration ("SBA"). As a general rule, membership in the FRS is compulsory for all employees working in a regularly established position for a state agency, county government, district school board, state university, community college, or a participating city or special district within the State of Florida. The FRS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefits are established by Chapter 121, Florida Statutes, and Chapter 60S, Florida Administrative Code. Amendments to the law can be made only by an act of Florida State Legislature.

The State of Florida annually issues a publicly available financial report that includes financial statements and required supplementary information for the FRS. The latest available report may be obtained by writing to the State of Florida Division of Retirement, Department of Management Services, P.O. Box 9000, Tallahassee, Florida 32315-9000, or from the Website:
www.dms.myflorida.com/workforce_operations/retirement/publications.

Note 7 - Retirement Plans (continued)

Pension Plan Description
The Pension Plan is a cost-sharing multiple-employer defined benefit pension plan, with a Deferred Retirement Option Program ("DROP") for eligible employees.

Benefits Provided
Benefits under the Pension Plan are computed on the basis of age, average final compensation, and service credit. For Pension Plan members enrolled before July 1, 2011, Regular class members who retire at or after age 62 with at least six years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 1.6% of their final average compensation based on the five highest years of salary, for each year of credited service. Vested members with less than 30 years of service may retire before age 62 and receive reduced retirement benefits. Special Risk Administrative Support class members who retire at or after age 55 with at least six years of credited service or 25 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 1.6% of their final average compensation based on the five highest years of salary, for each year of credited service. Special Risk class members (sworn law enforcement officers, firefighters, and correctional officers) who retire at or after age 55 with at least six years of credited services, or with 25 years of service regardless of age, are entitled to a retirement benefit payable monthly for life, equal to 3.0% of their final average compensation based on the five highest years of salary for each year of credited service. Senior Management Service class members who retire at or after age 62 with at least six years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 2.0% of their final average compensation based on the five highest years of salary for each year of credited service. Elected Officers' class members who retire at or after age 62 with at least six years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 3.0% (3.33% for judges and justices) of their final average compensation based on the five highest years of salary for each year of credited service.

For Plan members enrolled on or after July 1, 2011, the vesting requirement is extended to eight years of credited service for all these members and increasing normal retirement to age 65 or 33 years of service regardless of age for Regular, Senior Management Service, and Elected Officers' class members, and to age 60 or 30 years of service regardless of age for Special Risk and Special Risk Administrative Support class members. Also, the final average compensation for all these members will be based on the eight highest years of salary.

As provided in Section 121.101, Florida Statutes, if the member is initially enrolled in the Pension Plan before July 1, 2011, and all service credit was accrued before July 1, 2011, the annual cost-of-living adjustment is three percent 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 three percent determined by dividing the sum of the pre-July 2011 service by the total service credit at retirement multiplied by three percent. Plan members initially enrolled on or after July 1, 2011, will not have a cost-of-living adjustment after retirement.

In addition to the above benefits, the DROP program allows eligible members to defer receipt of monthly retirement benefit payments while continuing employment with a FRS employer for a period not to exceed 60 months after electing to participate. Deferred monthly benefits are held in the FRS Trust Fund and accrue interest. There are no required contributions by DROP participants.

Note 7 - Retirement Plans (continued)

Contributions

Effective July 1, 2011, all enrolled members of the FRS, other than DROP participants, are required to contribute three percent of their salary to the FRS. In addition to member contributions, government employers are required to make contributions to the FRS based on state-wide contribution rates established by the Florida Legislature. These rates are updated as of July 1 of each year. The employer contribution rates by job class for the periods from October 1, 2024 through June 30, 2025 and from July 1, 2025 through September 30, 2025, respectively, were as follows: Regular – 13.63% and 14.03%; Special Risk Administrative Support – 39.82% and 39.48%; Special Risk – 32.79% and 35.19%; Senior Management Service – 34.52% and 33.24%; Elected Officers' – 45.45% and 46.14%; and DROP participants – 21.13% and 22.02%. These employer contribution rates include 2.00% HIS Plan subsidy for the period July 1, 2024 through June 30, 2025.

The District's contributions to the Pension Plan totaled $10,337 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 liability of $53,729 for its proportionate share of the Pension 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 to the pension plan relative to the contributions of all participating employers for the measurement period ended June 30, 2025. At June 30, 2025, the District's proportionate share was .000173123 percent, which was a decrease of .000002349 percent from its proportionate share measured as of June 30, 2024.

Note 7 - Retirement Plans (continued)

For the fiscal year ended September 30, 2025, the District recognized pension expense of $19,252. 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	$ 5,739	$ -
Change of assumptions	6,239	-
Net difference between projected and actual earnings on Pension Plan investments	-	8,971
Changes in proportion and differences between District Pension Plan contributions and proportionate share of contributions	3,851	30,981
Total	$ 15,829	$ 39,952

The deferred outflows of resources related to the Pension Plan, totaling $15,829 resulting from District's 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, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the Pension Plan will be recognized in pension expense as follows:

Fiscal Year Ending September 30,	Amount
2026	$ (21,019)
2027	$ (4,000)
2028	$ (1,457)
2029	$ (652)
Thereafter	$ -

Note 7 - Retirement Plans (continued)

Actuarial Assumptions
The total pension liability in the June 30, 2025 actuarial valuation was determined using the following actuarial assumption, applied to all periods included in the measurement:

Inflation	2.40%
Salary increases	3.50%, average, including inflation
Investment rate of return	6.70%, net of pension plan investment expense, including inflation

Mortality rates were based on the Generational RP-2000 with Projection Scale BB tables.

The actuarial assumptions used in the June 30, 2025 valuation were based on the results of an actuarial experience study for the period July 1, 2018 through June 30, 2023.

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	Compound Annual (Geometric) Return	Annual Standard Deviation
Cash equivalents	1.00%	3.20%	3.20%	1.10%
Fixed income	29.00%	5.50%	5.40%	4.00%
Global equity	45.00%	8.50%	6.90%	18.30%
Real estate	12.00%	8.40%	7.10%	16.80%
Private equity	11.00%	12.40%	8.80%	28.40%
Strategic investments	2.00%	6.50%	6.10%	8.70%
Total	100.00%			
Assumed Inflation - Mean		2.40%		1.50%

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

Note 7 - Retirement Plans (continued)

Discount Rate

The discount rate used to measure the total pension liability was 6.70%. The Pension 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 calculation of the total pension liability is equal to the long-term expected rate of return.

Sensitivity of the District's Proportionate Share of the Net Position Liability to Changes in the Discount Rate

The following represents the District's proportionate share of the net pension liability calculated using the discount rate of 6.70%, 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 one percentage point lower (5.70%) or one percentage point higher (7.70%) than the current rate:

	1% Decrease (5.70%)	Current Discount Rate (6.70%)	1% Increase (7.70%)
District's proportionate share of the net pension liability/asset	$ 105,442	$ 53,729	$ 10,373

Pension Plan Fiduciary Net Position

Detailed information regarding the Pension Plan's fiduciary net position is available in the separately issued FRS Pension Plan and Other State Administered Systems Annual Comprehensive Financial Report.

Payables to the Pension Plan

The District reported a payable in the amount of $0 for outstanding contributions to the Pension Plan required for the fiscal year ended September 30, 2025.

HIS Plan Description

The 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 Florida Department of Management Services, Division of Retirement.

Benefits Provided

For the fiscal year ended September 30, 2025, eligible retirees and beneficiaries received a monthly HIS payment of $5 for each year of creditable service completed at the time of retirement, with a minimum HIS payment of $30 and a maximum HIS payment of $150 per month. To be eligible to receive these benefits, a retiree under a State-administered retirement system must provide proof of health insurance coverage, which may include Medicare.

Note 7 - Retirement Plans (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 HIS contribution for the period was 2.00%. The District contributed 100% 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 legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or cancelled.

The District's contributions to the HIS Plan totaled $2,024 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 liability of $25,626 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 the actuarial valuation as of July 1, 2025. The District's proportionate share of net pension liability was based on the District's contributions to the pension plan relative to the contributions of all participating employers for the measurement period ended June 30, 2025. At June 30, 2025, the District's proportionate share was .000199928 percent, which was a decrease of .000004014 percent from its proportionate share measured as of June 30, 2024.

Joshua Water Control District

Notes to Basic Financial Statements
For the Year Ended September 30, 2025

Note 7 - Retirement Plans (continued)

For the fiscal year ended September 30, 2025, the District recognized pension expense of $6,309. 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
Difference between expected and actual experience	$ 153	$ 41
Change of assumptions	227	6,198
Net difference between projected and actual earnings on HIS Plan investments	-	21
Changes in proportion and differences between District HIS Plan contributions and proportionate share of contributions	1,764	16,334
Total	$ 2,144	$ 22,594

Note 7 - Retirement Plans (continued)

The deferred outflows of resources related to the HIS Plan, totaling $2,144 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, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the HIS Plan will be recognized in pension expense as follows:

Fiscal Year Ending September 30,	Amount
2026	$ (6,961)
2027	$ (4,529)
2028	$ (1,588)
2029	$ (1,097)
Thereafter	$ (414)

Actuarial Assumptions

The total pension liability in the June 30, 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
Municipal bond rate	5.20%

Mortality rates were based on the PUB-2010 base table, projected generationally with Scale MP-2018.

The actuarial assumptions used in the June 30, 2025 valuation were based on the results of an actuarial experience study of the FRS for the period July 1, 2018 - 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.

Note 7 - Retirement Plans (continued)

Sensitivity of the District's Proportionate Share of the Net Position Liability to Changes in the Discount Rate
The following represents 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 one percentage point lower (4.2%) or one percentage point higher (6.2%) than the current rate:

	1% Decrease (4.2%)	Current Discount Rate (5.2%)	1% Increase (6.2%)
District's proportionate share of the HIS pension liability	$ 28,897	$ 25,626	$ 22,882

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

Payables to the HIS Plan
The District reported a payable in the amount of $0 for outstanding contributions to the HIS Plan required for the fiscal year ended September 30, 2025.

Note 8 - Defined Contribution Plan

The Retirement Plan and Trust for the General Employees of the District is a defined contribution plan established by the District and administered by the Florida League of Cities, Inc. to provide benefits at retirement to its full-time employees hired after January 1, 1996. Full-time employees are eligible to participate after one year of service. The District is required to contribute 6% of the annual covered payroll. Employee contributions are voluntary and shall not exceed 10% of compensation. Plan members are vested in 10% for each year of service, with 100% vesting after ten years of service. Plan revisions and contributions requirements are established and may be amended by the Board of Supervisors. All required contributions have been made by the District.

Note 9 - Risk Management

The District is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters for which the District carries commercial insurance. The District is also covered by Florida Statutes under the Doctrine of Sovereign Immunity which effectively limits the amount of liability of the District to individual claims of $100,000/$200,000 for all claims relating to the same accident. There were no changes in insurance coverage from the prior year and there were no settlements that exceeded insurance coverage

Note 10 - Inter-Local Agreement

The District operated under an agreement with East Charlotte Drainage District (ECDD) through August 2025 whereby the District provided certain operational and maintenance services and was reimbursed for eligible costs. During the fiscal year 2025, ECDD utilized the District's services for two quarters.

As of September 30, 2025, the District reported a receivable from ECDD of $23,313. Of this amount, approximately $17,313 related to fiscal year 2025 services and reimbursement of chemical costs, while $6,000 related to services provided and invoiced during the prior fiscal year. The receivable was collected subsequent to year-end in November 2025.

Note 11 - Related Party Transactions

The District leases 4.36 acres of land from Alico, Inc., a major landowner within the District. This lease automatically renewed for a period of one year until August 31, 2007, and thereafter shall renew for consecutive one-year periods until either party gives written notice. Annual rental payments under the lease are equal to all taxes, assessments, and excises levied against the leased property during the lease term which are calculated a year in arrears. The lease payment for the fiscal year ended September 30, 2025 was $1,140.

During the 2025 fiscal year, Alico, Inc. also reimbursed the District for tax-compensation for non-irrigated blocks.

In 2008, the Board of Supervisors of the Joshua Water Control District, after discussions with the Southwest Florida Water Management District, determined that it would be in the best interest of JWCD and its landowners to participate in the FARMS Program (Facilitating Agricultural Resource Management System) which is a demonstration of a best management practice (BMP) program that involves both water and quality aspects. Recipients will be required to fund the project then request reimbursement for approved expenditures. This program is sponsored by the Southwest Florida Water Management District and the Florida Department of Agriculture and Consumer Services.

Note 12 – Other Postemployment Benefits (OPEB)

Plan Description

The District provides other postemployment benefits (OPEB) in the form of continued participation in its health insurance program to eligible retirees. The plan is a single-employer defined benefit plan administered by the District. Benefits are provided in accordance with District policy, which may be amended by the Board of Supervisors.

Benefits Provided

Retirees who meet eligibility requirements may continue to participate in the District’s health insurance program. Retirees are required to pay 100% of the premium for coverage. The District does not provide any direct subsidy; however, an implicit rate subsidy may exist to the extent that retirees are charged the same premium as active employees.

Employees Covered by Benefit Terms

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

Active employees: 7
Inactive employees or beneficiaries currently receiving benefits: 0
Inactive employees entitled to but not yet receiving benefits: 0
Total: 7

Note 12 – Other Postemployment Benefits (OPEB) (continued)

Net OPEB Liability

The District has evaluated its potential liability for OPEB in accordance with GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions.

Based on this evaluation, the District determined that any potential implicit rate subsidy associated with retiree participation in the health insurance program is not material to the financial statements. Accordingly, no net OPEB liability has been recorded as of September 30, 2025.

OPEB Expense and Contributions

The District finances OPEB on a pay-as-you-go basis. For the fiscal year ended September 30, 2025, the District incurred no OPEB expense and made no contributions related to OPEB benefits.

Plan Assets

The District has not established a trust or equivalent arrangement to accumulate resources for the payment of OPEB benefits. Accordingly, the plan has no assets as defined under GASB Statement No. 75.

Note 13 - Subsequent Events

The District's management has evaluated events and transactions for potential recognition or disclosure through June 15, 2026, the date the financial statements were available to be issued.

Required Supplementary Information (RSI) and Other Letters

Joshua Water Control District

Budgetary Comparison Schedule
General Fund
For the Year Ended September 30, 2025

	Original	Final	Actual	Variance with Final Budget Positive/(Negative)
Revenues:				
Non-ad valorem assessments	$ 1,570,400	$ 1,570,400	$ 1,197,499	$ (372,901)
Charge for services	-	-	23,451	23,451
Interest income	-	-	689	689
Total Revenues	1,570,400	1,570,400	1,221,639	(348,761)
Expenditures:				
Physical environment	1,570,400	1,570,400	1,071,978	498,422
Excess (Deficiency) of Resources Over Expenditures	-	-	149,661	149,661
Fund Balance, October 1, 2024	243,770	243,770	301,254	57,484
Fund Balance, September 30, 2025	$ 243,770	$ 243,770	$ 450,915	$ 207,145

Notes to Budgetary Comparison Schedule
For the Year Ended September 30, 2025

Note 1 - Budgets and Budget Accounting

State of Florida Statutes require that, for each fiscal year, a special district make appropriations which will not exceed the amount to be received from taxation and other available sources. The District annually adopts an operating budget for the general fund. The procedures for establishing budgetary data are as follows:

- In August of each year, the District Manager submits a proposed operating budget to the Board for the next fiscal year commencing the following October 1. The proposed budget includes expenditures and the means of financing them.

- In August of each year, the budget is legally adopted by the Board.

Budgets are adopted on the modified accrual basis of accounting, consistent with accounting principles generally accepted in the United States. All appropriations lapse at the fiscal year-end unless encumbered or specifically designated to be carried forward to the subsequent year. Changes or amendments to the total budgeted expenditures of the District must be approved by the Board. Accordingly, the legal level of control is at the fund level.

Joshua Water Control District

Schedule of Proportionate Share of Net Pension Plan Liability
Florida Retirement System
For the Year Ended September 30, 2025

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
District's proportionate share of the net pension liability	0.000175472%	0.000175472%	0.000205413%	0.000174169%	0.000323098%	0.000669662%	0.000610126%	0.000610126%	0.000641196%	0.000864071%
District's proportionate share of the net pension liability	$ 53,729	$ 67,881	$ 81,850	$ 64,805	$ 24,406	$ 290,241	$ 215,706	$ 183,773	$ 189,661	$ 218,179
District's covered-employee payroll	$ 88,200	$ 89,148	$ 96,211	$ 82,469	$ 81,732	$ 216,778	$ 196,011	$ 183,671	$ 190,773	$ 191,315
District's proportionate share of the net pension liability as a percentage of covered-employee payroll	60.92%	76.14%	85.07%	78.58%	29.86%	133.89%	110.05%	100.06%	99.42%	114.04%
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%

Joshua Water Control District

Schedule of Proportionate Share of Net Pension Plan Liability
FRS Health Insurance Subsidy Program
For the Year Ended September 30, 2025

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
District's proportionate share of the net pension liability	0.000199928%	0.000203942%	0.000244730%	0.000224075%	0.000332057%	0.000614640%	0.000573787%	0.000558249%	0.000568866%	0.000675567%
District's proportionate share of the net pension liability	$ 25,626	$ 30,593	$ 38,866	$ 23,733	$ 40,732	$ 73,438	$ 64,021	$ 59,086	$ 60,826	$ 78,733
District's covered-employee payroll	$ 88,200	$ 89,148	$ 96,211	$ 82,469	$ 81,732	$ 216,778	$ 196,011	$ 183,671	$ 190,773	$ 191,315
District's proportionate share of the net pension liability as a percentage of covered-employee payroll	29.05%	34.32%	40.40%	28.78%	49.84%	33.88%	32.66%	32.17%	31.88%	41.15%
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%

Joshua Water Control District

Schedule of Contributions
Florida Retirement System
For the Year Ended September 30, 2025

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Contractually required contribution	$ 10,337	$ 9,936	$ 9,882	$ 7,432	$ 12,309	$ 22,250	$ 19,421	$ 17,388	$ 16,692	$ 21,072
Contributions in relation to the contractually required amount	10,337	9,936	9,882	7,432	12,309	22,250	19,421	17,388	16,692	21,072
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
District's covered-employee payroll	88,200	89,148	96,211	82,469	81,732	216,778	196,011	183,672	190,773	$ 191,315
Contributions as a percentage of covered-employee payroll	11.72%	11.15%	10.27%	9.01%	15.06%	10.26%	9.91%	9.47%	8.75%	11.01%

Joshua Water Control District

Schedule of Contributions
FRS Health Insurance Subsidy Program
For the Year Ended September 30, 2025

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Contractually required contribution	$ 1,787	$ 1,727	$ 1,610	$ 1,356	$ 1,952	$ 3,466	$ 3,186	$ 3,027	$ 3,011	$ 3,163
Contributions in relation to the contractually required amount	2,024	1,727	1,610	1,356	1,952	3,466	3,186	3,027	3,011	3,163
Contribution deficiency (excess)	$ (237)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
District's covered-employee payroll	88,200	89,148	96,211	82,469	81,732	216,778	196,011	183,672	190,773	$ 191,315
Contributions as a percentage of covered-employee payroll	2.29%	1.94%	1.67%	1.64%	2.39%	1.60%	1.63%	1.65%	1.58%	1.65%

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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*

Honorable Board of Supervisors
Joshua Water Control District
Arcadia, FL

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 of Joshua Water Control District (the "District"), as of and for the 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 report thereon dated June 15, 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 opinion 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 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 may exist that have not been identified.

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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 grant 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.

This report is intended solely for the information and use of management, the District, others within the entity and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

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DG Perry CPAs +Advisors
Zephyrhills, FL
June 15, 2026

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Management Letter

Honorable Board of Supervisors
Joshua Water Control District
Arcadia, FL

Report on the Financial Statements
We have audited the financial statements of the Joshua Water Control District (the "District") as of and for the fiscal year ended September 30, 2025 and have issued our report thereon dated June 15, 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.* Disclosures in that report, which is dated June 15, 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. There were no such findings or recommendations made in the preceding report.

Official Title and Legal Authority
Section 10.554 (1)(i)2., *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 basic financial statements. The District discloses this information in the notes to the basic financial statements. The District has no component units.

Financial Condition
Section 10.554(1)(i)5.a. and 10.556(7), Rules of the Auditor General, require that we apply appropriate procedures and report the results of our determination as to whether or not the Joshua Water Control District has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and identification of the specific condition(s) met. In connection with our audit, we determined that the District did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

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

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Special District Component Units

Section 10.554(1)(i)5.d., *Rules of the Auditor General*, requires that we determine whether or not a special district that is a component unit of a county, municipality, or special district, provided 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 determined that all special district component units provided the necessary information for proper reporting in accordance with Section 218.39(3)(b), Florida Statutes.

Other Matters

Section 10.554(1)(i)2., *Rules of the Auditor General*, requires that we address in the management letter any recommendations to improve financial management. We did not have any such findings.

Section 10.554(1)(i)3., *Rules of the Auditor General*, requires that we address 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. In connection with our audit, we did not have any such findings.

Management has provided the specific information required by Section 218.39(3)(c), Florida Statutes, as listed below.

Element	Comments
Number of district employees compensated at 9/30/2025	9
Number of independent contractors compensated in September 2025	0
Employee compensation for FYE 9/30/2025 (paid/accrued)	$440,554
Independent contractor compensation for FYE 9/30/2025	$0
Construction projects to begin on or after October 1; (>$65K)	0
Budget variance report	See Variance Report on page 26 for details
Ad Valorem taxes;	Not applicable
Millage rate FYE 9/30/2025	Not applicable
Ad valorem taxes collected FYE 9/30/2025	Not applicable
Outstanding Bonds:	Not applicable
Non ad valorem special assessments;	
Special assessment rate FYE 9/30/2025	$64.70 per acre for Level Service A; $9.38 per acre for Sub-District B and Sub-District C; $57.28 per acre for Sub-District D (Level of Service C), $54.12 per acre for Sub-District D (Level of Service D)
Special assessments collected FYE 9/30/2025	$1,197,498
Outstanding Bonds:	0

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 Florida House of Representatives, the Florida Auditor General, Federal and other granting agencies, the Board of Supervisors, and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.

DG Perry CPAs + Advisors
Zephyrhills, FL
June 15, 2026

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Independent Auditors' Report on Compliance with Section 218.415, Florida Statutes

Honorable Board of Supervisors
Joshua Water Control District
Arcadia, Florida

We have examined the Joshua Water Control District's (the "District") compliance with Section 218.415, Florida Statutes regarding the investment of public funds during the period ended September 30, 2025, as required by Section 10.556, *Rules of the Auditor General*. 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 (AICPA) and accordingly, included examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination of the District's compliance with specified requirements.

In our opinion, the District complied, in all material respects, with the requirements contained in Section 218.415, Florida Statutes during the 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, the District, its management, and is not intended to be and should not be used by anyone other than these specified parties. However, this letter is a matter of public record and its distribution is not limited.

DG Perry

DG Perry CPAs + Advisors
Zephyrhills, FL
June 15, 2026

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