M E M O R A N D U M

TO: Governing Board Members

FROM: Candida Heater, Director, Administrative Services Division

DATE: November 12, 2026

SUBJECT: Monthly Financial Statement – September 30, 2026

This report provides an overview of the District's unaudited financial activity for Fiscal Year 2025-2026, including revenue collections, expenditures and encumbrances made against the $2.5 billion current budget, including a $1.1 billion encumbrance carryforward from Fiscal Year 2024-2025. The carryforward encumbrances are predominantly for planning, design, and construction of large restoration projects under contract which are funded by Legislative appropriated state reimbursable funds. The encumbrances represent contractual orders for goods and services which have not yet been received. Attached is a summary in the State Program format in compliance with Section 373.536(4)(e), Florida Statutes, which states that each District shall provide a monthly financial statement in the form and manner prescribed by the Department of Financial Services to the District's Governing Board and make such monthly financial statement available for public access on its website.

Summary of Revenue Sources - New operating revenue collected (excluding prior year reserves) totals **$1.2 billion**. Including reserves, the total Fiscal Year 2025-2026 revenue sources collected were 58**%** of budget or **$1.5 billion**.

- Taxes collected in the amount of $407.3 million or 100% were distributed to the District through the Tax Collectors within the District's 16 counties. Compared to the five-year average of 100%, as of the end of the fiscal year, tax collections are the same as trend. The total amount of Ad Valorem the District levied was $413.2 million and was discounted to $396.7 million for budgeting purposes.
- Intergovernmental revenues of $744.4 million were recognized as of the end of September. Intergovernmental revenues are comprised of local, state, and federal sources with the majority being allocated by the Florida Legislature. Specific funding sources include Save Our Everglades Trust Fund, Land Acquisition Trust Fund, State General Revenue, Florida Fish and Wildlife Conservation Commission, Natural Resources Conservation Service and U.S. Army Corps of Engineers federal cost share of transferred projects. Most of these revenues are received through reimbursement requests submitted monthly or quarterly based on actual expenses incurred.
- Interest on Invested Funds was recorded as $14.3 million as of the end of September. Last year, at this time, investment earnings were reported as $15.7 million.
- License and Permit Fees of $7.3 million have been received, including $1.7 million from Lake Belt mitigation fees, $3.1 million from environmental resource permits, $1.3 from Corkscrew Mitigation and $953,975 from water use permits.

- Other budgeted revenues of $43.8 million received include leases, sale of District property, program income, revenue supporting District self-insured programs and COPS proceeds:
    - $3.4 million in rock mining royalties have been collected and $5.2 million in lease revenues, for a total of $8.6 million. The timing of revenues received is based on the fee schedules within the agreements.
    - $1 million has been collected from cash discounts refunded from prior year expenditures, civil penalties, enforcement fees, program income and sale of recycled oil and scrap metal.
    - $3.9 million from the sale of District property has been received. This amount includes proceeds of $2.4 million from a land surplus sale supporting the CERP EAA Reservoir project.
    - $29.4 million in revenues recognized through the end of September for the District's self-insured programs. This includes District funding as well as premiums paid by employees, retirees, and COBRA participants.
    - $629,627 in net COPS Financing Sources to cover COPS Uses of about the same.

Summary of Expenditure and Encumbrance - the District has spent **$1.2 billion** and has encumbered **$1.2 billion** of its budget. The District has obligated (encumbrances plus expenditures) **$2.4 billion** of its budget.

- **Water Resources Planning and Monitoring Program** includes water supply and other water resources planning, development of minimum flows and levels and technical assistance (including local and regional plan and program review). District regional water supply plans for each planning area address the unique resources and needs of specific regions – Lower West Coast, Upper and Lower East Coast, Upper and Lower Kissimmee Basin. District work includes research, data collection, modeling, environmental monitoring and assessment activities that support various regulatory-driven mandates/agreements and comply with federal and state-issued permits for all restoration projects. Of the $72.8 million budgeted for this program, the District has obligated $63.6 million: $53.1 million expended and $10.5 million encumbered.
- **Land Acquisition, Restoration and Public Works Program** includes the acquisition, planning, design, engineering and construction of all restoration projects unique to the District including the Kissimmee River Restoration Project, Northern Everglades and Estuaries Protection Program (NEEPP), Everglades Forever Act (EFA), Critical Restoration, Comprehensive Everglades Restoration Plan (CERP) and Restoration Strategies (RS). This category also includes water resource development and water supply assistance projects, water control projects and cooperative projects. This Program is mostly funded with Legislatively appropriated state reimbursable funding. Of the $1.7 billion budgeted for this program, the District has obligated $1.7 billion: $776 million expended and $946.5 million encumbered.
- **Operation and Maintenance of Works and Land Program** includes all operation and maintenance of facilities, flood control and water supply structures, lands, and other works authorized by Chapter 373, Florida Statutes. The District operates and maintains a multi-purpose water management system comprised of approximately 2,175 miles of canals and 2,130 miles of levees/berms, 98 pump stations, 936 water control structures and weirs, and 620 project culverts, throughout the Central and Southern Florida (C&SF) Project, Big Cypress

Basin system, Storm Water Treatment Areas (STA's), CERP and RS completed projects. Of the $624.7 million budgeted for this program, the District has obligated $529.9 million: $326.7 million expended and $203.2 million encumbered.

- **Regulation Program** includes water use permitting, water well construction permitting, water well contractor licensing, environmental resource and surface water management permitting, permit administration and enforcement, and any delegated regulatory program. Additional regulatory enforcement activities include the Southern and Northern Everglades Nutrient Source Control Program, and the Everglades Long-Term Plan, which mandates the implementation of Best Management Practices (BMP) programs in the Everglades Construction Project (ECP) and non-ECP Basins for the Southern Everglades. Of the $24.2 million budgeted for this program, the District has obligated $24.2 million: $23.7 million expended and $0.5 million encumbered.
- **Outreach Program** includes all environmental education activities, such as water conservation campaigns and water resource education; public information activities; activities relating to local, regional, state, and federal governmental affairs; and all public relations activities, including public service announcements and advertising in any media. Of the $1.2 million budgeted for this program, the District has obligated $1.1 million: $1.1 million expended and $475 encumbered.
- **District Management and Administration** includes all Governing and Basin Board support, executive support; management information systems, unrestricted reserves; and general counsel, ombudsman, human resources, budget, finance, audit, risk management, and administrative services. Additionally, this program includes property appraiser, tax collector & self-insurance fees in support of district and basin activities. Of the $47.4 million budgeted for this program, the District has obligated $43.9 million: $42.1 million expended and $1.8 million encumbered.

We hope this report will aid in understanding the District's financial condition as well as expenditure performance against the approved budget. If you have any questions, please feel free to contact me at (561) 682-6486.

CJH/MD
Attachment

South Florida Water Management District

Statement of Sources and Uses of Funds (Unaudited)

For the month ended: September 30, 2026. Percent of fiscal year completed: 100%

Sources	CURRENT BUDGET	Actuals Through September 2026	VARIANCE (UNDER) / OVER BUDGET	ACTUALS AS A % OF BUDGET
Taxes [1]	$ 407,269,318	$ 407,312,485	$ 43,167	100.0%
Intergovernmental	1,801,938,936	744,436,256	(1,057,502,680)	41.3%
Interest on Invested Funds	6,449,163	14,287,043	7,837,880	221.5%
Licenses Permits & Fees	3,714,000	7,260,210	3,546,210	195.5%
Other [2]	50,708,077	43,777,633	(6,930,444)	86.2%
SUB-TOTAL OPERATING REVENUES	2,270,079,494	1,217,073,628	(1,053,499,747)	53.6%
Reserves	237,563,033	237,563,033	-	100.0%
Total Sources	**$ 2,507,642,528**	**$ 1,454,636,661**	**$ (1,053,005,866)**	**58.0%**

[1] Includes Ad Valorem and Agricultural Privilege Taxes.

[2] Includes Leases, Sale of District Property, and Self Insurance Premiums.

Uses	CONSUMABLE BUDGET	EXPENDITURES	ENCUMBRANCES [3]	AVAILABLE BUDGET	% EXPENDED	% OBLIGATED [4]
Water Resources Planning and Monitoring	$ 72,766,739	$ 53,064,716	$ 10,535,230	$ 9,166,793	72.9%	87.4%
Land Acquisition, Restoration and Public Works	1,737,303,423	775,993,059	946,483,864	14,826,501	44.7%	99.1%
Operation and Maintenance of Works and Lands	624,727,430	326,670,927	203,185,188	94,871,315	52.3%	84.8%
Regulation	24,246,472	23,660,800	527,490	58,182	97.6%	99.8%
Outreach	1,201,900	1,141,192	475	60,233	94.9%	95.0%
District Management and Administration	47,396,564	42,111,850	1,802,028	3,482,685	88.9%	92.7%
Total Uses	**$ 2,507,642,528**	**$ 1,222,642,543**	**$ 1,162,534,275**	**$ 122,465,709**	**48.8%**	**95.1%**

[3] Encumbrances represent unexpended balances of open purchase orders and contracts.

[4] Represents the sum of expenditures and encumbrances as a percentage of the current budget.

This unaudited financial statement is prepared as of September 30, 2026, and covers the interim period since the most recent audited financial statement.