Sebastian Inlet District
Regular Commission Meeting
Wednesday, 4 PM, August 12, 2026
Sebastian Inlet District Office
114 Sixth Avenue
Indialantic, FL, 32903

AGENDA

I. **Call to Order – Chairman Barney**

II. **Approval of Minutes — Regular Commission Mtg. – July 8, 2026 (PP 3-6)**

III. **Additions and deletions**

IV. **Presentations**
   A) **Implementation of the Shoreline Evolution Prediction Model For Sebastian Inlet District, Dr. Deniz Velioglu Sogut, Assistant Professor, Ocean Engineering and Marine Sciences, Florida Tech. (PP 7-12)**

V. **Information and Discussion Agenda**
   A) **Executive Director's Reports: (PP 13-15)**
      1. **Update on FY 2027/2028 FDEP Local Government Funding Request Grant Application (P 13)**
      2. **Update on North Jetty Improvement Project – Phases 2 and 3 (P14)**
      3. **Update on the District 2026 Monitoring efforts (P15)**

VI. **Second Discussion on the FY 2026/27 Budget (PP 16-31)**

VII. **Consent Agenda**

   A) **Authorized Work for Commission Review:**
      1. **Summerlin's Marine Construction, LLC Work Order No. 2526-016-Summerlin Channel Marker Repairs (PP 32-33)**

   B) **Recommended for Approval:**
      1. **FDEP Grant Agreement No. 24IR1 – Amendment 4 Sebastian Inlet IMP Implementation (PP 34-51)**
      2. **Work Order No. 2425-006-ATL 2024/2025 Sand Trap Dredging and Beach Placement Project Partial Release of Retainage - Pay Application 13 -ATL Diversified, Inc. (PP 52-55)**
      3. **Work Order No. 2627-001 – M&E, Morgan & Eklund, Inc. 2026 September/ October Hydrographic Survey (PP 56-58)**
      4. **Work Order No. 2627-02-CRI (Carr Riggs Ingram) Audit of Financial Statements for the Period Ending September 30, 2026 (PP 59-79)**

VIII. **Public Comment on Consent Agenda Items**

IX. **Board Vote on Consent Agenda**

X. **Unfinished Business**

XI. **New Business**

XII. **Public Outreach Activities (P80)**

XIII. **Park Matters — Ken Torres**

XIV. **Legal Counsel Update — Shawn L. Demers, Gray Robinson**

XV. **Public Comment Period**

XVI. **Commissioners Items**

Chairman Barney
Vice Chair Frazier
Secretary/Treasurer Rowland
Commissioner Marshall
Commissioner Campbell

XVII. **Adjournment**

July 2026 Financial Statements (PP 81-87)

Sebastian Inlet District
Regular Commission Meeting
Wednesday, 4:30 PM, July 8, 2026
Sebastian Inlet State Park Fishing Museum
9700 South Hwy A1A
Vero Beach, FL 32963

Minutes

Present at the meeting were: Chairman David Barney, Commissioner Michael Rowland (Secretary/Treasurer), Commissioner TJ Marshall, and Commissioner John Campbell. Commissioner Lisa Frazier (Vice Chair) called in to the meeting. Also, in attendance were: Executive Director James Gray, SID Public Outreach Associate Ed Garland, SID Contracts and Accounting Manager Stacy Busche, SID Legal Counsel Ashvi Luthra, Ken Torres (SISP), Douglas "Alex" Kinder (SISP), and Calvin (Tres) Holton (public).

Under Agenda Item I
Call to Order – Chairman Barney called the meeting to order at 4:30 p.m.

Under Agenda Item II
The Commission discussed the minutes of the regular Commission meeting of June 10, 2026, and approved them without changes or corrections.

Under Agenda Item III
Additions and Deletions
There were no additions or deletions.

Under Agenda Item IV
Presentations
There were no presentations.

Under Agenda Item V
Information and Discussion Agenda

A. Executive Director's Reports
   1. FDEP Grant 24IR1 – Application for Payment No. 4 – Reimbursement
      Mr. Gray said the District received a payment of $990,361.60 from the Florida Department of Environmental Protection (FDEP) for the partial reimbursement of the 2024/25 Sand Trap Dredging and Beach Placement Project. This payment is specific to FDEP Grant No. 24IR1.

   2. Update on the Coconut Point Shoreline Resilience Project
      Mr. Gray said ORCA conducted its June 17 baseline monitoring for the upcoming living shoreline at Coconut Point. District staff and Vice chair Frazier were in attendance. Florida Today published an article about the project. Reef installation is anticipated in mid to late August. Upon confirming the installation date, Mr. Gray will notify the Commission in case members would like to attend.

Under Agenda Item VI

2026/2027 Draft Budget Discussion

Mr. Gray summarized the draft 2026-27 budget of $16.94 million, highlighting a 22.16 percent increase from the previous year's $13.9 million budget. He noted that he sent a revised memo to the Commissioners containing an updated rollback rate. The draft budget is based on property tax revenues calculated using the certified rollback rate of 0.1518 mills, amounting to approximately $7.77 million. The budget includes $500,000 in additional interest revenue from the Florida Prime account, $1.5 million in anticipated project cost reimbursement from DEP grants, and utilization of approximately $7.17 million from assigned Use of Fund Balance. Mr. Gray noted the district's primary operating fund is the general fund, with two expenditure categories: general government and physical environment. Mr. Gray discussed the proposed FY 26/27 budget. General Government increased by approximately 4.3 percent to account for Commission requested additional funding for conferences and training, staff COLA/Merit adjustments, and increases in governmental and tax related fees. Physical Environment increased by 31.5 percent to fund necessary District projects, including the construction of phase two and three of the North Jetty project, material screening of stored DMMA sediments, design and permitting of future Inlet Management Plan bypassing projects, and sediment analysis of the Thomas Shoal offshore borrow source. The draft budget also maintains the board policy $3 million for emergency contingencies. He reiterated that the proposed budget is balanced using approximately $7.17 million from the Use of Funds balance, and not from additional tax revenue collected above the rollback rate. He expressed with the uncertainty of the proposed property tax reform, and the district basing its budget around projects, funding could be a concern going forward.

Commissioner Marshall requested Mr. Gray prepare and share with the board a detailed breakdown of the approximately $3.1 million reserve "sand trap dredging" account line item. He said the Commission may need to pick and choose projects to avoid crossing the rollback rate. Mr. Gray expressed concern that sand trap dredging funding is for inlet management-related activities that are required by Florida Statutes. Chairman Barney asked Mr. Gray whether he could assign cost breakdowns for projects in the District's five-year plan. Mr. Gray said he can provide cost breakdowns, but cautioned that the focus of the budget session is for the Commission to vote on the upcoming budget and that estimating costs for future projects can become distorted due to the unpredictability of inflation and price increases. Mr. Gray noted that under new legislation, the maximum millage rate the Commission may adopt by a simple majority (three members) is limited to the rollback rate. Commissioner Marshall asked why staff was proposing a Resolution adopting a Not-To-Exceed millage rate of 0.1565 for fiscal year 2026/27. Mr. Gray explained that the higher rollback rate allows flexibility in case anything changes in the budget planning process in the next few weeks. However, the proposed budget is based on a rollback rate of 0.1518 mills. Once the not-to-exceed Truth In Millage (TRIM) is established, the District can decrease but it is difficult and expensive to increase. Commissioner Marshall voiced concern that a higher TRIM rate might draw negative attention from the Governor's office. Mr. Gray suggested Consent Agenda Item B2 be moved up on the agenda for continued discussion. The Commission agreed and approved to begin discussion on Consent Agenda Item B2.

Under Agenda Item VII

Consent Agenda

A. Authorized Work for Commission Review
   No items.

B. Recommended for Approval:

1. 2026-2027 Not-to-Exceed Millage Rate – Resolution No. 07.08.26.02
   Mr. Gray said staff has developed a proposed budget under a 0.1518 rollback rate but is recommending that the Commission approve a Not-To-Exceed millage rate of 0.1670 mills to allow flexibility during the budget process. This is 110 percent of the rollback rate, requiring four approving Commissioner votes. A second option recommended that the Commission approve a rollback rate of 0.1518 mills if the required number of votes is not obtained to approve first recommendation of 0.167 mills. Staff recommended that the Commission approve Resolution 07.08.26.02. Following discussion by the Commission, Commissioner Marshall made a motion to amend the resolution to set the Not-To-Exceed millage rate at 0.1565 mills or a 3.1 percent increase above the rollback rate. Commissioner Rowland seconded the motion. **The motion carried 4-0.**

2. Resolution Requesting Funding from State of Florida Beach Management Funding Assistance Program – FY 2027/28 Resolution No. 07.08.26.01
   Mr. Gray said FDEP requires an annual resolution from local governments requesting funding assistance through the FDEP Beach Management Funding Assistance Program. The proposed resolution enables FDEP to consider the District's Local Government Funding Request for fiscal year 2027/28. Mr. Gray cited several budgeted projects for which the District will seek FDEP grant funding. Mr. Gray answered questions from Commissioners about District projects and funding.

   Recommended Action: Staff recommends the Commission approve Resolution No. 07.09.25.01 and authorize staff to submit the FY 2026/2027 Local Government Funding Requests to FDEP on behalf of the District.

   Commissioner Campbell made a motion to approve Resolution No. 07.08.26.01. Commissioner Rowland seconded the motion. **The motion carried 4-0.**

<u>Under Agenda Item VIII</u>
Public Comment on Consent Agenda Items
There was no public comment.

<u>Under Item IX</u>
Board Vote on Consent Agenda
Commissioners approved the two Consent Agenda items unanimously (4-0) (see Consent Agenda).

<u>Under Agenda Item X</u>
Unfinished Business
There was no unfinished business.

<u>Under Agenda Item XI</u>
New Business

There was no new business.

Under Agenda Item XII
Public Outreach Activities
Mr. Garland gave an update on the District's outreach activities. His activities included attending and promoting a collaborative reef arch project at Coconut Point, a June 20 surfing fundraiser hosted by the Sebastian Area Chamber of Commerce, and a June 23 quarterly cleanup event at the state park.

Under Agenda Item XIII
Park Matters – Ken Torres
Mr. Torres gave an update on activities at the state park, noting that bridge construction has limited parking availability on both the north and south sides of the inlet.

Under Agenda Item XIV
Legal Counsel Update
Following up on a concern from Commissioner Marshall during the June meeting, whether the District is exposing itself to liabilities if someone is injured due to the condition of the south jetty. Ms. Luthra, referenced the indemnification clause in the 2018 Memorandum of Agreement (MOA) between the District and FDEP noting that District is indemnified by FDEP.

Under Agenda Item XV
Public Comment Period
There was no public comment.

Under Item XVI
Commissioner Items

Chairman Barney — Intends to cull the draft Commissioner Orientation Guide and asked Commissioners Campbell and Marshall to provide items that should be added to assist new commissioners. Commissioner Marshall offered to assist Chairman Barney revise the document. The Commission and staff are also developing a "lessons learned" report for the recently completed dredging and sand placement project.
Vice Chair Frazier— Nothing.
Secretary/Treasurer Rowland — Nothing.
Commissioner Campbell — Nothing.
Commissioner Marshall — Nothing.

Under Item XVII
Adjournment — Chairman Barney adjourned the meeting at 6:09 p.m.

____________________________ ____________________________
Secretary/Treasurer Date

Deniz Velioglu Sogut
Ocean Engineering and Marine Sciences
Florida Institute of Technology
Melbourne, FL 32901

PROPOSED SCOPE OF WORK

Implementation of the Shoreline Evolution Prediction Model (ShEPreMo) for Sebastian Inlet District

Prepared for:
Sebastian Inlet Tax District, 114 Sixth Avenue, Indialantic, FL 32903

Prepared by:
Dr. Deniz Velioglu Sogut, Assistant Professor, Ocean Engineering and Marine Sciences, Florida Institute of Technology, Melbourne, FL 32901, Email: dvelioglusogut@fit.edu

Dr. Erdinc Sogut, Researcher VI, Contractor to U.S. Geological Survey St. Petersburg Coastal and Marine Science Center, St. Petersburg, FL 33701, Email: esogut@contractor.usgs.gov

Dr. Margaret L. Palmsten, Research Oceanographer, U.S. Geological Survey St. Petersburg Coastal and Marine Science Center, St. Petersburg, FL 33701, Email: mpalmsten@usgs.gov

PROJECT OVERVIEW

Florida Institute of Technology (FIT) proposes a pilot-scale application of the Shoreline Evolution Prediction Model (ShEPreMo) within the Sebastian Inlet District (District hereafter). We envision a 3-year effort, which will be a collaborative initiative between FIT and the U.S. Geological Survey (USGS) St. Petersburg Coastal and Marine Science Center (SPCMSC). The proposed work will examine how Atlantic shorelines within the District respond to sediment management activities in Brevard and Indian River Counties and will predict future shoreline evolution, with particular emphasis on changes occurring at annual to decadal timescales. The major objectives of the proposed effort are to:

- Develop shoreline change forecasts at annual to decadal timescales for Atlantic shorelines within the District,
- Quantify the relative contributions of cross-shore, longshore, sea-level-driven, and external sediment source-driven transport processes to shoreline evolution,
- Assess how climate variability patterns (Atlantic Multidecadal Oscillation and North Atlantic Oscillation) influence shoreline evolution,
- Quantify how different sand bypassing volumes and placement locations affect shoreline stability and future shoreline response near the South Jetty,
- Evaluate the long-term performance and persistence of bypassed sand placed along the shoreline near the South Jetty,
- Estimate the long-term impacts of nourishment activities in Brevard County, including potential sand accumulation near the North Jetty, and
- Provide scientifically based predictions to support proactive coastal management and sand bypassing operations.

RELATIONSHIP TO EXISTING DISTRICT PROGRAMS

The proposed effort is intended to complement—not replace or duplicate—existing District monitoring and technical programs. Ongoing work by the District and FIT researchers has provided critical insight into inlet sediment reservoirs, regional sediment budgets, shoreline change trends, coastal morphologic evolution, hydrodynamic conditions, and the influence of sea-level variability on sediment dynamics. Existing shoreline assessments spanning annual to decadal timescales provide an important foundation for understanding how shorelines within the inlet system respond to storms, wave climate, and sea-level fluctuations. Although these efforts provide highly valuable information, they primarily focus on documenting historical shoreline and sediment change within the inlet system. Additional forecasting-oriented tools could further support evaluation of future shoreline response under evolving environmental conditions and management scenarios. Predictive approaches can help assess how the system may respond to changing wave climate, sea-level variability, and sediment management activities such as sand bypassing, thereby supporting more proactive coastal planning, shoreline protection, and long-term resilience efforts.

The proposed work adds a predictive, planning-focused component to the District's existing efforts by evaluating how Atlantic shorelines within the District may respond under future environmental and coastal management scenarios. The study will assess how bypassed sand may redistribute along the shoreline over time and how different bypassing strategies could influence shoreline behavior near Sebastian Inlet. In addition, the effort will quantify the relative contributions of four primary sediment transport processes—cross-shore, longshore, sea-level-driven, and external sediment source-driven transport—to overall shoreline evolution. Because the proposed framework is transect-based, these processes can be evaluated at localized scales along individual shoreline segments within the District. Understanding the relative importance of these processes may provide valuable scientific insight into the dominant drivers of shoreline change under varying environmental conditions and management scenarios, thereby supporting future coastal management and planning decisions. For example:

- Shoreline regions where *cross-shore transport* dominates may require greater consideration of beach profile adjustment.
- Shoreline regions where *longshore transport* dominates may require greater consideration of updrift and downdrift shoreline response and sediment placement strategies.
- Shoreline regions strongly influenced by *sea-level-driven transport* may require increased emphasis on long-term resilience and adaptation planning.
- Shoreline regions strongly influenced by *external sediment sources* may benefit from targeted evaluation of bypassing effectiveness.

MOTIVATION

The proposed effort is intended to help address several important District needs related to long-term inlet management, including:

- Development of probabilistic shoreline forecasting capabilities at annual-to-decadal timescales for Atlantic shorelines within District boundaries,
- Improved understanding of the relative contributions of sediment transport processes to shoreline evolution along Atlantic shorelines within District boundaries,
- Improved understanding of how large-scale climate variability patterns, Atlantic Multidecadal Oscillation (AMO) and North Atlantic Oscillation (NAO), may influence sediment transport processes within District boundaries,
- Evaluation of how beach nourishment projects in Brevard County may influence sand movement toward the North Jetty and nearby Atlantic shorelines,
- Evaluation of alternative sand bypassing and placement scenarios near the South Jetty, and
- Expanded collaboration with academic researchers and federal science partners.

USGS SPCMSC is particularly interested in expanding the use of ShEPreMo across coastal districts in Florida. The model is expected to become open-source and freely available in late 2026, with the long-term goal of supporting broader adoption by coastal management districts and agencies.

The District maintains one of the most extensive and consistent long-term coastal monitoring datasets in Florida. The District has collected decades of shoreline surveys, hydrographic measurements, sediment budget analyses, dredging and sand bypassing records, and inlet morphologic observations using relatively consistent methodologies over time. This extensive historical dataset makes the Sebastian Inlet region particularly well suited as a pilot site for implementation of the ShEPreMo. Therefore, the District is being considered as a potential pilot region for initial implementation and demonstration of the model's forecasting and coastal management capabilities.

TECHNICAL APPROACH

ShEPreMo, developed by the USGS SPCMSC in collaboration with FIT (Dr. Velioglu Sogut), is a reduced-order shoreline evolution model designed to simulate shoreline response to waves, water-level variability, climate-modulated sediment transport, and external sediment inputs. Unlike traditional approaches that primarily document historical shoreline change, ShEPreMo provides probabilistic forecasts of shoreline evolution under varying environmental and management conditions over annual-to-decadal timescales. The model captures both short-term shoreline fluctuations associated with storms and seasonal wave conditions, as well as longer-term shoreline trends influenced by sea-level and climate variability. Unlike many traditional shoreline evolution models in which climate variability is only indirectly represented through local forcing conditions, ShEPreMo explicitly incorporates AMO and NAO[1] as a modifier of sediment transport processes. As a result, the model captures long-term erosion and accretion patterns that are often underrepresented in conventional shoreline evolution models. The model also incorporates external sediment inputs associated with sand bypassing and beach nourishment activities, allowing evaluation of how sediment management practices may influence future shoreline evolution.

ShEPreMo simulates shoreline evolution through four primary sediment transport processes: cross-shore transport, longshore transport, sea-level-driven transport, and external sediment source-driven transport. Cross-shore transport represents sediment exchange between the offshore region and the beach in response to changing wave energy and water levels, highlighting storm-driven erosion, post-storm recovery, and seasonal shoreline fluctuations. Longshore transport represents sediment movement parallel to the shoreline and is particularly important near inlets and jetties because it controls sediment redistribution along adjacent shorelines. Sea-level-driven transport represents shoreline response to long-term water-level variability and sea-level trends that influence gradual shoreline migration and long-term coastal change.

To evaluate how these processes vary spatially throughout the inlet system, ShEPreMo adopts a transect-based shoreline evolution framework in which shoreline response is evaluated independently along individual coastal profiles (R-transects). This approach allows detailed assessment of shoreline variability and sediment transport processes at specific locations throughout the study area, rather than only evaluating regional-scale average behavior. As a result, the model can help identify how different shoreline segments may respond differently to storms, wave conditions, sea-level variability, and sediment management activities. The transect-based structure also provides a computationally efficient framework that is well suited for large-scale, long-term shoreline forecasting and scenario-based coastal management evaluations.

ShEPreMo has been evaluated across several contrasting sandy coastal environments representing different shoreline dynamics, sediment transport regimes, and climate conditions, including Narrabeen-Collaroy Beach in Australia, Madeira Beach in Florida, and Ontonagon along Lake Superior. These sites were selected to test the model across a broad range of coastal settings, including high-wave-energy beaches, hurricane-influenced barrier islands, and fetch-limited Great Lakes shorelines affected by water-level variability. In 2025, ShEPreMo participated in an international shoreline model benchmarking competition involving 34 shoreline evolution models from research groups worldwide, including several well-established frameworks that have undergone decades of development and application[2]. The competition evaluated model skill in predicting shoreline evolution over short-term and multi-decadal timescales using blind forecasting approaches. ShEPreMo ranked among the top-performing models, demonstrating strong predictive capability under varying environmental conditions.

More recently, the model has been applied to the John's Pass inlet system along the Pinellas County coast. The site is characterized by complex sediment transport interactions involving inlet processes, regional sediment exchange, longshore transport, and repeated beach nourishment activities. ShEPreMo has demonstrated the ability to incorporate nourishment-related sediment inputs into future shoreline projections, allowing evaluation of sediment redistribution and shoreline response near inlet-adjacent shorelines over time (Figure 1). This application is particularly relevant because the sediment transport dynamics and management challenges at John’s Pass share important similarities with the Sebastian Inlet region, including inlet-controlled sediment redistribution, nourished shorelines, and complex longshore sediment transport behavior.

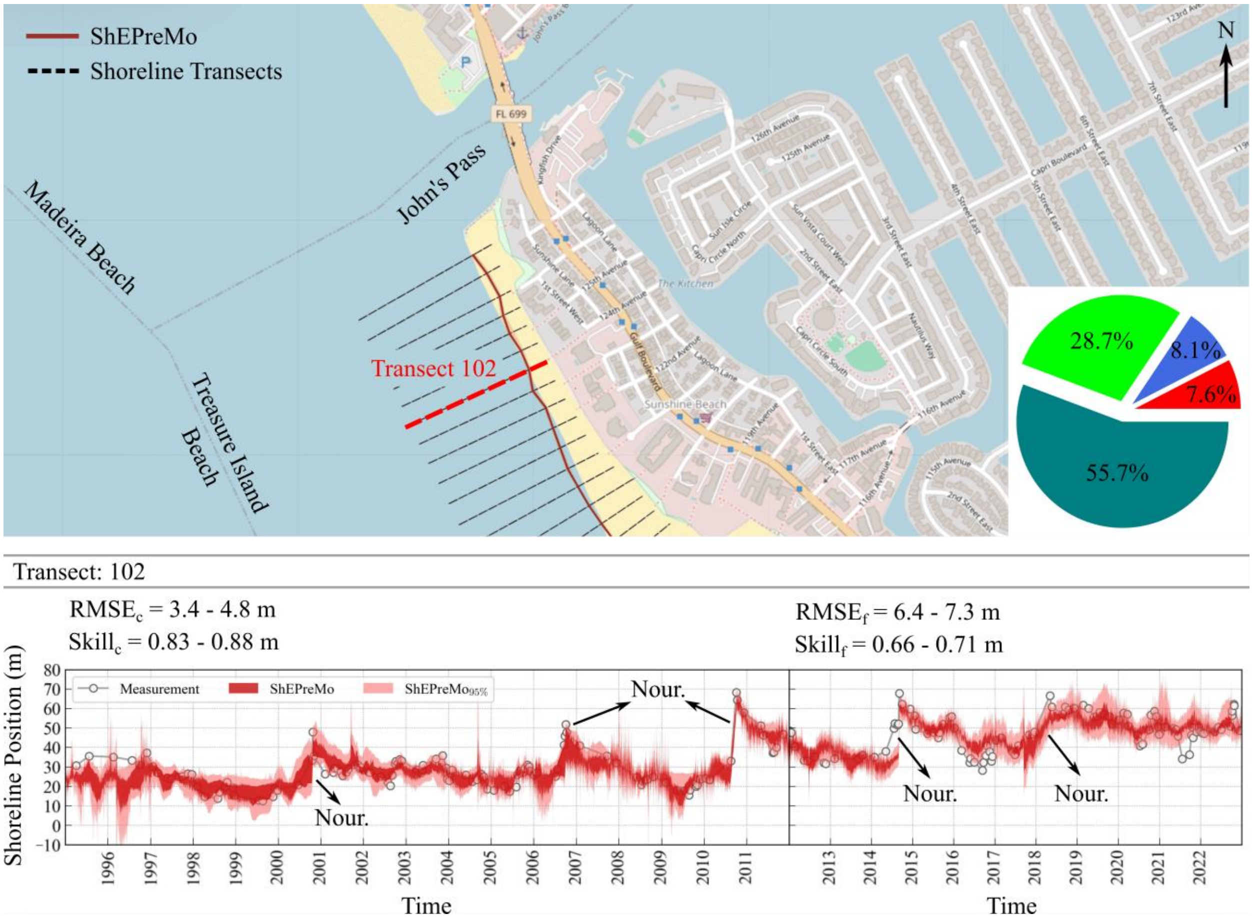


Figure 1. Sample ShEPreMo forecast at Transect 102 near John's Pass. RMSE (Root Mean Square Error) represents agreement between modeled and observed shoreline positions, where smaller values indicate improved model performance. Skill represents overall predictive capability, where values closer to 1 indicate better model performance. The pie chart illustrates the relative contributions of sediment transport processes, which are cross-shore transport (red), longshore transport (blue), sea-level-driven transport (lime), and external sediment source-driven transport (green). "Nour." denotes nourishment activities.

DELIVERABLES

Anticipated deliverables associated with the proposed effort include the following:

- A calibrated pilot ShEPreMo shoreline evolution modeling framework for Atlantic shorelines adjacent to Sebastian Inlet,
- Historical hindcast simulations to evaluate model performance (model validation) and shoreline response under past environmental and management conditions,
- Transect-based evaluation of the relative contributions of sediment transport processes to shoreline evolution within the District,
- Assessment of how AMO and NAO influence the relative contributions of sediment transport processes within the District,
- Assessment of how AMO and NAO influence the evolution of Atlantic shorelines within the District,

- Evaluation of different sand bypassing scenarios near the South Jetty and adjacent shorelines,
- Evaluation of the potential influence of Brevard County beach nourishment projects near the North Jetty and adjacent shorelines,
- Visualization products (e.g. Figure 1) illustrating shoreline evolution and localized shoreline response along individual R-transects,
- Technical memoranda summarizing model setup, calibration methodology, simulation results, and key findings, and
- Presentation materials and project briefings for District Board and staff review.

STRATEGIC VALUE TO THE DISTRICT

The proposed effort creates an opportunity to expand collaboration between the District, FIT, and the USGS SPCMSC. Through this partnership, the District could gain access to advanced scientific tools and expertise in shoreline evolution, sediment transport, and predictive coastal modeling to support long-term coastal management and planning decisions. The collaboration also promotes knowledge transfer between academic researchers, federal scientists, and local coastal managers.

The project is intended as a scalable proof-of-concept application that may support future operational use of shoreline forecasting tools within the District and potentially other inlet systems with long-term coastal monitoring datasets. As coastal management increasingly shifts toward predictive and data-informed approaches, the effort may also help position the District as a regional leader in applied shoreline forecasting and inlet sediment management innovation.

An additional benefit of the proposed effort is the development of workforce training opportunities through active participation of FIT students. Students involved in the project will gain hands-on experience in coastal monitoring, shoreline analysis, sediment transport, and numerical modeling within a real-world coastal management setting. These students will also become more familiar with the District's mission, coastal management priorities, and operational challenges, helping develop a future workforce with direct experience relevant to regional coastal management needs.

REFERENCES

1. Sogut, E., Velioglu Sogut, D., Palmsten, M., Vitousek, S., Ashton, A., Doran, K., & Splinter, K. (2026). ShEPreMo: Climate-Modulated Sediment Transport Processes in Decadal Shoreline Evolution Across Contrasting Coasts, *Journal of Geophysical Research: Oceans*, in revision
2. Mao, Y., Coco, G., Vitousek, S., Antolinez, J. A., Azorakos, G., Banno, M., ... & Splinter, K. D. (2025). Benchmarking shoreline prediction models over multi-decadal timescales. *Communications Earth & Environment*, *6*(1), 581.

Executive Director Updates

8/12/26

Agenda Item: V. A) 1. Update on FY 2027/2028 FDEP Local Government Funding Request Grant Application

Each year the FDEP Beach Management Funding Assistance Program invites local governments to apply for financial assistance on eligible projects (beach and inlet) that protect, preserve, and restore Florida's sandy beaches.

On July 23, 2026, staff submitted its FY 2027/2028 Local Government Funding Request (LGFR) application to FDEP requesting $6,095,375 in total state cost share for the following projects:

Monitoring

- Year 2 Post Construction Monitoring of the 2024/25 Sand Trap Dredging and Beach Placement Project
- Sebastain IMP Strategy # 1- periodic inlet hydrographic surveys

Design and Permitting

- Sebastain IMP Strategy # 4 - Geotechnical and engineering design of new offshore sediment sources
- Supplemental Bypass (Upland Truck Haul)

Construction

- Supplemental Bypass (Upland Truck Haul, DMMA Sediments, Inlet Tide Pool)

LGFR Schedule

Entity	Task	Days	Rule	Due Date
DEP	Call for Applications			6/1/2026
Sponsor	Application Deadline	60	Yes	7/31/2026
DEP	Draft Project Assessments Published	41	No	9/11/2026
Sponsor	Local Sponsor Comments Due	21	Yes	10/2/2026
Sponsor	Signed Resolutions Due	21	No	10/2/2026
DEP	Final Project Assessments Published	14	No	10/16/2026
DEP	Draft LGFR Provided to External Review Team	14	No	10/30/2026
DEP/ERT	External Review Team Comments Due	14	No	11/13/2026

Executive Director Updates (Cont.)

8/12/26

Agenda Item: V. A) 2. Update on North Jetty Improvement Project – Phase 2 and 3

The purpose of the North Jetty Improvement Project – Phase 2 and 3 is to continue the rehabilitation of the Sebastian Inlet North Jetty structure. Phase 2 and 3 portions of the project entails; installation of 48 pre-stressed concrete piles, placement of concrete beams, construction of new jetty decking, and installation of supplemental 4-foot diameter granite armor stone and 3-foot diameter crib stone. The Project was Bid on July 31, 2026 and August 4, 2026.

Figure 1 – Overall Site Plan For the North Jetty Improvement Project – Phase 2 and 3

<u>Project Bid Schedule</u>

Bid Task	Date(s)
Bid Advertisement	7/31/26 (Demandstar) & 8/4/26 (Newspaper)
Mandatory Pre-Bid Meeting	8/14/26
Bid Questions Due	8/21/26
Bid Opening	9/4/26

Executive Director Updates (Cont.)

8/12/26

Agenda Item: V. A) 3. Update on the District 2026 Monitoring efforts

Annually, the District performs permit-required post construction monitoring of our projects.

Staff wanted to provide an update on the status of our 2026 monitoring efforts to date.

2026 Post Construction Monitoring Type	Status
Coastal and Inlet Aerials Photography	100% completed
Offshore Hardbottom	Approximately 75% completed to date
Sea Grass	Approximately 80% completed to date
Sea Turtle/Shorebird	Ongoing through October 31, 2026

MEMORANDUM

TO: Sebastian Inlet District Commissioners
FROM: James D. Gray, Jr. JDG
DATE: August 5, 2026
SUBJECT: 2026/2027 2nd Draft Budget Disussion

In preparation for the upcoming Fiscal Year (FY) 2026/27, staff have prepared the enclosed DRAFT budget for Commission discussion and review.

DRAFT FY 2026/27 Budget Summary

The DRAFT FY 2026/27 $16.94M budget, as proposed, reflects an overall **$3M or 22.16% Increase** from the Board Approved $13.9M for FY 2025/26 Budget.

The DRAFT $16.9M budget was calculated using:

- Property tax revenues from the **Certified Rolled-Back-Rate (RBR) of 0.1518 mills,** resulting in a total Ad Valorem tax revenue of approximately **$7.77M**
    - Brevard County = Approximately $6.37M
    - Indian River County = Approximately $1.4M
- Anticipated interest revenue from **FL Prime at $500,000**
- Anticipated grant reimbursement (revenue) from **FDEP at S1.5M**
- A Use of Fund Balance (Assigned) of approximately **$7.17M to balance the budget**

DRAFT FY 2026/27 Budget Breakdown

The District's Primary Operating Fund is The General Fund. The General Fund has two expenditure categories; General Government and Physical Environment.

<u>*General Government*</u>

- **<u>Increased by approximately</u> <u>4.3%</u>** to account for:
    - Commission requested budging for conferences and training
    - Staff COLA and Merit adjustments
    - Account Audit and Insurance increases
    - Governmental and Tax Related Fee increases

Physical Environment

- **Increased by approximately 31.5%** due to:
  - Construction of Phases 2 and 3 of the North Jetty Project
  - Material screening of stored DMMA sediments
  - Design and permitting for the excavation of the inlet tide pool sediments
  - Design and permitting for a supplemental upland truck haul project
  - Geotechnical Vibracore collection and Analysis of Thomas Shoal sediments

The FY 2026/27 Budget also maintains a Reserve of $3M per Board policy in the event of an emergency.

In summary, although the proposed budget is an overall $3M increase from the current District budget, the District continues to base its budgeting on projects required to fulfill its Charter and implement inlet management projects consistent with FL Statutes.

However, it is important to note that the DRAFT 2026/27 Budget is balanced by using approximately $7.17M from Use of Fund Balance and not from collection of additional tax revenue above the RBR of 0.1518 mils.

5-Year Project Forecast (FY 2027-2031)

Staff has also provided an updated version of the proposed District 5-year project forecasting schedule to now include estimated project costs for the upcoming FY 2026/27 Budget.

2026 Financial Overview

With the uncertainty of the proposed property tax reform, unknown availably of future grant funding, bank interest rates, and that the District bases its budget around projects, longer term funding decisions will need to be considered to fulfill District Charter responsibilities. Using District audited financial statements from FY 2016-2025 staff have attached a 10-Year financial overview to demonstrate how we have used this history to balance the DRAFT FY 2026/27 Budget.

FY 2026/27 Tentative and Final Budget Hearings

Please find the meeting dates and times for the upcoming Tentative and Final Budget Hearings.

Wednesday, September 9, 2026 **TENTATIVE Millage and Budget Hearing**	North Indian River County Library 1001 Sebastian Blvd, Sebastian, FL 32958	5:30 PM
Monday, September 21, 2026 **FINAL Millage and Budget Hearing**	District Office 114 Sixth Avenue, Indialantic, FL 32903	5:01 PM

REVENUE AND OPERATING FUNDS

8/12/2026

DRAFT FY2026/27 Budget

			Rolled-Back Rate		Max Levy Rate	
		2025-26 Budget (0.1555)	***2026-27 Budget (0.1518)***	**Prior Year Incr/Decr**	***2026-27 Budget (0.1565)***	**Prior Year Incr/Decr**
3110100	Property Taxes-Brevard (CERTIFIED)	6,222,068	6,367,599	2.34%	6,564,751	5.51%
3110200	Property Taxes-Indian River (CERTIFIED)	1,342,518	1,404,398	4.61%	1,447,881	7.85%
3340000	Contract/Grant Funds (ESTIMATED)	3,100,000	1,500,000		1,500,000	
3610200	Interest Income (ESTIMATED)	300,000	500,000		500,000	
2701000	Use of Fund Balance (Assigned)	2,830,914	7,168,431		6,927,797	
	Total Funds Available	13,795,500	16,940,428	2.742%	16,940,428	5.92%
EXPENSES AND CAPITAL OUTLAY						
General Government 5110 000	**Commission**					
	Sub-Total	46,000	54,200	17.83%	54,200	
5130 000	**Financial and Administrative**					
	Sub-Total	701,650	731,968	4.32%	731,968	
5140 000	**Legal Counsel**					
	Sub-Total	252,500	252,500	0.00%	252,500	
5190 000	**Governmental and Tax Related Fees**					
	Sub-Total	264,000	279,710	5.95%	279,710	
Physical Environment 5370 000	**Staff Engineer / Engineering**					
	Sub-Total	170,500	170,500	0.00%	170,500	
5371 000	**Sand Transfer System / Advanced Studies**					
	Sub-Total	509,500	512,500	0.59%	512,500	
5372 000	**Sand Trap Dredging**					
	Sub-Total	7,350,000	3,100,000	-57.82%	3,100,000	
5373 000	**Maintenance of Channel**					
	Sub-Total	260,000	260,000	0.00%	260,000	
5373 000	**Channel Extension**					
	Sub-Total	20,500	20,500	0.00%	20,500	
5374 000	**Ebb Shoal / Offshore Projects**					
	Sub-Total	126,050	1,501,050	1090.84%	1,501,050	
5375 000	**Construction Programs**					
	Sub-Total	834,500	6,834,500	718.99%	6,834,500	
5376 000	**Natural Resources Programs**					
	Sub-Total	303,000	179,500	-40.76%	179,500	
5377 000	**Other Planned Projects**					
	Sub-Total	11,000	26,000	136.36%	26,000	
5378 000	**Professional/Contract/Service**					
	Sub-Total	16,500	16,500	0.00%	16,500	
5410 000	**Debt Interest Payments**	1,810	1,000	-44.75%	1,000	
6000000	**Capital Outlay**	0	0		0	
	Sub-Total of All Expenses	10,867,510	13,940,428	28.28%	13,940,428	
	Reserve	3,000,000	3,000,000	0.00%	3,000,000	
	TOTAL EXPENSE/CAPITAL	13,867,510	16,940,428	22.16%	16,940,428	

Notes/Assumptions/Projects

REVENUE

2701000—Use of assigned fund balance

3340000—DEP funding (TBD)

3610200—PNC MMDA and Florida PRIME

EXPENSES

5130 120 / 121— FY 27 (5% COLA / MERIT)

5130 320 Accounting Audit—Single Audits ($5,000) required through FY 27-28

Reserve-$3M per policy

5-Year (FY 2027-2031) District Project Forecasting (PROPOSED)

Revised August 2026 to incluced ESTIMATED Project Costs for FY 2026-2027

<table>
<tr><th>FY 2026-2027</th><th colspan="3">2026</th><th colspan="9">2027</th><th rowspan="2">Estimated Costs</th></tr>
<tr><th>Anticipated Project</th><th>Oct</th><th>Nov</th><th>Dec</th><th>Jan</th><th>Feb</th><th>Mar</th><th>April</th><th>May</th><th>June</th><th>July</th><th>Aug</th><th>Sept</th></tr>
<tr><td>Environmental Monitoring</td><td colspan="12">Beach and Inlet</td><td>$1,155,500</td></tr>
<tr><td>North Jetty Maintenance - Phase 2&3</td><td></td><td colspan="9">Project Construction</td><td></td><td></td><td>$6,000,000</td></tr>
<tr><td>South Jetty Maintenance</td><td></td><td></td><td></td><td colspan="7">Project Design and Bidding</td><td></td><td></td><td>$500,000</td></tr>
<tr><td>Thomas Shoal Investigations</td><td colspan="12">Geotechnical Vibracores and Analysis</td><td>$1,500,000</td></tr>
<tr><td>Tide Pool Excavation</td><td></td><td></td><td></td><td colspan="8">Project Design and Permitting</td><td></td><td>$200,000</td></tr>
<tr><td>DMMA Material Screening</td><td></td><td></td><td colspan="6">Project Bidding and Construction</td><td></td><td></td><td></td><td></td><td>$1,005,000</td></tr>
<tr><td>Supplemental Truck Haul</td><td></td><td></td><td></td><td colspan="6">Project Design and Bidding</td><td></td><td></td><td></td><td>$200,000</td></tr>
<tr><td></td><td colspan="11"></td><td>Total</td><td>$10,560,500</td></tr>
</table>

<table>
<tr><th>FY 2027-2028</th><th colspan="3">2027</th><th colspan="9">2028</th></tr>
<tr><th>Anticipated Project</th><th>Oct</th><th>Nov</th><th>Dec</th><th>Jan</th><th>Feb</th><th>Mar</th><th>April</th><th>May</th><th>June</th><th>July</th><th>Aug</th><th>Sept</th></tr>
<tr><td>Environmental Monitoring</td><td colspan="12">Beach and Inlet</td></tr>
<tr><td>South Jetty Maintenance</td><td colspan="10">Project Construction</td><td></td><td></td></tr>
<tr><td>Thomas Shoal Investigations</td><td colspan="12">Design and Permitting for Shoal Utilization</td></tr>
<tr><td>DMMA Truck Haul (25 KCY)</td><td></td><td colspan="6">Project Construction</td><td></td><td></td><td></td><td></td><td></td></tr>
<tr><td>Tide Pool Excavation (10 KCY)</td><td></td><td colspan="6">Project Construction</td><td></td><td></td><td></td><td></td><td></td></tr>
<tr><td>Supplemental Truck Haul (90 KCY)</td><td></td><td colspan="6">Project Construction</td><td></td><td></td><td></td><td></td><td></td></tr>
</table>

<table>
<tr><th>FY 2028-2029</th><th colspan="3">2028</th><th colspan="9">2029</th></tr>
<tr><th>Anticipated Project</th><th>Oct</th><th>Nov</th><th>Dec</th><th>Jan</th><th>Feb</th><th>Mar</th><th>April</th><th>May</th><th>June</th><th>July</th><th>Aug</th><th>Sept</th></tr>
<tr><td>Environmental Monitoring</td><td colspan="12">Beach and Inlet</td></tr>
<tr><td>Supplemental Truck Haul</td><td></td><td></td><td></td><td colspan="6">Project Design and Bidding</td><td></td><td></td><td></td></tr>
</table>

<table>
<tr><th>FY 2029-2030</th><th colspan="3">2029</th><th colspan="9">2030</th></tr>
<tr><th>Anticipated Project</th><th>Oct</th><th>Nov</th><th>Dec</th><th>Jan</th><th>Feb</th><th>Mar</th><th>April</th><th>May</th><th>June</th><th>July</th><th>Aug</th><th>Sept</th></tr>
<tr><td>Environmental Monitoring</td><td colspan="12">Beach and Inlet</td></tr>
<tr><td>Supplemental Truck Haul (125 KCY)</td><td></td><td colspan="4">Project Construction</td><td colspan="2"></td><td></td><td></td><td></td><td></td><td></td></tr>
</table>

<table>
<tr><th>FY 2030-2031</th><th colspan="3">2030</th><th colspan="9">2031</th></tr>
<tr><th>Anticipated Project</th><th>Oct</th><th>Nov</th><th>Dec</th><th>Jan</th><th>Feb</th><th>Mar</th><th>April</th><th>May</th><th>June</th><th>July</th><th>Aug</th><th>Sept</th></tr>
<tr><td>Environmental Monitoring</td><td colspan="12">Beach and Inlet</td></tr>
<tr><td>Sand Trap and Channel Dredging</td><td colspan="12">Project Design and Bidding</td></tr>
</table>

1. Anticipated projects are for future budget planning purposes only
2. North Jetty Maintenance project construction was phased to distribute budget funding requirements
3. Sand Trap and Channel Dredging is anticipated every 5 years
4. Supplemental Truck Haul projects are necessary to meet the Sebastian IMP Bypassing objective of 75,000 CY/YR
5. Environmental Monitoring includes, State of Inlet Report, Wind/Wave/Weather Sta., Surveys, Sea Turtles and Hardbottom

Sebastian Inlet Tax District

2026 Financial Overview

How the District Funds and Protects Sebastian Inlet

Rollback rate used in this report

0.1518 mills

FY2026-27 budget scenario

Not-to-exceed rate

0.1565 mills

Board Approved 07.08.2026

Statutory maximum

1.50 mills

Context only

Source: Audited Financial Statements FY2016–FY2025; FY2026–27 draft budget; District accounting export for current-year interest where noted.

Executive Summary

Where does the money come from?

Property taxes provide the core annual revenue, while grants, interest earnings, and assigned reserves fund larger project cycles.

How are taxpayer dollars used?

Tax dollars support navigation, dredging, engineering, monitoring, and long-term inlet infrastructure.

How have grants multiplied local investment?

Nearly $9.9M of audited operating grant revenue was reported over FY2016–FY2025.

Why has fund balance grown?

Grant reimbursements and higher interest rates strengthened fund balances during recent years.

Why are fund balances assigned?

The District assigns funds to multi-year projects, grant match needs, emergencies, and future construction.

What does it mean for taxpayers?

Fund balances reduce financial risk and help avoid large swings in future millage requirements.

Key takeaway: The report explains why the District maintains assigned fund balances to fund infrastructure projects and to balance budgets.

Source: Audited Financial Statements FY2016–FY2025; FY2026–27 draft budget and accounting export where noted.

Funding the Proposed FY2026–27 Budget at the Rollback Rate

Rollback rate: 0.1518 mills; not-to-exceed rate: 0.1565 mills

Property taxes at rollback rate	Budgeted grants + interest	Assigned fund balance used	Total funds made available
$7.7M	**$2M**	**$7.2M**	**$16.9M**
Brevard + Indian River certified values	Helpful, but not guaranteed permanently	Prior approved assigned funding	Includes $3.0M policy reserve

Sources of funds $16.9M

Uses of funds $16.9M

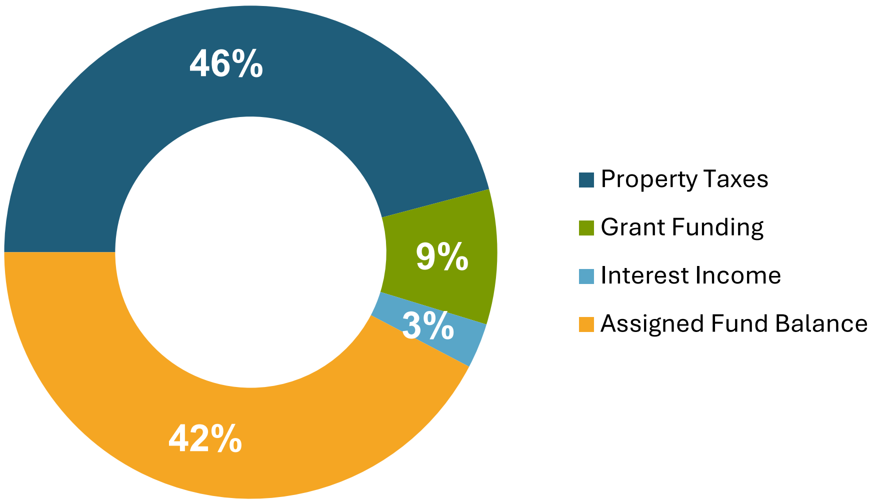
The not-to-exceed rate (0.1565 mills) preserves flexibility for the budget hearing. The rollback-rate scenario shown here demonstrates that the District can fund the proposed FY 2026/2027 budget while holding the operating tax-rate at the rollback rate.

Key takeaway: At the rollback rate, one year of property taxes only funds part of the FY2026–27 proposed budget; grants, interest, and assigned fund balances close the gap.

Source: FY2026–27 draft budget page. Rollback-rate column, 0.1518 mills; not-to-exceed column, 0.1565 mills.

Where the Money Comes From

FY2026–27 rollback-rate funding mix



Funding source amounts

Property Taxes	**$7.8M**
Grant Funding	**$1.5M**
Interest Income	**$500k**
Assigned Fund Balance	**$7.2M**

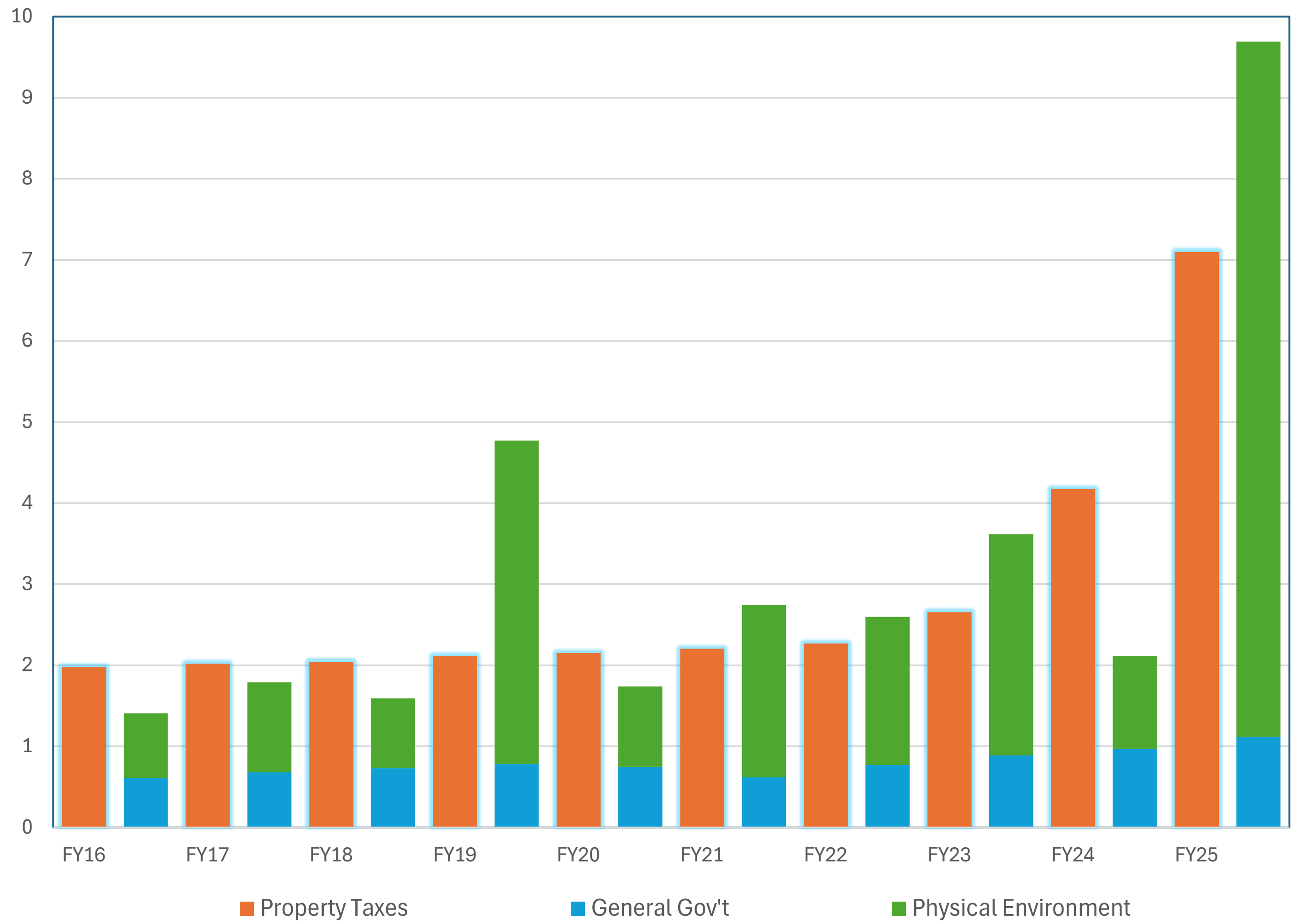
Assigned fund balance is not new revenue. It is the use of resources already set aside by the District for planned infrastructure, grant participation, and other obligations.

Key takeaway: The FY2026–27 budget is not funded by property taxes alone; assigned fund balances are a deliberate part of the financing plan.

Source: FY2026–27 draft budget and audited financial context, FY2016–FY2025.

Why Multi-Year Financial Planning Matters

Audited ten-year view of property taxes and physical-environment expenses



10-year property taxes

$28.7M

FY2016-FY2025

10-year physical environment

$24.2M

FY2016-FY2025

10-year general government

$7.9M

FY2016-FY2025

FY2025 ending fund balance

$18.7M

Funds include assigned commitments

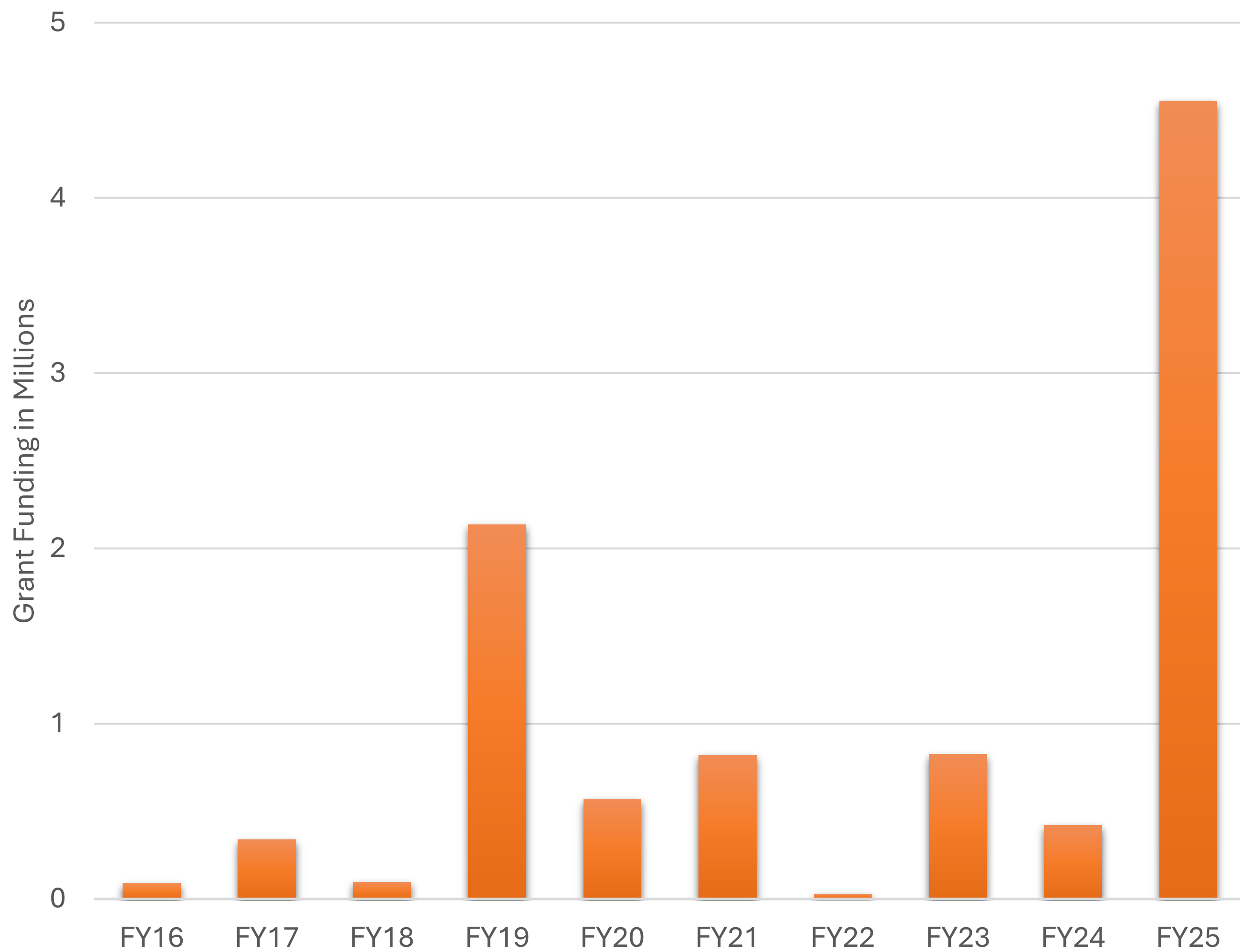
FY2025 reflects a major construction year with North Jetty Revetment Phase 1 and Sand Trap Dredging/Beach Placement activity.

Key takeaway: Project spending can spike far above annual property tax revenue because infrastructure projects are funded over multi-year cycles.

Source: Audited Financial Statements, Statement of Activities and Governmental Fund Balance Sheet, FY2016–FY2025.

Grant Funding Secured by District over the Past 10 Years

Audited operating grants and contributions, FY2016–FY2025



Grants identified

$9.9M

FY2016-FY2025

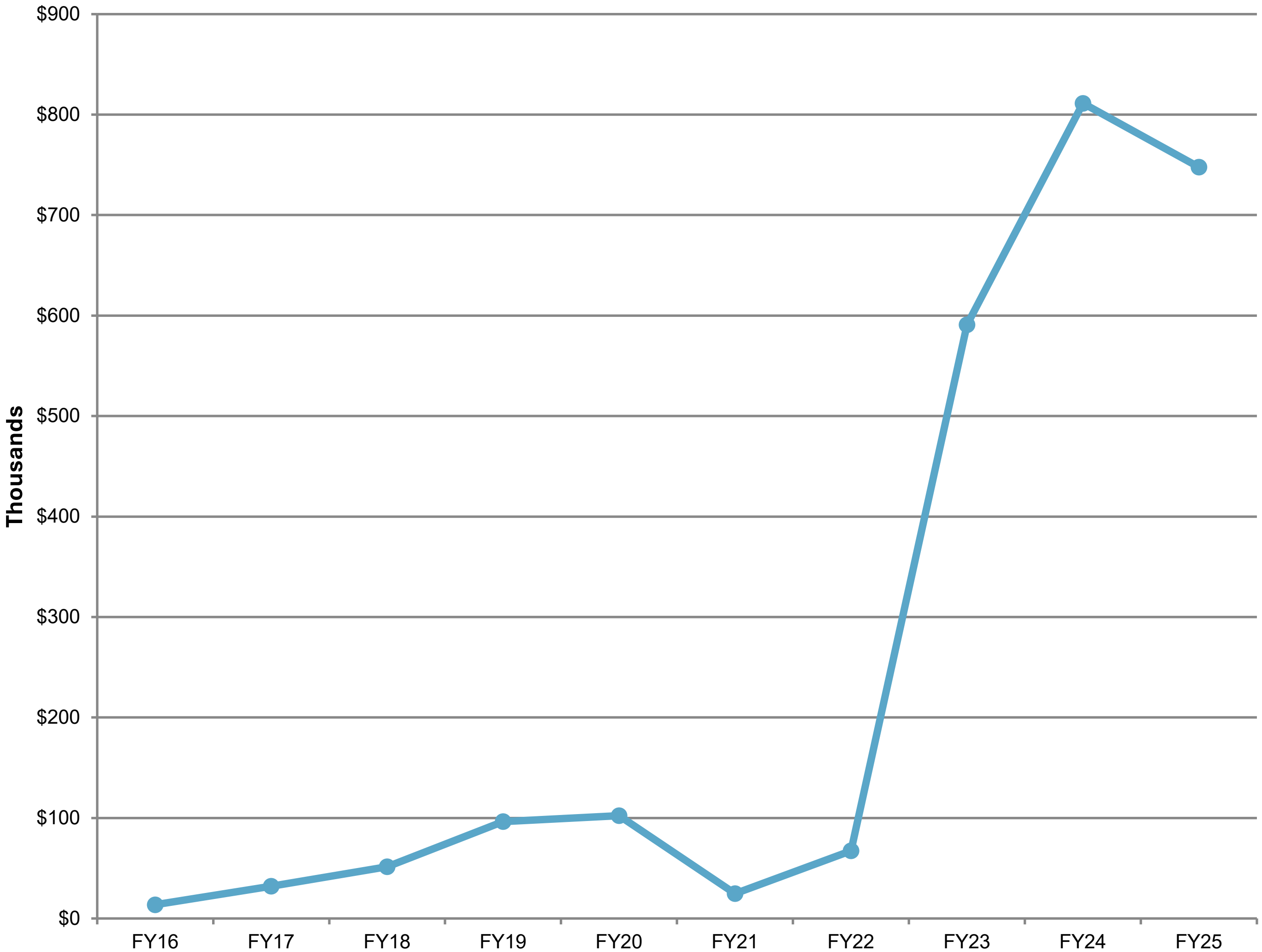
Grant reimbursements helped complete work that would otherwise require more local funding or longer project timelines.

Key takeaway: State grants have reduced local cost, but they are not guaranteed recurring revenue.

Source: Audited Financial Statements, Statement of Activities, FY2016–FY2025.

Investment Interest Earnings Are Helpful but Not Permanent

Audited investment earnings, FY2016–FY2025



FY2016–FY2022 avg.

$55k

Low-rate environment

FY2023–FY2025 avg.

$717k

Elevated-rate period

10-year total interest

$2.5M

FY2016-FY2025

Key takeaway: Recent interest earnings are an extraordinary benefit of market conditions, not a stable substitute for recurring revenue.

Source: Audited Financial Statements, Statement of Activities, FY2016–FY2025.

How Assigned Fund Balance Is Used

District assignments translate the investment portfolio into future infrastructure funding

Investment Portfolio / Fund Balance

↓

District assignments

- Jetty Construction
- Sand Trap Dredging
- Grant Match Readiness
- Ebb Shoal / Offshore Projects
- Future Construction Programs
- Catastrophic / Storm Response
- Operating Reserve

Key takeaway: The fund balance is best understood as a project-funding plan, not as available surplus cash.

Source: SITD fund balance assignment history worksheet and FY2026–27 budget assumptions.

Ten-Year Investment in the Inlet

FY16–18: Hurricane repair, Coconut Point stabilization, shoreline rehabilitation, dredge-bypass planning

FY19–20: Sand Trap Dredging & Beach Placement

FY21–22: Excavation and placement activity; design, permitting, monitoring, and recurring inlet obligations

FY23–24: Inlet Management Plan feasibility; Hurricane Ian/Nicole response; design and permitting

FY25: North Jetty Revetment Phase 1; Sand Trap Dredging and Beach Placement Phase 1; monitoring and reimbursements

Key takeaway: Large infrastructure projects are episodic; costs and reimbursements occur in project cycles rather than smooth annual amounts.

Source: Audited Financial Statements FY2016–FY2025 and District project history/accounting records.

Millage Context for FY2026–27

Rollback rate, not-to-exceed rate, and statutory maximum levy

Rollback rate	Not-to-exceed	Statutory maximum	NTE as % of max
0.1518 mills	**0.1565 mills**	**1.5000 mills**	**10.43%**
Likely preferred final rate	Preserves September flexibility	Legal authority context	Only about one-tenth of authority

Taxpayer perspective: using the rollback-rate scenario means the report demonstrates a significant infrastructure work program while maintaining the rate discussion at 0.1518 mills. The 0.1565 mills rate remains useful as a not-to-exceed amount for budget-hearing flexibility.

Key takeaway: The District's proposed rates remain far below the statutory maximum while still requiring assigned fund balances to fund major infrastructure projects.

Source: FY2026–27 draft budget page and statutory maximum levy reference provided by the District.

Frequently Asked Questions

Why does the District have a large investment balance?	Because funds have been accumulated and assigned for multi-year infrastructure projects, grant match needs, and emergency response.
Why not reduce taxes further?	Major capital costs can exceed one year of taxes. Reducing too far could increase future volatility or limit project readiness.
Are grants guaranteed?	No. Grant awards and reimbursements depend on State priorities, appropriations, and economic conditions.
What happens if interest rates decline?	Investment earnings may fall back toward historical levels, reducing a recent source of financial strength.
Why not spend all the fund balance now?	Projects, permits, construction timing, grant reimbursements, and storm risks occur over multiple fiscal years.

Key takeaway: Assigned fund balances allow the District to keep projects moving without relying entirely on one year of taxes or uncertain outside funding.

Source: FY2026–27 draft budget and audited financial context, FY2016–FY2025.

Looking Ahead

Long-term stewardship of Sebastian Inlet

Plan

Maintain a multi-year capital program and preserve clear fund balance assignments.

Protect

Keep funding available for emergency dredging, storm damage, and critical navigation infrastructure.

Leverage

Remain grant-ready so State reimbursements can continue reducing local taxpayer cost.

Stabilize

Use reserves strategically to reduce large swings in future millage requirements.

The District's investment portfolio is not a measure of excess taxation. It is the Commission's long-term funding plan for protecting Sebastian Inlet.

Key takeaway: Budgeting at the rollback rate can be paired with disciplined fund balance assignments and long-term capital planning.

Source: FY2026–27 draft budget and audited financial context, FY2016–FY2025.

CONSENT
AUTHORIZED WORK FOR COMMISSION REVIEW

SEBASTIAN INLET DISTRICT
BOARD MEMORANDUM

TO: Members of the Board
of Sebastian Inlet District Commissioners

FROM: James D. Gray, Jr. JDG
Executive Director

SUBJECT: **Summerlin's Marine Construction, LLC**
Work Order No. 2526-016– Summerlin
Channel Marker Repairs

DATE: July 22, 2026

DESCRIPTION AND CONDITIONS

Summerlin's Marine Construction, LLC (Summerlin) routinely performs maintenance and repairs to the Sebastian Inlet Channel and Sebastian River Channel Markers that are under the responsibility of the District.

Pursuant to Resolution No. 07.10.19-2, Executive Director Spending Authority, on July 21, 2026 the Executive Director authorized Summerlin to repair Sebastian Inlet Channel Markers Red 18 and Red 26. To limit the recent frequency of boat strikes on District maintained navigational aids, staff also authorized Summerlin to install fifty (50) small solar lights on all wood pile channel markers. Work Order No. 2526-16-Summerlin totals $8,450.

Note: Summerlin pricing is unchanged from similar channel marker repairs completed for the District in 2025.

FUNDING

District funding is budgeted and available under Maintenance of Channel, Channel Marker Maintenance, Account No. 5373-461.

ATTACHMENT

Summerlin's Marine Construction, LLC proposal no. 5117 dated July 21, 2026.

APPROVED AGENDA ITEM FOR: AUGUST 12, 2026

ESTIMATE

Summerlin's Marine Construction, LLC
200 Naco Rd , SUITE C
FT PIERCE, FL 34946

Summerlinsmarineconstruction@gmail.com
+1 (772) 464-6090
SummerlinsMarineConstruction.com

SUMMERLINS
Marine Construction

Bill to
SEBASTIAN INLET TAX DISTRICT
114 6th AVENUE
INDIALANTIC, FL 32903
ph: 321-724-5175/ 321-591-9216 JAMES CELL
fx: 321-951-8182

Work Order No. 2526-16-Summerlin

Executive Director Spending Authority Approved: 7-21-26

Estimate details
Estimate no.: 5117
Estimate date: 07/21/2026
Expiration date: 10/21/2026

#	Product or service	Description	Amount
1.	**INSTALL**	FURNISH AND INSTALL (2) NEW PILING AND HARDWARE FOR RED 18 AND RED 26 *PRICE INCLUDES ETCHING WITH LIGHTS *SIGN SUPPLIED BY OTHERS	$3,950.00
2.	**INSTALL**	FURNISH AND INSTALL (50) LIGHTS X $80.00 EACH	$4,000.00
3.	**MOB/DEMOB**	MOBILIZATION / DEMOBILIZATION FEE	$500.00

Total **$8,450.00**

Expiry date 10/21/2026

Accepted date **Accepted by**

CONSENT

SEBASTIAN INLET DISTRICT
BOARD MEMORANDUM

TO: Members of the Board
of Sebastian Inlet District Commissioners

FROM: James D. Gray, Jr. JDG
Executive Director

SUBJECT: **FDEP Grant Agreement No. 24IR1 – Amendment 4**
Sebastian Inlet IMP Implementation

DATE: July 22, 2026

BACKGROUND

On June 12, 2024, FDEP entered into grant Agreement No. 24IR1 with the District committing up to $1,250,000 at a cost share ratio of 50% State - 50% Local for the partial reimbursement of the 2022/23 Upland Sand Truck Haul and Beach Placement Project, completed in March 2023. The total local share under this agreement was $625,000 with a maximum state reimbursement of $625,000.

On August 14, 2024, the Board approved FDEP's Amendment 1 to grant Agreement No. 24IR1, amending the grant task start date from September 28, 2023 to September 28, 2022.

On January 8, 2025, the Board approved FDEP's Amendment 2 to grant Agreement No. 24IR1, amending the grant by increasing the total state grant funding by $6,122,500 to $6,747,500. The additional funding provided partial reimbursement for the 24/25 Sand Trap Dredging and Beach Placement Project.

On August 13, 2025, the Board approved FDEP's Amendment 3 to grant Agreement No. 24IR1, amending the grant by increasing the total state grant funding by $2,290,000 to $9,037,500. The additional funding provided partial reimbursement for the construction of the supplemental upland truck haul project completed in 2025 and monitoring of the 24/25 Sand Trap Dredging and Beach Placement Project.

DESCRIPTION AND CONDITIONS

On July 23, 2025, staff submitted fiscal year 2026/2027 Local Government Funding Request (LGFR) to the FDEP Beach Management Funding Assistance Program. The District requested $217,500 in state grant funding to assist in the implementation of the District's sand bypassing program.

Under fiscal year 2026/2027 legislative appropriation to the Beach Management Funding Assistance Program (GAA Line Item # 1883), the District was awarded $217,500 to partially fund permit required monitoring of the 2024/2025 Sand Trap Dredging and Beach Placement Project.

On July 9, 2026, FDEP provided the District with Amendment No. 4 to Grant Agreement No. 24IR1.

Amendment No. 4 to Grant Agreement No. 24IR1 amends the following:

- Increases the total State grant funding by $217,500 to $9,255,000 and
- Updates multiple grant attachments for consistency

FUNDING

Funding for the local match is budgeted and available under Sand Trap Dredging, Construction/Local Share, Account No. 5372-311 and Sand Trap Dredging, Permit Related Costs/Monitoring, Account No. 5372-470.

RECOMMENDATION

The recommendation of staff is for the Board to approve Amendment No. 4 to FDEP Grant Agreement 24IR1 and authorize the Chairman to sign on behalf of the District.

ATTACHMENT

Amendment No. 4 FDEP Grant Agreement 24IR1

APPROVED AGENDA ITEM FOR: AUGUST 12, 2026

AMENDMENT NO. 4
TO AGREEMENT NO. 24IR1
BETWEEN
FLORIDA DEPARTMENT OF ENVIRONMENTAL PROTECTION
AND
SEBASTIAN INLET DISTRICT

This Amendment to Agreement No. 24IR1, as previously amended, (Agreement) is made by and between the Department of Environmental Protection (Department), an agency of the State of Florida, and Sebastian Inlet District, 114 Sixth Avenue, Indialantic, Florida 32903 (Grantee), on the date last signed below.

WHEREAS, the Department entered into the Agreement with the Grantee for the Sebastian Inlet Management Plan Implementation effective June 19, 2024; and

WHEREAS, the Grantee was awarded additional funds to complete the project from the fiscal year 2026/2027 legislative appropriation to the Beach Management Funding Assistance Program (GAA Line Item #1883); and

WHEREAS, the parties wish to amend the Agreement as set forth herein.

NOW THEREFORE, the parties agree as follows:

1) The total amount of funding of the Agreement is increased by $217,500.00 to $9,255,000.00.
2) Attachment 2-B, Second Revised Special Terms and Conditions, is hereby deleted in its entirety and replaced with Attachment 2-C, Third Revised Special Terms and Conditions, as attached to this Amendment and hereby incorporated into the Agreement. All references in the Agreement to Attachment 2-B shall hereinafter refer to Attachment 2-C, Third Revised Special Terms and Conditions.
3) Attachment 3-C, Third Revised Grant Work Plan, is hereby deleted in its entirety and replaced with Attachment 3-D, Fourth Revised Grant Work Plan, as attached to this Amendment and hereby incorporated into the Agreement. All references in the Agreement to Attachment 3-C shall hereinafter refer to Attachment 3-D, Fourth Revised Grant Work Plan.
4) Attachment 5-B, Second Revised Special Audit Requirements, is hereby deleted in its entirety and replaced with Attachment 5-C, Third Revised Special Audit Requirements, as attached to this Amendment and hereby incorporated into the Agreement. All references in the Agreement to Attachment 5-B shall hereinafter refer to Attachment 5-C, Third Revised Special Audit Requirements.
5) All other terms and conditions of the Agreement remain in effect. If and to the extent that any inconsistencies may appear between the Agreement and this Amendment, the provisions of this Amendment shall control.

The parties agree to the terms and conditions of this Amendment and have duly authorized their respective representatives to sign it on the dates indicated below.

Sebastian Inlet District	**Florida Department of Environmental Protection**
By: ______________________________	By: ______________________________
Title:	Secretary or Designee
Date: ____________________	Date: ____________________

LIST OF ATTACHMENTS/EXHIBITS INCLUDED AS PART OF THIS AMENDMENT:

Specify Type	Letter/Number	Description
Attachment	2-C	Third Revised Special Terms and Conditions (3 pages)
Attachment	3-D	Fourth Revised Grant Work Plan (4 pages)
Attachment	5-C	Third Revised Special Audit Requirements (7 pages)

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STATE OF FLORIDA
DEPARTMENT OF ENVIRONMENTAL PROTECTION
Third Revised Special Terms and Conditions
AGREEMENT NO. 24IR1

ATTACHMENT 2-C

These Special Terms and Conditions shall be read together with general terms outlined in the Standard Terms and Conditions, Attachment 1. Where in conflict, these more specific terms shall apply.

1. Scope of Work.
The Project funded under this Agreement is the Sebastian Inlet Management Plan Implementation. The Project is defined in more detail in Attachment 3, Grant Work Plan.

2. Duration.
a. Reimbursement Period. The reimbursement period for this Agreement begins on September 28, 2022 and ends at the expiration of the Agreement.
b. Extensions. There are extensions available for this Project.
c. Service Periods. Additional service periods are not authorized under this Agreement.

3. Payment Provisions.
a. Compensation. This is a cost reimbursement Agreement. The Grantee shall be compensated under this Agreement as described in Attachment 3.
b. Invoicing. Invoicing will occur as indicated in Attachment 3.
c. Advance Pay. Advance Pay is not authorized under this Agreement.

4. Cost Eligible for Reimbursement or Matching Requirements.
Reimbursement for costs or availability for costs to meet matching requirements shall be limited to the following budget categories, as defined in the Reference Guide for State Expenditures, as indicated:

Reimbursement	Match	Category
☐	☐	Salaries/Wages
		Overhead/Indirect/General and Administrative Costs:
☐	☐	a. Fringe Benefits, N/A.
☐	☐	b. Indirect Costs, N/A.
☒	☐	Contractual/Subaward (Subcontractors/Subrecipients)
☐	☐	Travel, in accordance with Section 112, F.S.
☐	☐	Equipment
☐	☐	Rental/Lease of Equipment
☐	☐	Miscellaneous/Other Expenses/Supplies
☐	☐	Land Acquisition

5. Equipment Purchase.
No Equipment purchases shall be funded under this Agreement.

6. Land Acquisition.
There will be no Land Acquisitions funded under this Agreement.

7. Match Requirements
See Attachment 3, Grant Work Plan.

8. Insurance Requirements

Required Coverage. At all times during the Agreement the Grantee, at its sole expense, shall maintain insurance coverage of such types and with such terms and limits described below. The limits of coverage under each policy maintained by the Grantee shall not be interpreted as limiting the Grantee's liability and obligations under the Agreement. All insurance policies shall be through insurers licensed and authorized to issue policies in Florida, or alternatively, Grantee may provide coverage through a self-insurance program established and operating under the laws of Florida. Additional insurance requirements for this Agreement may be required elsewhere in this Agreement, however the minimum insurance requirements applicable to this Agreement are:

a. Commercial General Liability Insurance.
The Grantee shall provide adequate commercial general liability insurance coverage and hold such liability insurance at all times during the Agreement. The Department, its employees, and officers shall be named as an additional insured on any general liability policies. The minimum limits shall be $250,000 for each occurrence and $500,000 policy aggregate.

b. Commercial Automobile Insurance.
If the Grantee's duties include the use of a commercial vehicle, the Grantee shall maintain automobile liability, bodily injury, and property damage coverage. Insuring clauses for both bodily injury and property damage shall provide coverage on an occurrence basis. The Department, its employees, and officers shall be named as an additional insured on any automobile insurance policy. The minimum limits shall be as follows:

$200,000/300,000	Automobile Liability for Company-Owned Vehicles, if applicable
$200,000/300,000	Hired and Non-owned Automobile Liability Coverage

c. Workers' Compensation and Employer's Liability Coverage.
The Grantee shall provide workers' compensation, in accordance with Chapter 440, F.S. and employer liability coverage with minimum limits of $100,000 per accident, $100,000 per person, and $500,000 policy aggregate. Such policies shall cover all employees engaged in any work under the Grant.

d. Other Insurance. None.

9. Quality Assurance Requirements.

There are no special Quality Assurance requirements under this Agreement.

10. Retainage.

Retainage is permitted under this Agreement. Retainage may be up to a maximum of 10% of the total amount of the Agreement.

11. Subcontracting/Subawards.

The Grantee may subcontract/subaward work under this Agreement without the prior written consent of the Department's Grant Manager except for certain fixed-price subcontracts/subawards pursuant to this Agreement, which require prior approval. The Grantee shall submit a copy of the executed subcontracts/subaward to the Department prior to submitting any invoices for subcontracted/subawarded work. Regardless of any subcontract/subaward, the Grantee is ultimately responsible for all work to be performed under this Agreement.

12. State-owned Land.

The Board of Trustees of the Internal Improvement Trust Fund must be listed as additional insured to general liability insurance required by the Agreement and, if the Grantee is a non-governmental entity, indemnified by the Grantee.

13. Office of Policy and Budget Reporting.

There are no special Office of Policy and Budget reporting requirements for this Agreement.

14. Common Carrier.

a. Applicable to contracts/subawards with a common carrier – firm/person/corporation that as a regular business transports people or commodities from place to place. If applicable, Contractor/Subrecipient must also fill out and return PUR 1808 before contract/subaward execution. If Contractor/Subrecipient is a common carrier pursuant to section 908.111(1)(a), Florida Statutes, the Department will terminate this Agreement immediately if Contractor/Subrecipient is found to be in violation of the law or the attestation in PUR 1808.

b. Applicable to solicitations for a common carrier – Before contract execution, the winning Contractor(s) must fill out and return PUR 1808, and attest that it is not willfully providing any service in furtherance of transporting a person into this state knowing that the person unlawfully present in the United States according to the terms of the federal Immigration and Nationality Act, 8 U.S.C. ss. 1101 et seq. The Department will terminate a contract immediately if Contractor is found to be in violation of the law or the attestation in PUR 1808.

15. Financial Assistance and Payment of Invoices to Rural Communities or Rural Areas of Opportunity
This agreement does not provide federal or state financial assistance to a county or municipality that is a rural community or rural area of opportunity as those terms are defined in s. 288.0656(2).

16. Additional Terms.
None.

ATTACHMENT 3-D
FOURTH REVISED GRANT WORK PLAN

PROJECT TITLE: Sebastian Inlet Management Plan Implementation

PROJECT LOCATION: The Project is located between Department of Environmental Protection (Department or DEP) reference monuments R215 and R219 (Brevard County) and R1 and R17 (Indian River County) along the Atlantic Ocean in Sebastian Inlet District in Brevard and Indian River Counties, Florida.

PROJECT BACKGROUND: The inlet channel, sand trap, and associated structures are managed by the Sebastian Inlet District (District). In 2011, the Dredged Material Management Area (DMMA) was constructed, which allows the District to store more than 30,000 cubic yards of beach-compatible sand for placement on downdrift beaches. Sand bypassing activities will continue on a 4-6 year interval. The proposed work includes design and permitting, and sediment bypassing (construction) activities per Inlet Management Plan (IMP) guidance.

PROJECT DESCRIPTION: The Project consists of design and permitting, construction, and monitoring.

PROJECT ELIGIBILITY: The Department has determined that 100 percent of the non-federal Project cost is eligible for state cost sharing. Therefore, the Department's financial obligation shall not exceed the sum of $9,255,000.00 for this Project or up to 50 percent of the non-federal project cost of Tasks 1, 2.1 and 3, and up to 100 percent of the non-federal project cost of Task 2.2, if applicable, for the specific eligible Project items listed, whichever is less. To the extent applicable, it is understood and agreed that for portions of the Project which are located within lands owned and managed by the Department's Division of Recreation and Parks, no cost share for construction activities shall be required of the Local Sponsor, and the Project costs for such portions shall be paid by the Department. Any indicated federal cost sharing percentage is an estimate and shall not affect the cost sharing percentages of the non-federal share. The parties agree that eligibility for cost sharing purposes will be maintained pursuant to 62B-36, Florida Administrative Code (F.A.C.).

The Local Sponsor will be responsible for auditing all travel reimbursement expenses based on the travel limits established in section 112.061, Florida Statute (F.S.).

Pursuant to sections 161.091 - 161.161, F.S., the Department provides financial assistance to eligible governmental entities for beach erosion control and inlet management activities under the Florida Beach Management Funding Assistance Program.

Pursuant to 62B-36.005(2)(d), F.A.C., the Local Sponsor has resolved to support and serve as local sponsor, has demonstrated a financial commitment, and has demonstrated the ability to perform the tasks associated with the beach erosion control project as described herein.

The Project shall be conducted in accordance with the terms and conditions set forth under this Agreement, all applicable Department permits and the eligible Project task items established below. All data collection and processing, and the resulting product deliverables, shall comply with the standards and technical specifications contained in the Department's Monitoring Standards for Beach Erosion Control Projects (2014) and all associated state and federal permits, unless otherwise specified in the approved scope of work for an eligible Project item. The monitoring standards may be found at:

https://floridadep.gov/sites/default/files/PhysicalMonitoringStandards.pdf

One (1) electronic copy of all written reports developed under this Agreement shall be forwarded to the Department, unless otherwise specified.

Acronyms:

DEP – Florida Department of Environmental Protection
F.A.C. – Florida Administrative Code
F.S. – Florida Statutes
IMP – Inlet Management Plan
DMMA – Dredged Material Management Area

TASKS and DELIVERABLES:

The Local Sponsor will provide detailed scopes of work or a letter requesting advance payment if authorized by Attachment 2, for all tasks identified below, which shall include a narrative description of work to be completed, a corresponding cost estimate and a proposed schedule of completion for the proposed work and associated deliverables. Each scope of work shall be approved in writing by the DEP Project Manager to be included into this work plan for reimbursement.

Task 1: Design and Permitting
Task Description: The Local Sponsor will acquire professional services for the engineering and design of the Project such as coastal engineering analyses, preparation of plans and specifications, physical and environmental surveys, cultural resource surveys, design-level geotechnical services, sediment studies, inlet studies, environmental analyses, orthophotography, plan formulations and for obtaining environmental permits and other Project-related authorizations. The Local Sponsor will submit work products to the appropriate State or Federal regulatory agencies as requested by the DEP Project Manager in order to be eligible for reimbursement under this task.

Deliverable: Certification of Completion including documentation of submittal affirming that the final design document was completed and submitted to the Department. For interim payment requests, a Task Summary Report signed by the Local Sponsor must be submitted detailing work progress during the payment request period. The Task Summary Report must include the dates and descriptions of all activities, surveys and reports completed or in progress during the time period of the interim payment request.

Performance Standard: The DEP Project Manager will review the task deliverable and any associated work products as necessary to verify they meet the specifications in the Grant Work Plan and this task description.

Payment Request Schedule: Payment requests may be submitted after the deliverable is received and accepted and may be submitted no more frequently than quarterly.

Task 2: Construction
Task Description: This task includes work performed and costs incurred associated with the placement of fill material and/or the construction of erosion control structures within the Project area. Project costs associated with eligible beach and inlet construction activities include work approved through construction bids and/or construction-phase engineering and monitoring services contracts. Eligible costs may include mobilization, demobilization, construction observation or inspection services, physical and environmental surveys, beach fill, tilling and scarp removal, erosion control structures, mitigation reefs, dune stabilization measures and native beach-dune vegetation. Construction shall be conducted in accordance with any and all State or Federal permits. The Local Sponsor will submit work products to the appropriate State or Federal

regulatory agencies as requested by the DEP Project Manager in order to be eligible for reimbursement under this task.

Deliverable: Certification of Completion by a Florida-registered Professional Engineer with documentation of submittal to the Department affirming the construction task was completed in accordance with construction contract documents. For interim payment requests, a Task Summary Report signed by Local Sponsor must be submitted detailing activities completed during the payment request period. The Task Summary Report must include the dates and descriptions of all activities, surveys and reports completed or in progress during the time period of the interim payment request.

Performance Standard: The DEP Project Manager will review the task deliverable and any associated work products as necessary to verify they meet the specifications in the Grant Work Plan and this task description.

Payment Request Schedule: Payment requests may be submitted after the deliverable is received and accepted and may be submitted no more frequently than quarterly.

Task 3: Monitoring
State and federal monitoring required by permit is eligible for reimbursement pursuant to program statute and rule. In order to comply with Florida Auditor General report 2014-064 regarding conflicts of interest and to be consistent with section 287.057(19)(a)(1), F.S., all monitoring data and statistical analysis must be provided directly and concurrently from the monitoring contractor to the Department/Local Sponsor permittee/engineering consultant. The Local Sponsor's engineering consultant must provide an adequate mitigation plan, consistent with section 287.057(19)(a)(1), F.S., including a description of organizational, physical, and electronic barriers to be used by the Local Sponsor's engineering consultant, that addresses conflicts of interest when contracting multi-disciplinary firms for Project engineering and post-construction environmental monitoring services, or when the Project engineering consultant firm subcontracts for post-construction environmental monitoring. Environmental monitoring includes hardbottom, seagrass, and mangrove resources. Department approval of the consultant's mitigation plan will be required prior to execution of this Agreement. If at any time the Local Sponsor and/or its engineering consultant fails to comply with this provision, the Local Sponsor agrees to reimburse the Department all funds provided by the Department associated with environmental monitoring for the Project listed.

Task Description: This task includes activities associated with permit-required monitoring conducted in accordance with the conditions specified by state or federal regulatory agencies. All monitoring tasks must be located within or adjacent to the Project area and follow the Department's Regional Coastal Monitoring Program and FWC's marine turtle and shorebird monitoring programs. Guidance for monitoring of nearshore resources is available in the Department's Standard Operation Procedures For Nearshore Hardbottom Monitoring Of Beach Nourishment Projects. The Local Sponsor must submit work products directly to the appropriate state or federal regulatory agencies in accordance with permit conditions to be eligible for reimbursement under this task, unless otherwise directed.

Deliverable: For each interim or final payment, the Local Sponsor will provide a Task Summary Report signed by Local Sponsor containing; 1) An itemized listing of all monitoring activities completed or in progress during the payment request period and, 2) Documentation of submittal to state and federal regulatory agencies of completed monitoring data, surveys and final reports for permit-required work under this task description.

Performance Standard: The DEP Project Manager will review the task deliverable and any associated work products as necessary to verify they meet the specifications in the Grant Work Plan and this task description.

Payment Request Schedule: Payment requests may be submitted after the deliverable is received and accepted and may be submitted no more frequently than quarterly.

Estimated Eligible Project Cost

Task #	Eligible Project Tasks	State Cost Share (%)	Federal Estimated Project Costs	DEP	Local	Total
1	**Design and Permitting**	50.00%	$0.00	$175,000.00	$175,000.00	**$350,000.00**
2.1	**Construction**	50.00%	$0.00	$4,137,500.00	$4,137,500.00	**$8,275,000.00**
2.2	**Construction (State Park)**	100.00%	$0.00	$4,510,000.00	$0.00	**$4,510,000.00**
3	**Monitoring**	50.00%	$0.00	$432,500.00	$432,500.00	**$865,000.00**
	TOTAL PROJECT COSTS		**$0.00**	**$9,255,000.00**	**$4,745,000.00**	**$14,000,000.00**

PROJECT TIMELINE & BUDGET DETAIL: The tasks must be completed by, and all deliverables received by, the corresponding deliverable due date.

Task No.	Task Title	Budget Category	Budget Amount	Task Start Date	Deliverable Due Date
1	Design and Permitting	Contractual Services	$175,000.00	09/28/2022	09/30/2028
2	Construction	Contractual Services	$8,647,500.00	09/28/2022	09/30/2028
3	Monitoring	Contractual Services	$423,500.00	09/28/2022	09/30/2028
		Total:	$9,255,000.00		

Note that, per paragraph 8.j. of the agreement, authorization for continuation and completion of work and any associated payments may be rescinded, with proper notice, at the discretion of the Department if the Legislature reduces or eliminates appropriations. Extending the contract end date carries the risk that funds for this project may become unavailable in the future. This should be a consideration for the Local Sponsor with this and future requests for extension.

STATE OF FLORIDA
DEPARTMENT OF ENVIRONMENTAL PROTECTION
Third Revised Special Audit Requirements
(State and Federal Financial Assistance)

Attachment 5-C

The administration of resources awarded by the Department of Environmental Protection *(which may be referred to as the "Department", "DEP", "FDEP" or "Grantor", or other name in the agreement*) to the recipient *(which may be referred to as the "Recipient", "Grantee" or other name in the agreement)* may be subject to audits and/or monitoring by the Department of Environmental Protection, as described in this attachment.

MONITORING

In addition to reviews of audits conducted in accordance with 2 CFR Part 200, Subpart F-Audit Requirements, and Section 215.97, F.S., as revised (see "AUDITS" below), monitoring procedures may include, but not be limited to, on-site visits by DEP Department staff, limited scope audits as defined by 2 CFR 200.425, or other procedures. By entering into this Agreement, the recipient agrees to comply and cooperate with any monitoring procedures/processes deemed appropriate by the Department of Environmental Protection. In the event the Department of Environmental Protection determines that a limited scope audit of the recipient is appropriate, the recipient agrees to comply with any additional instructions provided by the Department to the recipient regarding such audit. The recipient further agrees to comply and cooperate with any inspections, reviews, investigations, or audits deemed necessary by the Chief Financial Officer (CFO) or Auditor General.

AUDITS

PART I: FEDERALLY FUNDED

This part is applicable if the recipient is a State or local government or a non-profit organization as defined in 2 CFR §200.330

1. A recipient that expends $1,000,000 or more in Federal awards in its fiscal year, must have a single or program-specific audit conducted in accordance with the provisions of 2 CFR Part 200, Subpart F. EXHIBIT 1 to this Attachment indicates Federal funds awarded through the Department of Environmental Protection by this Agreement. In determining the federal awards expended in its fiscal year, the recipient shall consider all sources of federal awards, including federal resources received from the Department of Environmental Protection. The determination of amounts of federal awards expended should be in accordance with the guidelines established in 2 CFR 200.502-503. An audit of the recipient conducted by the Auditor General in accordance with the provisions of 2 CFR Part 200.514 will meet the requirements of this part.

2. For the audit requirements addressed in Part I, paragraph 1, the recipient shall fulfill the requirements relative to auditee responsibilities as provided in 2 CFR 200.508-512.

3. A recipient that expends less than $1,000,000 in federal awards in its fiscal year is not required to have an audit conducted in accordance with the provisions of 2 CFR Part 200, Subpart F-Audit Requirements. If the recipient expends less than $1,000,000 in federal awards in its fiscal year and elects to have an audit conducted in accordance with the provisions of 2 CFR 200, Subpart F-Audit Requirements, the cost of the audit must be paid from non-federal resources (i.e., the cost of such an audit must be paid from recipient resources obtained from non-federal entities).

4. The recipient may access information regarding the Catalog of Federal Domestic Assistance (CFDA) via the internet at https://sam.gov/content/assistance-listings.

PART II: STATE FUNDED

This part is applicable if the recipient is a nonstate entity as defined by Section 215.97(1)(n), Florida Statutes.

1. In the event that the recipient expends a total amount of state financial assistance equal to or in excess of $750,000 in any fiscal year of such recipient (for fiscal years ending June 30, 2017, and thereafter), the recipient must have a State single or project-specific audit for such fiscal year in accordance with Section 215.97, F.S.; Rule Chapter 69I-5, F.A.C., State Financial Assistance; and the current Rules of the Auditor General. EXHIBIT 1 to this form lists the state financial assistance awarded through the Department of Environmental Protection by this agreement. In determining the state financial assistance expended in its fiscal year, the recipient shall consider all sources of state financial assistance, including state financial assistance received from the Department of Environmental Protection, other state agencies, and other nonstate entities. State financial assistance does not include federal direct or pass-through awards and resources received by a nonstate entity for Federal program matching requirements.

2. In connection with the audit requirements addressed in Part II, paragraph 1; the recipient shall ensure that the audit complies with the requirements of Section 215.97(8), Florida Statutes. This includes submission of a financial reporting package as defined by Section 215.97(2), Florida Statutes, and the current Rules of the Auditor General.

3. If the recipient expends less than $750,000 in state financial assistance in its fiscal year (for fiscal year ending June 30, 2017, and thereafter), an audit conducted in accordance with the provisions of Section 215.97, Florida Statutes, is not required. In the event that the recipient expends less than $750,000 in state financial assistance in its fiscal year, and elects to have an audit conducted in accordance with the provisions of Section 215.97, Florida Statutes, the cost of the audit must be paid from the non-state entity's resources (i.e., the cost of such an audit must be paid from the recipient's resources obtained from other than State entities).

4. For information regarding the Florida Catalog of State Financial Assistance (CSFA), a recipient should access the Florida Single Audit Act website located at https://apps.fldfs.com/fsaa for assistance. In addition to the above websites, the following websites may be accessed for information: Legislature's Website at http://www.leg.state.fl.us/Welcome/index.cfm, State of Florida's website at http://www.myflorida.com/, Department of Financial Services' Website at https://www.myfloridacfo.com/ and the Auditor General's Website at http://www.myflorida.com/audgen/.

PART III: OTHER AUDIT REQUIREMENTS

(NOTE: This part would be used to specify any additional audit requirements imposed by the State awarding entity that are solely a matter of that State awarding entity's policy (i.e., the audit is not required by Federal or State laws and is not in conflict with other Federal or State audit requirements). Pursuant to Section 215.97(8), Florida Statutes, State agencies may conduct or arrange for audits of State financial assistance that are in addition to audits conducted in accordance with Section 215.97, Florida Statutes. In such an event, the State awarding agency must arrange for funding the full cost of such additional audits.)

PART IV: REPORT SUBMISSION

1. Copies of reporting packages for audits conducted in accordance with 2 CFR Part 200, Subpart F-Audit Requirements, and required by PART I of this form shall be submitted, when required by 2 CFR 200.512, by or on behalf of the recipient directly to the Federal Audit Clearinghouse (FAC) as provided in 2 CFR 200.36 and 200.512

   A. The Federal Audit Clearinghouse designated in 2 CFR §200.501(a) (the number of copies required by 2 CFR §200.501(a) should be submitted to the Federal Audit Clearinghouse), at the following address:

By Mail:

Federal Audit Clearinghouse
Bureau of the Census
1201 East 10th Street
Jeffersonville, IN 47132

Submissions of the Single Audit reporting package for fiscal periods ending on or after January 1, 2008, must be submitted using the Federal Clearinghouse's Internet Data Entry System which can be found at http://harvester.census.gov/facweb/

2. Copies of financial reporting packages required by PART II of this Attachment shall be submitted by or on behalf of the recipient directly to each of the following:

   A. The Department of Environmental Protection at one of the following addresses:

   By Mail:
   Audit Director
   Florida Department of Environmental Protection
   Office of Inspector General, MS 40
   3900 Commonwealth Boulevard
   Tallahassee, Florida 32399-3000

   Electronically:
   FDEPSingleAudit@dep.state.fl.us

   B. The Auditor General's Office at the following address:

   Auditor General
   Local Government Audits/342
   Claude Pepper Building, Room 401
   111 West Madison Street
   Tallahassee, Florida 32399-1450

   The Auditor General's website (http://flauditor.gov/) provides instructions for filing an electronic copy of a financial reporting package.

3. Copies of reports or management letters required by PART III of this Attachment shall be submitted by or on behalf of the recipient directly to the Department of Environmental Protection at one of the following addresses:

   By Mail:
   Audit Director
   Florida Department of Environmental Protection
   Office of Inspector General, MS 40
   3900 Commonwealth Boulevard
   Tallahassee, Florida 32399-3000

   Electronically:
   FDEPSingleAudit@dep.state.fl.us

4. Any reports, management letters, or other information required to be submitted to the Department of Environmental Protection pursuant to this Agreement shall be submitted timely in accordance with 2 CFR 200.512, section 215.97, F.S., and the current Rules of the Auditor General, as applicable.

5. Recipients, when submitting financial reporting packages to the Department of Environmental Protection for audits done in accordance with 2 CFR 200, Subpart F-Audit Requirements, or the current Rules of the Auditor

General, should indicate the date and time the reporting package was delivered to the recipient and any correspondence accompanying the reporting package.

PART V: RECORD RETENTION

The recipient shall retain sufficient records demonstrating its compliance with the terms of the award and this Agreement for a period of **five (5)** years from the date the audit report is issued, and shall allow the Department of Environmental Protection, or its designee, Chief Financial Officer, or Auditor General access to such records upon request. The recipient shall ensure that audit working papers are made available to the Department of Environmental Protection, or its designee, Chief Financial Officer, or Auditor General upon request for a period of **three (3)** years from the date the audit report is issued, unless extended in writing by the Department of Environmental Protection.

EXHIBIT – 1

FUNDS AWARDED TO THE RECIPIENT PURSUANT TO THIS AGREEMENT CONSIST OF THE FOLLOWING:

Note: If the <u>resources</u> awarded to the recipient represent more than one federal program, provide the same information shown below for each federal program and show total federal resources awarded

Federal Resources Awarded to the Recipient Pursuant to this Agreement Consist of the Following:					
Federal Program A	Federal Agency	CFDA Number	CFDA Title	Funding Amount	State Appropriation Category
				$	
Federal Program B	Federal Agency	CFDA Number	CFDA Title	Funding Amount	State Appropriation Category
				$	

Note: Of the resources awarded to the recipient represent more than one federal program, list applicable compliance requirements for each federal program in the same manner as shown below:

Federal Program A	First Compliance requirement: i.e.: (what services of purposes resources must be used for)	
	Second Compliance requirement: i.e.:(eligibility requirement for recipients of the resources)	
	Etc.	
	Etc.	
Federal Program B	First Compliance requirement: i.e.: (what services of purposes resources must be used for)	
	Second Compliance requirement: i.e.: (eligibility requirement for recipients of the resources)	
	Etc.	
	Etc.	

Note: If the resources awarded to the recipient for matching represent more than one federal program, provide the same information shown below for each federal program and show total state resources awarded for matching.

State Resources Awarded to the Recipient Pursuant to this Agreement Consist of the Following Matching Resources for Federal Programs:					
Federal Program A	Federal Agency	CFDA	CFDA Title	Funding Amount	State Appropriation Category
Federal Program B	Federal Agency	CFDA	CFDA Title	Funding Amount	State Appropriation Category

Note: If the resources awarded to the recipient represent more than one state project, provide the same information shown below for each state project and show total state financial assistance awarded that is subject to section 215.97, F.S.

State Resources Awarded to the Recipient Pursuant to this Agreement Consist of the Following Resources Subject to Section 215.97, F.S.:						
State Program A	State Awarding Agency	State Fiscal Year[1]	CSFA Number	CSFA Title or Funding Source Description	Funding Amount	State Appropriation Category
Original	Florida Department of Environmental Protection	2023-2024	37.003	Beach Management Funding Assistance Program, GAA Line Item #1822, LATF	$625,000.00	140126
Amendment 2	Florida Department of Environmental Protection	2021-2022	37.003	Beach Management Funding Assistance Program, GAA Line Item #1647, LATF	$2,824,974.71	140126
Amendment 2	Florida Department of Environmental Protection	2022-2023	37.003	Beach Management Funding Assistance Program, GAA Line Item #1778, LATF	$2,064,153.76	140126
Amendment 2	Florida Department of Environmental Protection	2024-2025	37.003	Beach Management Funding Assistance Program, GAA Line Item #1856, LATF	$1,233,371.53	140126
Amendment 3	Florida Department of Environmental Protection	2025-2026	37.003	Beach Management Funding Assistance Program, GAA Line Item #1661, LATF	$2,290,000.00	140126
Amendment 4	Florida Department of Environmental Protection	2026-2027	37.003	Beach Management Funding Assistance Program, GAA Line Item #1883, LATF	$217,500.00	140126

[1] Subject to change by Change Order.

State Program B	State Awarding Agency	State Fiscal Year[2]	CSFA Number	CSFA Title or Funding Source Description	Funding Amount	State Appropriation Category

Total Award	$9,255,000.00	

Note: List applicable compliance requirement in the same manner as illustrated above for federal resources. For matching resources provided by the Department for DEP for federal programs, the requirements might be similar to the requirements for the applicable federal programs. Also, to the extent that different requirements pertain to different amount for the non-federal resources, there may be more than one grouping (i.e. 1, 2, 3, etc.) listed under this category.

For each program identified above, the recipient shall comply with the program requirements described in the Catalog of Federal Domestic Assistance (CFDA) [https://sam.gov/content/assistance-listings] and/or the Florida Catalog of State Financial Assistance (CSFA) [https://apps.fldfs.com/fsaa/searchCatalog.aspx], and State Projects Compliance Supplement (Part Four: State Projects Compliance Supplement [https://apps.fldfs.com/fsaa/compliance.aspx]. The services/purposes for which the funds are to be used are included in the Agreement's Grant Work Plan. Any match required by the Recipient is clearly indicated in the Agreement.

[2] Subject to change by Change Order.

CONSENT

SEBASTIAN INLET DISTRICT
BOARD MEMORANDUM

TO: Members of the Board
of Sebastian Inlet District Commissioners

FROM: James D. Gray, Jr.
Executive Director JDG

SUBJECT: **Work Order No. 2425-006-ATL**
2024/2025 Sand Trap Dredging and Beach Placement Project
Partial Release of Retainage - Pay Application 13 – ATL Diversified, Inc.

DATE: July 31, 2026

DESCRIPTION AND CONDITIONS

On November 13, 2024, the District contracted with ATL Diversified, Inc. (ATL) for construction of the 2024/2025 Sand Trap Dredging and Beach Placement Project. The project was constructed over two years and is now completed.

In summary the project:

- Placed and graded approximately 92,220 cubic yards of beach compatible upland mine sediment onto the beach
- Excavated approximately 204,554 cubic yards of sediment from the Sand Trap and Channel
- Placed and graded approximately 167,004 cubic yards of beach compatible dredged sediment onto the beach
- Placed approximately 37,550 cubic yards of non-beach compatible dredged sediment into the Dredged Material Management Area (DMMA) for future screening and beach placement

The total approved contract amount with Change Orders (1-8) was $8,502,718.75. To date, all work is 100% complete and the final contract project was $8,207,802.81. However, the District is still waiting from the Department of Environmental Protection (FDEP) specific to a mitigation penalty resulting from ATL dredging outside the dredge template and impacting approximately 0.35 acres of seagrass.

Consistent with 218.735, Florida Statutes. the District has withheld $410,390.14 in total contract retainage. ATL has submitted invoice (Application for Payment No. 13) requesting the partial release of retainage amounting to 80 percent of the withheld retainage or $328,312.12.

ATL is aware and understands that the District will continue to withhold the remaining 20 percent retainage balance or $82,078.02 until FDEP provides a determination of penalty for dredging outside the permitted template.

Pursuant to the construction contract, ATL has also provided an affidavit to the District that all liens of firms and individuals contracting directly with or directly employed by ATL have been paid in full.

FUNDING

Funding for the partial release of retainage is budgeted and available in Sand Trap Dredging, Construction/Local Share, Account No. 5372-311.

RECOMMENDATION

The recommendation of staff is for the Board to approve the partial release of retainage, payment Application No. 13, in the amount of $328,312.12 and continue to retain $82,078.02 until FDEP determines a penalty for dredging outside the permitted template. The District's coastal engineering consultant, AtkinsRealis, also recommends the partial release of retainage.

ATTACHMENT

ATL Diversified, Inc. Application for Payment No. 13

APPROVED AGENDA ITEM FOR: AUGUST 12, 2026

CONTRACTOR PAYMENT REQUISITION

PAYMENT REQUISITION NO. 13 PURCHASE ORDER NO. 2425-006-ATL

REQUISITION DATE: June 23, 2026 PROJECT NO: 2425-006 CONTRACT OR WORK ORDER NO. 2415

PROJECT NAME: 2024/2025 Dredging and Beach Placement Project

LOCATION/ADDRESS: Vero Beach, FL

CONTRACTOR NAME: ATL Diversified, Inc. TELEPHONE: 561-965-2198

CONTRACTOR ADDRESS: 7089 Helmstreet Place, West Palm Beach, FL 33413 E-MAIL: chodges@atldiversified.com

PROJECT MANAGER: Clinton Hodges FAX NO.:

PROJECT PAYMENT REQUISITION SUMMARY FOR WORK PERFORMED FROM: 01-Jun-26 TO: 23-Jun-26

	contract amount	%	complete to date	previous requisitions	this requisition	balance to finish
ORIGINAL CONTRACT VALUE	$7,253,300.00	95.9	$6,958,384.06	$6,958,384.06	$0.00	$294,915.94
Contingency	$0.00	0.0	$0.00	$0.00	$0.00	$0.00
Change Orders:	$ 1,249,418.75	100.0	$ 1,249,418.75	$1,249,418.75	$0.00	$ -
Adjusted Total Contract To Date	$8,502,718.75	96.5	$8,207,802.81	$8,207,802.81	$0.00	$294,915.94

CONTRACT STATUS SUMMARY

Contract Award Date:	11/26/24	
Contract Lead Time:		days
Commencement Date (NTP):	12/18/24	
Contract Completion - No. of Days	133	days
Contract Completion - Date	04/30/25	
Total Time Extensions:	335	days
Revised Completion Date:	03/31/26	
Liquidated Damage Start Date:		
Through Date:		
Total Days Assessed:		
Liquidated Damages Rate:		
Total Liquidated Damages:	$0.00	

Original Contract Value		$7,253,300.00
Contingency		$0.00
Net Change By Change Orders		$ 1,249,418.75
Total Contract Value		$8,502,718.75
Previous Requisitions		$8,207,802.81
Less Retainage	5.00000 %	$410,390.14
Total Earned Less Retainage		$7,797,412.67
Less Previous Payments		$7,797,412.63
Amount Due This Requisition		$0.00
Less Retainage this Requisition	5.00000 %	$0.00
Release of Retainage this Requisition	4.00000 %	$328,312.12
Previous Release of Retainage to Date	0.00000 %	$0.00
Less Liquidated Damages		$0.00

PAYMENT DUE THIS REQUISITION: $328,312.12

Requested by Contractor:

Sign. [signature] 7-24-26

By: Clinton Hodges, Project Manager G/C: ATL Diversified, Inc. Date:

Recommended by Consultant:

Sign. S. Marie Yarbrough 07.31.2026

By: Marie Yarbrough A/E: Atkins Date:

Approved by Project Manager:

Sign.

For: Date:

Approved by Department Director:

Sign.

By: James Gray Sebastian Inlet District Date:

Approved by Town Manager (if required)

Sign.

By: Date:

Approval by Procurement Manager (if required):

Sign:

By: Date:

PREVIOUS PAYMENT SUMMARY

Requisition No.	Requisition Date	Amount Paid
1	02/03/25	$1,425,713.94
2	03/05/25	$1,542,596.23
3	04/10/25	$1,217,627.32
4	05/16/25	$718,105.05
5	09/25/25	$95,000.00
6	12/05/25	$376,770.00
7	01/05/26	$353,431.93
8	02/05/26	$138,510.33
9	03/04/26	$335,235.71
10	04/03/26	$986,931.07
11	05/15/26	$348,616.05
12	06/23/26	$258,875.00
13		$0.00
14		$0.00
15		$0.00
16		$0.00
17		$0.00
18		$0.00
19		$0.00
20		$0.00
21		$0.00
22		$0.00
23		$0.00
TOTAL PAYMENTS:		**$7,797,412.63**

ATTACHMENTS

Partial Release of Liens	Punch List Approval	Manuals
Final Release of Liens	Requisition Inspection Approval	Certification of Final Completion/Occupancy
Consent of Surety	Certificate of Substantial Completion	Recorded Drawings
Warranties	Photos	Test Results
Other		

SUBMITTAL DATES

	Date	Initials
Date Received by Consultant		
Date Received by Project Manager		

CONTRACT ITEMS						APPROVED CHANGE ORDER WORK				COST OF WORK COMPLETED TO DATE											
ORIGINAL CONTRACT ITEMS						CONTRACT ADJUSTMENTS				PREVIOUSLY BILLED			CURRENT BILLING PERIOD			WORK COMPLETED TO DATE			UNCOMPLETED WORK		
Item no.	Description of Item	Unit Qty.	Unit	Cost per unit	Total cost of item.	Qty.	$	Adj. Qty. Qty.	Adj. Qty. $	Qty.	%	Cost	Qty.	%	Cost	Qty.	%	Cost	Qty.	%	Cost
100	Mobilization/Demobilization	1.00	LS	$250,000.00	$250,000.00		$0.00	1.00	$ 250,000.00	1.00	100.000%	$250,000.00	-	0%	$0.00	1.0000	100.00%	$250,000.00	-	0.00%	$ -
101	Environmental Protection	1.00	LS	$65,000.00	$65,000.00		$0.00	1.00	$ 65,000.00	1.00	100.000%	$65,000.00	-	0.00%	$0.00	1.0000	100.00%	$65,000.00	-	0.00%	$ -
102	Beach Tilling	1.00	LS	$95,000.00	$95,000.00		$0.00	1.00	$ 95,000.00	1.00	100.000%	$95,000.00	-	0.00%	$0.00	1.0000	100.00%	$95,000.00	-	0.00%	$ -
103	Site Restoration	1.00	CY	$25,000.00	$25,000.00		$0.00	1.00	$ 25,000.00	1.00	100.000%	$25,000.00	-	0.00%	$0.00	1.0000	100.00%	$25,000.00	-	0.00%	$ -
104	Sand Trap and Channel Dredging	215,000.00	CY	$9.00	$1,935,000.00		$0.00	215000.00	$ 1,935,000.00	201,218.50	93.590%	$1,810,966.50	-	0.00%	$0.00	201,218.5000	93.59%	$1,810,966.50	13,781.50	6.41%	$ 124,033.50
105	Placment of suitable Beach Material	173,000.00	CY	$4.50	$778,500.00		$0.00	173000.00	$ 778,500.00	167,003.7100	96.534%	$751,516.70	-	0.00%	$0.00	167,003.7100	96.53%	$751,516.70	5,996.29	3.47%	$ 26,983.31
106	Placement of Unsuitable Beach Material	42,000.00	CY	$4.00	$168,000.00		$0.00	42000.00	$ 168,000.00	34,214.9000	81.464%	$136,859.60	-	0.00%	$0.00	34,214.9000	81.46%	$136,859.60	7,785.10	18.54%	$ 31,140.40
107	Truck Haul Mobilization	1.00	LS	$40,000.00	$40,000.00		$0.00	1.00	$ 40,000.00	1.0000	100.000%	$40,000.00	-	0.00%	$0.00	1.0000	100.00%	$40,000.00	-	0.00%	$ -
108	Environmetanl Protection	1.00	LS	$85,000.00	$85,000.00		$0.00	1.00	$ 85,000.00	1.0000	100.000%	$85,000.00	-	0.00%	$0.00	1.0000	100.00%	$85,000.00	-	0.00%	$ -
109	Beach Tilling	1.00	LS	$75,000.00	$75,000.00		$0.00	1.00	$ 75,000.00	1.0000	100.000%	$75,000.00	-	20.00%	$0.00	1.0000	100.00%	$75,000.00	-	0.00%	$ -
110	Truck Haul-Beach Placement	108,000.00	TN	$33.00	$3,564,000.00		$0.00	108000.00	$ 3,564,000.00	108,000.00	100.000%	$3,564,000.00	-	0.00%	$0.00	108,000.0000	100.00%	$3,564,000.00	-	0.00%	$ -
111	Area 4 Maintenance Dredge	9,600.00	CY	$14.00	$134,400.00		$0.00	9600.00	$ 134,400.00	3,335.57	34.746%	$46,697.98	-	0.00%	$0.00	3,335.5700	34.75%	$46,697.98	6,264.43	65.25%	$ 87,702.02
112	Area 4 DMMA Placement	9,600.00	CY	$4.00	$38,400.00		$0.00	9600.00	$ 38,400.00	3,335.57	34.746%	$13,342.28	-	0.00%	$0.00	3,335.5700	34.75%	$13,342.28	6,264.43	65.25%	$ 25,057.72
					$0.00		$0.00	0.00	$ -			$0.00			$0.00	-		$0.00	-		$ -
					$0.00		$0.00	0.00	$ -			$0.00			$0.00	-		$0.00	-		$ -
					$0.00		$0.00	0.00	$ -			$0.00			$0.00	-		$0.00	-		$ -
					$0.00		$0.00	0.00	$ -			$0.00			$0.00	-		$0.00	-		$ -
					$0.00		$0.00	0.00	$ -			$0.00			$0.00	-		$0.00	-		$ -
					$0.00		$0.00	0.00	$ -			$0.00			$0.00	-		$0.00	-		$ -
					$0.00		$0.00	0.00	$ -			$0.00			$0.00	-		$0.00	-		$ -
					$0.00		$0.00	0.00	$ -			$0.00			$0.00	-		$0.00	-		$ -
					$0.00		$0.00	0.00	$ -			$0.00			$0.00	-		$0.00	-		$ -
					$0.00		$0.00	0.00	$ -			$0.00			$0.00	-		$0.00	-		$ -
					$0.00		$0.00	0.00	$ -			$0.00			$0.00	-		$0.00	-		$ -
					$0.00		$0.00	0.00	$ -			$0.00			$0.00	-		$0.00	-		$ -
					$0.00		$0.00	0.00	$ -			$0.00			$0.00	-		$0.00	-		$ -
					$0.00		$0.00	0.00	$ -			$0.00			$0.00	-		$0.00	-		$ -
					$0.00		$0.00	0.00	$ -			$0.00			$0.00	-		$0.00	-		$ -
					$0.00		$0.00	0.00	$ -			$0.00			$0.00	-		$0.00	-		$ -
	Subtotal Construction Costs (*Contract Items*):				$7,253,300.00		$0.00		$ 7,253,300.00		95.93%	$6,958,383.06		0.00%	$0.00		95.93%	$6,958,383.06		4.07%	$ 294,916.95

Additional Items by Change Order (if applicable)						Adj. Qty.		PREVIOUSLY BILLED			CURRENT BILLING PERIOD			WORK COMPLETED TO DATE			UNCOMPLETED WORK		
Item No.	Description of Item	Cost per unit	Unit	Qty.	$	Qty.	$	Qty.	%	Cost	Qty.	%	Cost	Qty.	%	Cost	Qty.	%	Cost
1	Additional Beach Fill-Imported	$33.00	TN	16,500	$ 544,500.00	16,500	$ 544,500.00	16,500	100.00%	$ 544,500.00	0	0.00%	$ -	16,500	100.00%	$ 544,500.00	0.00	0.00%	$ -
2	Remobilization	$650,000.00	LS	1	$ 650,000.00	1	$ 650,000.00	1.00	100.00%	$ 650,000.00	0.0	0.00%	$ -	1.00	100.00%	$ 650,000.00	0.00	0.00%	$ -
3	DMMA Vaccum Truck	$6,600.00	LS	1	$ 6,600.00	1	$ 6,600.00	1	100.00%	$ 6,600.00	0	0.00%	$ -	1	100.00%	$ 6,600.00	0.00	0.00%	$ -
4	Beach Piling	$48,318.75	LS	1	$ 48,318.75	1	$ 48,318.75	1.00	100.00%	$ 48,318.75	0.00	0.00%	$ -	1.00	100.00%	$ 48,318.75	0.00	0.00%	$ -
	Subtotal Construction Costs (*Additional Items*):				$ 1,249,418.75		$ 1,249,418.75		100.00%	$ 1,249,418.75		0.00%	$ -		100.00%	$ 1,249,418.75			$ -
	TOTAL CONSTRUCTION COSTS:						$ 8,502,718.75		96.53%	$ 8,207,601.81		0.00%	$ -		96.53%	$ 8,207,601.81			$ 294,916.95
																		ADJUSTED CONTRACT TOTAL:	$8,502,718.75

CONSENT

SEBASTIAN INLET DISTRICT
BOARD MEMORANDUM

TO: Members of the Board
of Sebastian Inlet District Commissioners

FROM: James D. Gray, Jr. JDG
Executive Director

SUBJECT: **Work Order No. 2627-001 – M&E, Morgan & Eklund, Inc.**
2026 September/October Hydrographic Survey

DATE: July 28, 2026

BACKGROUND

On September 13, 2023, the Board approved a continuing services contract with Morgan & Eklund, Inc. (M&E) for professional hydrographic surveying services. On a semi-annual basis, the District conducts hydrographic beach surveys approximately 40,000 feet north and 30,000 feet south of the inlet as well as the inshore portions of the inlet. This data supports the annual updates to the District's State of the Inlet Report and permit required monitoring efforts.

DESCRIPTION AND CONDITIONS

The proposed Work Order No. 2627-001 – M&E provides the 2026 September/October hydrographic survey to support the District's monitoring program. The total amount of the work order is $111,430 and will be invoiced on a lump sum basis. Consistent with the continuing services contract, this amount is $1,741 higher than the amount for similar services completed last year.

FUNDING

Funding for this expenditure is budgeted and available under Winter Hydrographics account No. 5373-310.

RECOMMENDATION

The recommendation of staff is for the Board to approve Work Order No. 2627-001 – M&E to the contract with Morgan & Eklund, Inc. and authorize the Executive Director to sign on behalf of the District.

ATTACHMENT

Morgan & Eklund, Inc. Scope of Work dated July 16, 2026

APPROVED AGENDA ITEM FOR: AUGUST 12, 2026

July 16, 2026

Sebastian Inlet District
Attn: James D. Gray, Jr., Executive Director
114 Sixth Avenue
Indialantic, FL 32903

RE: Fall (September/October) 2026 Semi-Annual Sebastian Inlet Bathymetric Surveys

Dear James:

Morgan & Eklund, Inc. (M&E) is pleased to provide you with the following proposal to furnish professional land and hydrographic survey services for the above-mentioned project.

M&E will perform bathymetric and beach profile surveys per the Scope of Work (SOW) provided by the District. Deliverables will include signed and sealed drawing in .pdf and AutoCAD formats along with XYZ files. An FDEP submittal package will be provided.

Survey will be completed and delivered by the end of November, weather permitting.

Our prices will be as follows:

I. Single Beam Bathymetric Survey
of Sand Trap, Inlet, Channel and Shoals
Lump Sum Fee ....$ 11,362.00

II. Offshore Multibeam Bathymetric Survey
to Include Brevard Side of North Jetty and Ebb Shoal to Indian River R-17
Lump Sum Fee ....$ 56,048.00

III. Onshore and Offshore Beach Profiles
R-189 to R-219 North of Inlet, R-1 to R-30 South of Inlet
61 FDEP Profile Lines x $620/line....................$ 37,820.00

IV. Additional Onshore and Offshore Beach Profiles
R-179 to R-188 North of Inlet
10 FDEP Profile Lines x $620/line....................$ 6,200.00

Total Lump Sum Fee ....$ 111,430.00

Morgan & Eklund, Inc. is looking forward to working with you and the Sebastian Inlet District on this project.

Sincerely,

David W. Coggin, PSM
Vice President

DWC:dmc

Billing: Will be invoiced monthly based on percent complete of each task
Terms: Net 30 days

SEBASTIAN INLET DISTRICT
BOARD MEMORANDUM

CONSENT

TO: Members of the Board
of Sebastian Inlet District Commissioners

FROM : James D. Gray, Jr., Executive Director JDG

SUBJECT: **Work Order No. 2627-02-CRI (Carr Riggs Ingram)**
Audit of Financial Statements for the Period Ending September 30, 2026

DATE: August 3, 2026

BACKGROUND

In April 2011, the Sebastian Inlet District released a Request for Proposals (RFP) seeking annual independent audit services. The RFP authorized the use of Letters of Engagement to initiate the annual services and specified an initial five-year term with the option of unlimited one-year or multi-year renewals. Pursuant to the RFP, the firm selected by the District was Hoyman Dobson which merged with Carr Riggs Ingram (CRI) in October 2011. During the last five District audits, CRI has assigned two separate audit supervisors and several different field auditors to perform the annual audit.

Local governmental entities (i.e., Special Districts) located in Florida are required by Florida law (Section 218.39, F.S.) to have an annual financial audit. Additionally, under the Florida Single Audit Act (Section 215.97, F.S.) and Department of Financial Services Rules, Chapter 69I-5, Florida Administrative Code, *State Financial Assistance*, a nonstate entity that expends a total amount of state financial assistance equal to or in excess of $750,000 in any fiscal year of such nonstate entity shall be required to have an audit for such year in accordance with the Florida Single Audit Act.

DESCRIPTION AND CONDITIONS

CRI proposes audit services for the fiscal year period ending September 30, 2026. A single audit is required for FY 2025-26 due to the District receiving grant reimbursements more than $750,000. The fee for the audit/tax return services is $27,600 plus $5,000 for a single audit. Software fees to support the District's compliance with the Government Accounting Standards Board's Statement No. 87 (Leases) are $1,450.00 (annually) and are through a separate service agreement with CRI Advanced Analytics, LLC. The total cost of the FY 2025-26 services, including software fees, are $34,050 which is $800 higher than similar services conducted for the FY 2024-25 audit.

FUNDING

Funding for this expenditure is budgeted and available under Financial and Administrative, Accounting Audit, Account No. 5130-320.

RECOMMENDATION

The recommendation of staff is for the Commission to approve Work Order No. 2627-02-CRI with Carr Riggs Ingram and authorize the Executive Director to sign the letter of engagement for the required FY 25-26 audits on behalf of the District.

ATTACHMENTS

CRI Letter of Engagement 2026

APPROVED AGENDA ITEM FOR: AUGUST 12, 2026

To Management and Those Charged with Governance
of Sebastian Inlet District

This Engagement Letter and its attachments, if any, are governed by the Master Services Agreement 2.0 or 2.1 (“MSA”) between Carr, Riggs & Ingram, L.L.C. (“CRI CPA”, “we”, “us”, or “our”) and the Client; the terms of which are hereby incorporated into this Engagement Letter by reference. By executing this Engagement Letter, the parties agree to and intend to be bound by the terms of the MSA.

"Carr, Riggs & Ingram" and “CRI” are the brand names under which CRI CPA and CRI Advisors, LLC (“CRI Advisors” or “Advisors”) provide professional services. CRI CPA, CRI Advisors, Carr, Riggs & Ingram Capital, LLC and their respective subsidiaries operate as an alternative practice structure in accordance with the AICPA Code of Professional Conduct and applicable law, regulations and professional standards. CRI CPA is a licensed independent CPA firm that provides attest services, as well as additional ancillary services, to its clients. CRI Advisors provides tax and business consulting services to its clients. CRI Advisors and its subsidiaries are not licensed CPA firms and will not provide any attest services. The entities falling under the Carr, Riggs & Ingram or CRI brand are independently owned and are not responsible or liable for the services and/or products provided, or engaged to be provided, by any other entity under the Carr, Riggs & Ingram or CRI brand. Our use of the term "CRI," and terms of similar import, denote the alternative practice structure conducted by CRI CPA, CRI Advisors, their subsidiaries and affiliates, as appropriate.

This Engagement Letter confirms and specifies the terms of our engagement and clarifies the nature and extent of the services we will provide for Sebastian Inlet District (“Client”, "Entity", “you”, or “your”) as of and for the year ended September 30, 2026 (the “Selected Period(s)”). Except as otherwise expressly set forth herein, this Engagement Letter only governs attest services, provided to you by CRI CPA. Except as otherwise expressly set forth herein, any non-attest services, including any non-attest services provided by CRI Advisors or any other entities within the Carr, Riggs & Ingram alternative practice structure, will be governed by (a) separate Engagement Letter(s) between such entity and the Client.

In connection with the alternative practice structure, CRI Advisors maintains custody of client files for CRI CPA and CRI Advisors. By executing this engagement letter, you hereby consent to the transfer to CRI Advisors of all your client files, work papers and work product. Unless you indicate otherwise, your acceptance of the terms of this engagement shall be understood by us as your consent to transfer such files and records.

A. SCOPE AND OBJECTIVES

We will audit the financial statements and the disclosures, which collectively comprise the basic financial statement(s) of the Entity for the Selected Period(s) ended for the following: governmental activities, each major fund and the related disclosures to the financial statements, otherwise known as the notes to the financial statements (collectively, the “Financial Statements”).

The Financial Statements are prepared in accordance with accounting principles generally accepted in the United States of America ("GAAP") (the "Selected Basis").

We will perform an audit engagement with respect to the Financial Statements of the Entity. As and if applicable and indicated in the following paragraphs, we will also perform the appropriate procedures related to either supplementary information ("Supplementary Information") and/or required supplementary information ("RSI").

The objectives of our audit 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 issue an auditor’s report that includes our opinion about whether your Financial Statements are fairly presented, in all material respects, in conformity with the Selected Basis and report on the fairness of the Supplementary Information referred to below when considered in relation to the Financial Statements as a whole. 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 auditing standards generally accepted in the United States of America ("GAAS") and the standards for financial audits contained in Government Auditing Standards*,* issued by the Comptroller General of the United States ("GAGAS") will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment of a reasonable user made based on the Financial Statements. The objectives also include reporting on:

- Internal control over financial reporting and compliance with provisions of laws, regulations, contracts, and award agreements, noncompliance with which could have a material effect on the Financial Statements in accordance with GAGAS.

- Internal control over compliance related to major programs and an opinion (or disclaimer of opinion) on compliance with federal statutes, regulations, and the terms and conditions of federal awards that could have a direct and material effect on each major program in accordance with the Single Audit Act Amendments of 1996 and Title 2 U.S. Code of Federal Regulations ("CFR") Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards ("Uniform Guidance").

The Selected Basis provides for certain RSI, such as management's discussion and analysis ("MD&A"), to supplement Entity's Financial Statements. Such information, although not a part of the Financial Statements, is required by the Governmental Accounting Standards Board ("GASB") who considers it to be an essential part of the financial reporting for placing the Financial Statements in an appropriate operational, economic, or historical context. As part of our engagement, we will apply certain limited procedures to the Entity's RSI in accordance with GAAS. These limited proceedures will consist of inquires of management regarding methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the Financial Statements, and other knowledge we obtained during our audit of the Financial Statements. We will not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient appropriate evidence to express an opinion or provide any assurance. This RSI is required by the Selected Basis and will be subjected to certain limited procedures, but will not be audited: MD&A, Budgetary Comparison Schedules, Budgetary Notes to Required Supplementary Information, Required Pension Supplementary Information, and Required Other Postemployment Benefit Supplementary Information.

We have also been engaged to report on Supplementary Information other than RSI that accompanies the Entity's Financial Statements. We will subject the following Supplementary Information to the auditing procedures applied in our audit of the Financial Statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the Financial Statements or to the Financial Statements themselves, and other additional procedures in accordance with GAAS, and we will provide an opinion on it in relation to the Financial Statements as a whole in a separate written report accompanying our auditor's report on the Financial Statements or in a report combined with our auditor's report on the Financial Statements: Schedule of Expenditures of Federal Awards and related notes.

In connection with our audit of the Financial Statements, we will read the following other information and consider whether a material inconsistency exists between the other information and the basic 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 information will include: the following List of Commissioners.

B. OUR RESPONSIBILITIES

We will conduct our audit in accordance with GAAS and GAGAS. We will also conduct our audit in accordance with the Single Audit Act Amendments of 1996; and the provisions of the Uniform Guidance. We will include tests of your accounting records, a determination of major program(s) in accordance with Uniform Guidance, and other procedures we consider necessary to enable us to express such an opinion. As part of an audit in accordance with GAAS and GAGAS, we exercise professional judgment and maintain professional skepticism throughout the audit.

We will evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management. We will also evaluate the overall presentation of the Financial Statements and determine whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation. We will plan and perform the audit to obtain reasonable assurance about whether the Financial Statements are free of material misstatement, whether from (1) errors, (2) fraudulent financial reporting, (3) misappropriation of assets, or (4) violations of laws or governmental regulations that are attributable to the Entity or to acts by management or employees acting on behalf of the Entity. Because the determination of waste and abuse is subjective, GAGAS do not expect auditors to perform specific procedures to detect waste or abuse in financial audits nor do they expect auditors to provide reasonable assurance of detecting waste or abuse.

Because of the inherent limitations of an audit, combined with the inherent limitations of internal control, and because we will not perform a detailed examination of all transactions, there is an unavoidable risk that some material misstatements or noncompliance may not be detected by us, even though the audit is properly planned and performed in accordance with GAAS and GAGAS. In addition, an audit is not designed to detect immaterial misstatements or violations of laws or governmental regulations that do not have a direct and material effect on the Financial Statements or on major programs. However, we will inform the appropriate level of management of any material errors, fraudulent financial reporting, or misappropriation of assets that come to our attention. We will also inform the appropriate level of management of any violations of laws or governmental regulations that come to our attention, unless clearly inconsequential. We will include such matters in the reports required for a Single Audit. Our responsibility as auditors is limited to the period covered by our audit and does not extend to any later periods for which we are not engaged as auditors.

We will obtain an understanding of the Entity and its environment, including the system of internal control, sufficient to identify and assess the risks of material misstatement of the Financial Statements, whether due to error or fraud, and to design and perform audit procedures responsive to those risks and obtain evidence that is sufficient and appropriate to provide a basis for our opinions. Tests of controls may be performed to test the effectiveness of certain controls that we consider relevant to preventing and detecting errors and fraud that are material to the Financial Statements and to preventing and detecting misstatements resulting from illegal acts and other noncompliance matters that have a direct and material effect on the Financial Statements. Our tests, if performed, will be less in scope than would be necessary to render an opinion on internal control and, accordingly, no opinion will be expressed in our report on internal control issued pursuant to GAGAS. 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, misrepresentation, or the override of internal control.

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

An audit is not designed to provide assurance on internal control or to identify significant deficiencies or material weaknesses internal control. Accordingly, we will express no such opinion. However, during the audit, we will communicate to you and those charged with governance internal control related matters that are required to be communicated under professional standards and the Uniform Guidance.

We have identified the following significant risks of material misstatement as part of our audit planning: management override of controls and improper revenue recognition due to fraud.

We will also conclude, based on the audit evidence obtained, whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Entity's ability to continue as a going concern for a reasonable period of time.

C. AUDIT PROCEDURES - COMPLIANCE

As part of obtaining reasonable assurance about whether the Financial Statements are free of material misstatement, we will perform tests of the Entity's compliance with the provisions of applicable laws, regulations, contracts, and agreements. However, the objective of our audit will not be to provide an opinion on overall compliance and we will not express such an opinion in our report on compliance issued pursuant to GAGAS.

The Uniform Guidance requires that we also plan and perform the audit to obtain reasonable assurance about whether the auditee has complied with federal statutes, regulations, and the terms and conditions of federal awards applicable to major programs. Our procedures will consist of tests of transactions and other applicable procedures described in the OMB Compliance Supplement for the types of compliance requirements that could have a direct and material effect on each of Entity's major programs. For federal programs that are included in the Compliance Supplement, our compliance and internal control procedures will relate to the compliance requirements that the Compliance Supplement identifies as being subject to audit. The purpose of these procedures will be to express an opinion on Entity's compliance with requirements applicable to each of its major programs in our report on compliance issued pursuant to the Uniform Guidance.

Our audit does not relieve you of your responsibilities.

D. OTHER SERVICES

We will only perform the following non-attest services for the Entity, based upon information provided by you and in accordance with professional standards:

- Assist management in preparing the Financial Statements
- Assist management in preparing the RSI
- Assist management in preparing the Supplementary Information
- Assist management in preparing Other Information.
- Assist management by preparing, proposing and/or recording the following **client-approved** activities and/or journal entries: assist with preparation and submission of the data collection form

These non-audit services do not constitute an audit under GAGAS and such services will not be conducted in accordance with GAGAS.

For any non-attest services provided by CRI, you agree to assume all management responsibilities for these non-attest services and any other non-attest services we provide; oversee the services by designating an individual with suitable skill, knowledge, or experience; evaluate the adequacy and results of the services; and accept responsibility for them.

The non-attest services, if any, are limited to those previously defined in this letter, or as identified in a separate Engagement Letter. We, in our sole professional judgment, reserve the right to refuse to perform any procedure or take any action that could be construed as assuming management responsibilities.

E. CLIENT RESPONSIBILITIES

In addition to your responsibilities identified in the MSA, our engagement will be conducted on the basis that you acknowledge and understand your responsibility for:

- designing, implementing, establishing and maintaining effective internal controls relevant to the preparation and fair presentation of Financial Statements that are free from material misstatement, whether due to fraud or error, including internal controls over federal awards, and for evaluating and monitoring ongoing activities to help ensure that appropriate goals and objectives are met

- following laws and regulations

- ensuring that there is reasonable assurance that government programs are administered in compliance with compliance requirements

- ensuring that management and financial information is reliable and properly reported

- implementing systems designed to achieve compliance with applicable laws, regulations, contracts, and grant agreements

- the selection and application of accounting principles; for the preparation and fair presentation of the Financial Statements, schedule of expenditures of federal awards, and all accompanying information in conformity with the Selected Basis, and for compliance with applicable laws and regulations (including federal statutes), rules, and the provisions of contracts and grant agreements (including award agreements)

- identifying significant contractor relationships in which the contractor has responsibility for program compliance and for the accuracy and completeness of that information

- the preparation and fair presentation of the Financial Statements in conformity with the Selected Basis

- making drafts of Financial Statements, schedule of expenditures of federal awards, all financial records, and related information available to us and for the accuracy and completeness of that information (including information from outside of the general and subsidiary ledgers)

- evaluation of whether there are any conditions or events, considered in the aggregate, that raise substantial doubt about the Entity's ability to continue as a going concern within one year after the date that the financial statements are available to be issued

- providing us with (1) access to all information of which you are aware that is relevant to the preparation and fair presentation of the Financial Statements, such as records, documentation, identification of all related parties and all related-party relationships and transactions, and other matters; (2) additional information that we may request for the purpose of the audit; and (3) unrestricted access to persons within the Entity from whom we determine it necessary to obtain audit evidence (4) if applicable, you will provide us with the final version of all documents comprising the annual report which includes other information, prior to the date of our auditor’s report. If the final version of these documents are not available prior to the date of our auditor’s report, they will be provided as soon as practical and the Entity will not issue the annual report prior to providing them to the auditor (5) access to personnel, accounts, books, records, supporting documentation, and other information as needed to perform an audit under the Uniform Guidance

- required written representations from you about the Financial Statements and related matters,at the conclusion of our audit

- required written representations that (1) you are responsible for presentation of the Supplementary Information in accordance with GAAP; (2) you believe the Supplementary Information, including its form and content, is fairly presented in accordance with GAAP; (3) the methods of measurement or presentation have not changed from those used in the prior period (or, if they have changed, the reasons for such changes); and (4) you have disclosed to us any significant assumptions or interpretations underlying the measurement or presentation of the Supplementary Information.

- required written representations from you about compliance with laws, regulations, contracts, and grant agreements; and other responsibilities required by GAAS and GAGAS, at the conclusion of our audit

- required written representations from you about compliance with schedule of expenditures of federal awards and federal award programs, at the conclusion of our audit

- adjusting the Financial Statements to correct material misstatements and confirming to us in the management representation letter that the effects of any uncorrected misstatements aggregated by us during the current engagement and pertaining to the latest period presented are immaterial, both individually and in the aggregate, to the Financial Statements taken as a whole

- the design and implementation of programs and controls to prevent and detect fraud, and for informing us about all known or suspected fraud affecting the Entity involving (1) management, (2) employees who have significant roles in internal control, and (3) others where the fraud could have a material effect on the Financial Statements

- informing us of your knowledge of any allegations of fraud or suspected fraud affecting the government received in communications from employees, former employees, grantors, regulators, or others. In addition, you are responsible for identifying and ensuring that the government complies with applicable laws, regulations, contracts, agreements, and grants

- identifying and ensuring that the government complies with applicable contracts, agreements, and grants

- taking timely and appropriate steps to remedy fraud and noncompliance with provisions of laws, regulations, or contracts or grant agreements that we report

- evaluating and monitoring noncompliance with federal statutes, regulations, and the terms and conditions of federal awards; taking prompt action when instances of noncompliance are identified including noncompliance identified in audit findings; promptly following up and taking corrective action on reported audit findings; and preparing a summary schedule of prior audit findings and a separate corrective action plan

- identifying all federal awards received and understanding and complying with the compliance requirements and for the preparation of the schedule of expenditures of federal awards (including notes and noncash assistance received, and COVID-19-related concepts, such as lost revenues, if applicable) in conformity with the Uniform Guidance

- agreeing to include our report on the schedule of expenditures of federal awards in any document that contains, and indicates that we have reported on, the schedule of expenditures of federal awards

- agreeing to make the audited Financial Statements readily available to intended users of the schedule of expenditures of federal awards no later than the date the schedule of expenditures of federal awards is issued with our report thereon

- acknowledging to us in the written representation letter that: (1) you are responsible for presentation of the schedule of expenditures of federal awards in accordance with the Uniform Guidance; (2) you believe the schedule of expenditures of federal awards, including its form and content, is stated fairly in accordance with the Uniform Guidance; (3) the methods of measurement or presentation have not changed from those used in the prior period (or, if they have changed, the reasons for such changes); and (4) you have disclosed to us any significant assumptions or interpretations underlying the measurement or presentation of the schedule of expenditures of federal awards

- preparation of the Supplementary Information, as applicable, in conformity with the Selected Basis. You agree to include our report on the Supplementary Information in any document that contains, and indicates that we have reported on, the Supplementary Information and to include the audited Financial Statements with any presentation of the Supplementary Information that includes our report thereon

- if publishing Financial Statements on your website, you understand that websites are a means of distributing information and, therefore, we are not required to read the information contained in those sites or to consider the consistency of other information on the website with the original document

- disclosing the date through which subsequent events have been evaluated and whether that date is the date the Financial Statements were issued or were available to be issued

- informing, in writing, the engagement partner before entering into any substantive employment discussions with any CRI CPA or CRI Advisors personnel, to ensure our independence is not impaired under the AICPA Code of Professional Conduct

- informing us on a timely basis of the name of any single investor in you that owns 20% or more of your equity at any point in time

- informing us on a timely basis of any investments held by you which constitutes 20% or more of the equity/capital of the investee entity at any point in time

- establishing and maintaining a process for tracking the status of audit findings and recommendations

- identifying and providing report copies of previous financial audits, attestation engagements, performance audits or other studies related to the objectives discussed in the Scope and Objectives section of this letter. This responsibility includes relaying to us corrective actions taken to address significant findings and recommendations resulting from those audits, attestation engagements, performance audits, or other studies

- providing management's views on our current findings, conclusions, and recommendations, as well as your planned corrective actions, for the report, and for the timing and format for providing that information

F. ENGAGEMENT ADMINISTRATION

We understand that your employees will prepare all confirmations and schedules we request and will locate any documents selected by us for testing. A request list of information we expect to need for our audit will be provided to you. Your prompt attention to and timely return of the requested items will significantly contribute to the efficiency of our audit process.

At the conclusion of the engagement, we will complete the appropriate sections of the Data Collection Form that summarizes our audit findings. It is management's responsibility to electronically submit the reporting package (including Financial Statements, schedule of expenditures of federal awards, summary schedule of prior audit findings, auditor's reports, and corrective action plan) along with the Data Collection Form to the Federal Audit Clearinghouse. We will coordinate with you the electronic submission and certification. The Data Collection Form and the reporting package must be submitted within the earlier of 30 calendar days after receipt of the auditor's reports or nine months after the end of the audit period.

We will provide copies of our reports to the Entity; however, management is responsible for distribution of the reports and the Financial Statements. Unless restricted by law or regulation, or containing privileged and confidential information, copies of our reports are to be made available for public inspection.

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

In accordance with certain regulations, we, as your auditors, are required to make the following commitments:

- The documentation for this engagement is the property of CRI and constitutes confidential information. However, we may be requested to make certain documentation available to regulators, federal or state agencies, governmental agencies, etc. ("regulators" or "agencies") pursuant to authority given to it by law or regulation. If requested, access to such documentation will be provided under the supervision of CRI CPA personnel. Furthermore, upon request, we may provide copies of selected documentation to these regulators or agencies. These regulators or agencies may intend, or decide, to distribute the copies or information contained therein to others.

- We will file a copy of our most recent peer review report with any applicable regulators or agencies.

- As appropriate, we may meet with those charged with governance before the audit report(s) are filed with any required regulators or agencies.

The information that we obtain in auditing is confidential, as required by the AICPA Code of Professional Conduct. Therefore, your acceptance of this Engagement Letter will serve as your advance consent to our compliance with above commitments.

G. REPORTING

As part of our engagement, we will issue a written report upon completion of our audit of the Entity's Financial Statements. Our report will be addressed to management, those charged with governance, or both, as appropriate, of the Entity. Circumstances may arise in which our report may differ from its expected form and content based on the results of our audit. Depending on the nature of these circumstances, it may be necessary for us to modify our opinion, add a separate section, or add an emphasis-of-matter or other-matter paragraph to our auditor's report, or if necessary, withdraw from this engagement. If our opinion is other than unmodified, we will discuss the reasons with you in advance.

We will also provide a report (that does not include an opinion) on internal control related to the Financial Statements and compliance with the provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a material effect on the Financial Statements as required by GAGAS. The report on internal control and on compliance and other matters will state: (1) that the purpose of the report is solely to describe the scope of testing of internal control and compliance, and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control on compliance, and (2) that the report is an integral part of an audit performed in accordance with GAGAS in considering the entity's internal control and compliance. The Uniform Guidance report on internal control over compliance will state that the purpose of the report on internal control over compliance is solely to describe the scope of testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. The report(s) will also state that the report is not suitable for any other purpose. If during our audit we become aware that the Entity is subject to an audit requirement that is not encompassed in the terms of this engagement, we will communicate to management and those charged with governance that an audit in accordance with GAAS and the standards for financial audits contained in GAGAS may not satisfy the relevant legal, regulatory, or contractual requirements.

H. TERMINATION

If for any reason, we are unable to complete the audit or are unable to form or have not formed an opinion, we may decline to express an opinion or withdraw from this engagement.

We reserve the right and sole discretion to withdraw for any reason from this engagement immediately upon written notice to you. Our withdrawal will release us from any obligation to complete the services covered by this Engagement Letter and will constitute completion of this engagement.

Our engagement with you will terminate upon the earlier of our delivery of your report or withdrawal. In either case, you agree to compensate us for our services, fees, and costs to the date of withdrawal.

I. OUR FEES

The fee will be $27,600 for the financial statement audit and $5,000 for the single audit (state or federal) as needed.

Our professional fees for the services described in this engagement letter will be based on the actual time incurred by our professionals at standard hourly rates plus out-of-pocket expenses, such as travel, meals, services from other professionals, and direct administrative costs (courier services, report preparation, copying), as well as an administrative fee of 7% to cover indirect administrative costs associated with the engagement. We may also charge a fee for applications, subscriptions, hosting, or technology we utilize in providing services to you.

The fee estimate is based on anticipated cooperation from your personnel and the assumption that unexpected circumstances (such as, but not limited to, difficulty or delays in obtaining requisite responses to necessary or required procedures, significant changes to promulgated standards, time incurred for financial statement adjustment(s) and the related procedures required, or significant changes to your organization or its internal control structure) will not be encountered during the engagement. If significant additional time is necessary, we will keep you informed of any problems we encounter and our fees will be adjusted accordingly. Our invoices for these fees will be rendered each month as work progresses and are payable on presentation.

CLIENT ACKNOWLEDGEMENT(S)

If you acknowledge and agree with the terms of our agreement as described in this Engagement Letter, please indicate by executing.

Very truly yours,

Carr, Riggs & Ingram, L.L.C.

CARR, RIGGS & INGRAM, L.L.C.

Signature
James Gray
Sebastian Inlet District

<signature>

<sign date>

Authorized Signer(s)

To Management and Those Charged with Governance

of Sebastian Inlet District

This Engagement Letter and its attachments, if any, are governed by the Master Services Agreement 2.0 or 2.1 (“MSA”) between Carr, Riggs & Ingram, L.L.C. (“CRI CPA”, “we”, “us”, or “our”) and the Client; the terms of which are hereby incorporated into this Engagement Letter by reference. By executing this Engagement Letter, the parties agree to and intend to be bound by the terms of the MSA.

"Carr, Riggs & Ingram" and “CRI” are the brand names under which CRI CPA and CRI Advisors, LLC (“CRI Advisors” or “Advisors”) provide professional services. CRI CPA, CRI Advisors., Carr, Riggs & Ingram Capital, LLC and their respective subsidiaries operate as an alternative practice structure in accordance with the AICPA Code of Professional Conduct and applicable law, regulations and professional standards. CRI CPA is a licensed independent CPA firm that provides attest services, as well as additional ancillary services, to its clients. CRI Advisors provides tax and business consulting services to its clients. CRI Advisors and its subsidiaries are not licensed CPA firms and will not provide any attest services. The entities falling under the Carr, Riggs & Ingram or CRI brand are independently owned and are not responsible or liable for the services and/or products provided, or engaged to be provided, by any other entity under the Carr, Riggs & Ingram or CRI brand. Our use of the term "CRI," and terms of similar import, denote the alternative practice structure conducted by CRI CPA, CRI Advisors, their subsidiaries and affiliates, as appropriate.

This Engagement Letter confirms and specifies the terms of our engagement and clarifies the nature and extent of the services we will provide for Sebastian Inlet District (“Client”, "Entity", “you”, or “your”) for the year ended September 30, 2026 (the “Selected Period”). Except as otherwise expressly set forth herein, this Engagement Letter only governs attest services, provided to you by CRI CPA. Except as otherwise expressly set forth herein, any non-attest services, including any non-attest services provided by CRI Advisors or any other entities within the Carr, Riggs & Ingram alternative practice structure, will be governed by (a) separate Engagement Letter(s) between such entity and the Client.

In connection with the alternative practice structure, CRI Advisors maintains custody of client files for CRI CPA and CRI Advisors. By executing this engagement letter, you hereby consent to the transfer to CRI Advisors of all your client files, work papers and work product. Unless you indicate otherwise, your acceptance of the terms of this engagement shall be understood by us as your consent to transfer such files and records.

A. SCOPE AND OBJECTIVES

For the purposes of this Engagement Letter, the subject matter consists of the following: compliance with Florida Statute, 218.415 Local Government Investment Policies (collectively referred to as the "Subject Matter").

The Subject Matter is presented in accordance with Florida Statute, 218.415 Local Government Investment Policies (the “Selected Criteria”).

We will examine the Subject Matter of the Entity as of the Selected Period.

The objectives of our examination are to (1) obtain reasonable assurance about whether the Subject Matter is free from material misstatement based on the Selected Criteria; and (2) to express an opinion as to whether the Subject Matter is presented, in all material respects, in accordance with the Selected Criteria.

B. OUR RESPONSIBILITIES

Our examination will be conducted in accordance with attestation standards established by the AICPA. Accordingly, it will include examining, on a test basis, your records and other procedures to obtain evidence necessary to enable us to express our opinion.

Because of the inherent limitations of an examination engagement, together with the inherent limitations of internal control, an unavoidable risk exists that some material misstatements may not be detected, even though the examination is properly planned and performed in accordance with the attestation standards.

We will plan and perform the examination to obtain reasonable assurance about whether the Subject Matter is free from material misstatement, based on the Selected Criteria. Our engagement will not include a detailed inspection of every transaction and cannot be relied on to disclose all material errors, or known and suspected fraud or noncompliance with laws or regulations, or internal control deficiencies, that may exist. However, we will inform you of any known and suspected fraud and noncompliance with laws or regulations, internal control deficiencies identified during the engagement, and uncorrected misstatements that come to our attention unless clearly trivial.

Our examination does not relieve you of your responsibilities.

C. OTHER SERVICES

For any non-attest services provided by CRI, you agree to assume all management responsibilities for these non-attest services and any other non-attest services we provide; oversee the services by designating an individual with suitable skill, knowledge, or experience; evaluate the adequacy and results of the services; and accept responsibility for them.

The non-attest services, if any, are limited to those previously defined in this letter, or as identified in a separate Engagement Letter. We, in our sole professional judgment, reserve the right to refuse to perform any procedure or take any action that could be construed as assuming management responsibilities.

D. CLIENT RESPONSIBILITIES

In addition to your responsibilities identified in the MSA, our engagement will be conducted on the basis that you acknowledge and understand your responsibility for:

- the presentation of the Subject Matter in accordance with the Selected Criteria
- selecting the Selected Criteria
- determining the Selected Criteria are suitable, will be available to intended users, and are appropriate for the purpose of the engagement
- a written assertion about whether the Subject Matter is presented in accordance with the Selected Criteria; failure to provide such assertion may result in withdrawal from our engagement
- providing us with (1) access to all information of which you are aware that is relevant to the measurement, evaluation, or disclosure of the Subject Matter; (2) additional information that we may request for the purpose of the examination; and (3) unrestricted access to persons within the Entity from whom we determine it necessary to obtain evidence
- required written representations from you in the form of a representation letter, at the conclusion of the engagement
- informing, in writing, the engagement partner before entering into any substantive employment discussions with any CRI CPA or CRI Advisors personnel, to ensure our independence is not impaired under the AICPA Code of Professional Conduct
- informing us on a timely basis of the name of any single investor in you that owns 20% or more of your equity at any point in time
- informing us on a timely basis of any investments held by you which constitutes 20% or more of the equity/capital of the investee entity at any point in time
- the accuracy and completeness of that information required for our examination

E. ENGAGEMENT ADMINISTRATION

We understand that you will provide us with the information required for our examination. A request list of information we expect to need for our examination will be provided to you. Your prompt attention to and timely return of the requested items will significantly contribute to the efficiency of our examination process.

We will provide copies of our reports to the Entity; however, management is responsible for distribution of the reports and the financial statements. Unless restricted by law or regulation, or containing privileged and confidential information, copies of our reports are to be made available for public inspection.

In accordance with certain regulations, we, as your examiners, are required to make the following commitments:

- The documentation for this engagement is the property of CRI and constitutes confidential information. However, we may be requested to make certain documentation available to regulators, federal or state agencies, governmental agencies, etc. ("regulators" or "agencies") pursuant to authority given to it by law or regulation. If requested, access to such documentation will be provided under the supervision of CRI CPA personnel. Furthermore, upon request, we may provide copies of selected documentation to these regulators or agencies. These regulators or agencies may intend, or decide, to distribute the copies or information contained therein to others.

- We will file a copy of our most recent peer review report with any applicable regulators or agencies.

- As appropriate, we may meet with those charged with governance before the examination report is filed with any required regulators or agencies.

The information that we obtain in this examination is confidential, as required by the AICPA Code of Professional Conduct. Therefore, your acceptance of this Engagement Letter will serve as your advance consent to our compliance with above commitments.

F. REPORTING

As part of our engagement, we will issue a written report upon completion of our examination. Our report will be addressed to management, those charged with governance, or both, as appropriate, of the Entity. We cannot provide assurance that an unmodified opinion will be expressed. Circumstances may arise in which it is necessary for us to modify our opinion. If our opinion is other than unmodified, we will discuss the reasons with you in advance.

G. TERMINATION

If for any reason, we are unable to complete the examination or are unable to form or have not formed an opinion, we may decline to express an opinion or withdraw from this engagement.

We reserve the right and sole discretion to withdraw for any reason from this engagement immediately upon written notice to you. Our withdrawal will release us from any obligation to complete the services covered by this Engagement Letter and will constitute completion of this engagement.

Our engagement with you will terminate upon the earlier of our delivery of your report or withdrawal. In either case, you agree to compensate us for our services, fees, and costs to the date of withdrawal.

H. OUR FEES

The fee is included in the audit fee.

Our professional fees for the services described in this engagement letter will be based on the actual time incurred by our professionals at standard hourly rates plus out-of-pocket expenses, such as travel, meals, services from other professionals, and direct administrative costs (courier services, report preparation, copying), as well as an administrative fee of 7% to cover indirect administrative costs associated with the engagement. We may also charge a fee for applications, subscriptions, hosting, or technology we utilize in providing services to you.

The fee estimate is based on anticipated cooperation from your personnel and the assumption that unexpected circumstances (such as, but not limited to, difficulty or delays in obtaining requisite responses to necessary or required procedures, significant changes to promulgated standards, time incurred for financial statement adjustment(s) and the related procedures required, or significant changes to your organization or its internal control structure) will not be encountered during the engagement. If significant additional time is necessary, we will keep you informed of any problems we encounter and our fees will be adjusted accordingly. Our invoices for these fees will be rendered each month as work progresses and are payable on presentation.

CLIENT ACKNOWLEDGEMENT(S)

If you acknowledge and agree with the terms of our agreement as described in this Engagement Letter, please indicate by executing.

Very truly yours,

Carr, Riggs & Ingram, L.L.C.

CARR, RIGGS & INGRAM, L.L.C.

Signature
James Gray
Sebastian Inlet District

<signature>

<sign date>

Authorized Signer(s)

This attachment is governed by the related Engagement Letter between Carr, Riggs & Ingram, L.L.C. ("CPA Firm", "we", "us", or "our") and the Client; the terms of which are hereby incorporated into this attachment by reference. By executing the Engagement Letter, the parties agree to and intend to be bound by the terms of this attachment. This attachment lists the Florida State Single Audit services we are to provide in conjunction with other services in the Engagement Letter for the Entity:

- Our objectives will include internal control over compliance related to major programs and an opinion (or disclaimer of opinion) on compliance with state statutes, regulations, and the terms and conditions of state projects that could have a direct and material effect on each major program in accordance with the Audit Requirements for State Financial Assistance ("Florida Single Audit Act").

- We will conduct our audit in accordance with generally accepted auditing standards ("GAAS"); the standards for financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States ("GAGAS"); the Florida Single Audit Act; and Chapter 10.550, Rules of the Auditor General, and will include tests of accounting records, a determination of major program(s) in accordance with Florida Single Audit Act, and other procedures we consider necessary to enable us to express such opinions. As part of an audit in accordance with GAAS and GAGAS, we exercise professional judgment and maintain professional skepticism throughout the audit.

- Because of the inherent limitations of an audit, combined with the inherent limitations of internal control, and because we will not perform a detailed examination of all transactions, there is an unavoidable risk that some material misstatements or noncompliance may not be detected by us, even though the audit is properly planned and performed in accordance with GAAS and GAGAS. In addition, an audit is not designed to detect immaterial misstatements or violations of laws or governmental regulations that do not have a direct and material effect on the Financial Statements or on major programs. However, we will inform the appropriate level of management of any material errors, fraudulent financial reporting, or misappropriation of assets that comes to our attention. We will also inform the appropriate level of management of any violations of laws or governmental regulations that come to our attention, unless clearly inconsequential. We will include such matters in the reports required for a Single Audit. Our responsibility as auditors is limited to the period covered by our audit and does not extend to any later periods for which we are not engaged as auditors.

- As required by the Florida Single Audit Act, we will perform tests of controls over compliance to evaluate the effectiveness of the design and operation of controls that we consider relevant to preventing or detecting material noncompliance with compliance requirements applicable to each major state project. However, our tests will be less in scope than would be necessary to render an opinion on those controls and, accordingly, no opinion will be expressed in our report on internal control issued pursuant to the Florida Single Audit Act.

- An audit is not designed to provide assurance on internal control or to identify significant deficiencies or material weaknesses. Accordingly, we will express no such opinion. However, during the audit, we will communicate to management and those charged with governance internal control related matters that are required to be communicated under AICPA professional standards, *Government Auditing Standards*, and the Florida Single Audit Act.

- The Florida Single Audit Act requires that we also plan and perform the audit to obtain reasonable assurance about whether the auditee has complied with state statutes, regulations, and the terms and conditions of state financial assistance awards applicable to major programs. Our procedures will consist of tests of transactions and other applicable procedures described in the *State Projects Compliance Supplement* for the types of compliance requirements that could have a direct and material effect on each of Entity's major programs. For state financial assistance programs that are included in the Compliance Supplement, our compliance and internal control procedures will relate to the compliance requirements that the Compliance Supplement identifies as being subject to audit. The purpose of these procedures will be to express an opinion on Entity's compliance with requirements applicable to each of its major programs in our report on compliance issued pursuant to the Florida Single Audit Act.

- In addition to your responsibilities identified in the MSA and Engagement Letter, our engagement will be conducted on the basis that you acknowledge and understand your responsibility for:
    - designing, implementing, establishing and maintaining effective internal controls relevant to the preparation and fair presentation of Financial Statements that are free from material misstatement, whether due to fraud or error, including internal controls over federal and state awards, and for evaluating and monitoring ongoing activities to help ensure that appropriate goals and objectives are met

    - ensuring that there is reasonable assurance that government programs are administered in compliance with compliance requirements

    - the selection and application of accounting principles; for the preparation and fair presentation of the Financial Statements, schedule of expenditures of state financial assistance, and all accompanying information in conformity with the Selected Basis, and for compliance with applicable laws and regulations (including state statutes), rules, and the provisions of contracts and grant agreements (including award agreements)

    - identifying significant contractor relationships in which the contractor has responsibility for program compliance and for the accuracy and completeness of that information

    - making drafts of the schedule of expenditures of state financial assistance, and related information available to us and for the accuracy and completeness of that information (including information from outside of the general and subsidiary ledgers)

    - providing us with (1) access to all information of which you are aware that is relevant to the preparation and fair presentation of the schedule of expenditures of state financial assistance, such as records, documentation, identification of all related parties and all related-party relationships and transactions, and other matters; (2) access to personnel, accounts, books, records, supporting documentation, and other information as needed to perform an audit under the Florida Single Audit Act

    - require certain written representations from you about the schedule of expenditures of state financial assistance; state projects; compliance with laws, regulations, contracts, and grant agreements; and related matters

- evaluating and monitoring noncompliance with state statutes, regulations, and the terms and conditions of state projects; take prompt action when instances of noncompliance are identified including noncompliance identified in audit findings; promptly follow up and take corrective action on reported audit findings; and prepare a summary schedule of prior audit findings and a separate corrective action plan

- identifying all state financial assistance received and understanding and complying with the compliance requirements and for the preparation of the schedule of expenditures of state financial assistance (including notes and noncash assistance received, such as lost revenues, if applicable) in conformity with the Florida Single Audit Act

- agreeing to include our report on the schedule of expenditures of state financial assistance in any document that contains, and indicates that we have reported on, the schedule of expenditures of state financial assistance

- agreeing to include the audited financial statements with any presentation of the schedule of expenditures of state financial assistance that includes our report thereon

- acknowledging to us in the written representation letter that (1) you are responsible for presentation of the schedule of expenditures of state financial assistance in accordance with the Florida Single Audit Act; (2) you believe the schedule of expenditures of state financial assistance, including its form and content, is stated fairly in accordance with the Florida Single Audit Act; (3) the methods of measurement or presentation have not changed from those used in the prior period (or, if they have changed, the reasons for such changes); and (4) you have disclosed to us any significant assumptions or interpretations underlying the measurement or presentation of the schedule of expenditures of state financial assistance.

- We will issue written reports upon completion of our Single Audit. Our reports will be addressed to Those Charged with Governance of Entity. Circumstances may arise in which our report may differ from its expected form and content based on the results of our audit. Depending on the nature of these circumstances, it may be necessary for us to modify our opinions, add a separate section, or add an emphasis-of-matter or other-matter paragraph to our auditor's report, or if necessary, withdraw from this engagement. If our opinions are other than unmodified, we will discuss the reasons with you in advance.

- The Florida Single Audit Act report on internal control over compliance will state that the purpose of the report on internal control over compliance is solely to describe the scope of testing of internal control over compliance and the results of that testing based on the requirements of the Florida Single Audit Act. The report will state that the report is not suitable for any other purpose.

Public Outreach highlights

August 12, 2026

Website highlights

www.sitd.us

- July website visits: 98,949; June: 82,565; May: 66,803

Completed and ongoing outreach tasks

- Participated in and promoted August 4 cleanup event at tide pool
- Ongoing website updates, including new Coast Guard navigation (channel marker) link to Navigation page
- Fulfilled request from Sebastian Chamber to use our wildlife/marine life video footage for promotional project (District will receive video credit)

Social media

www.facebook.com/sebastianinletdistrict
www.instagram.com/sebastianinletdistrict/

Top three posts on Facebook in January 2026

- July 24 — 12.2k reached; Flashback Friday image of north jetty in 1959
- July 15 — 10.8k reached; underwater footage at north jetty granite rocks
- July 17 — 9.4k reached; Flashback Friday image of inlet reopened in 1948

App

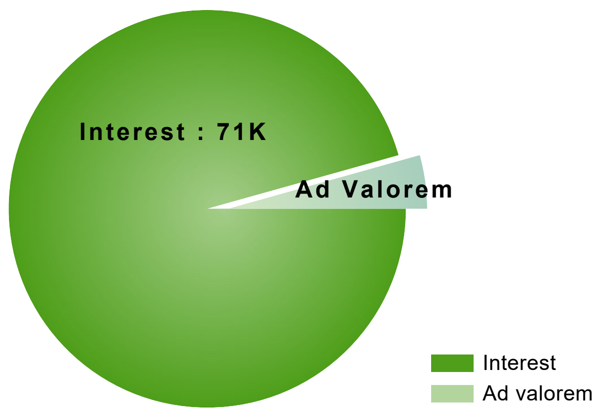
District app downloads: iOS: 1,486, Android: 755; (July) 1,455, Android, 740;

Upcoming outreach projects/activities

- Finalizing second chapter of Inlet Management Plan (IMP) series for website
- Drafting/researching info for final chapter of IMP series for website
- Awaiting date to promote Coconut Point reef installation (article for website, app, social media video and story --- event will potentially occur week of August 21)

Income Breakdown

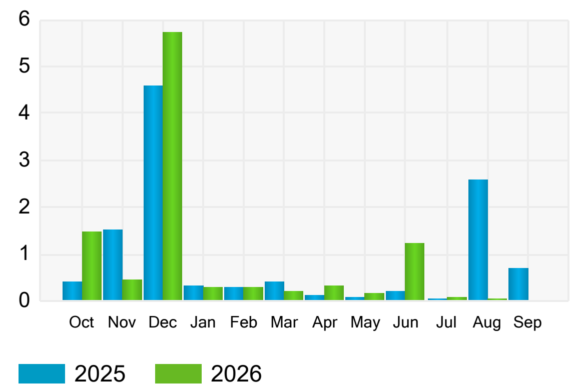
Last month



Total: $74,972.35

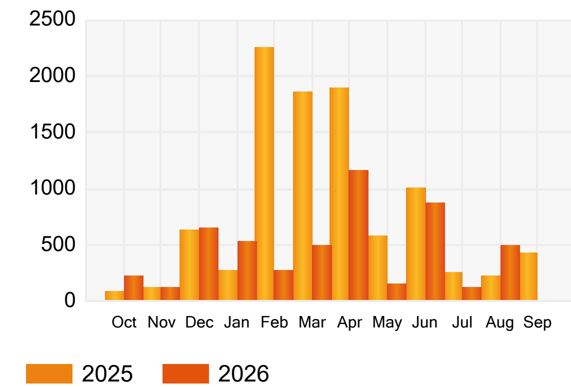
Prev Year Income Comparison

All Monthly



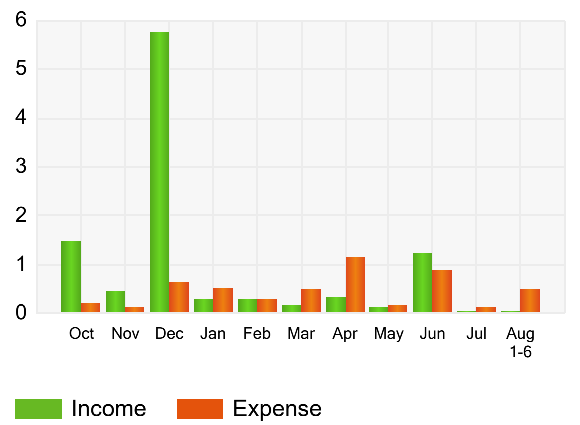
Prev Year Expense Comparison

All Monthly



Income and Expense Trend

This year-to-date

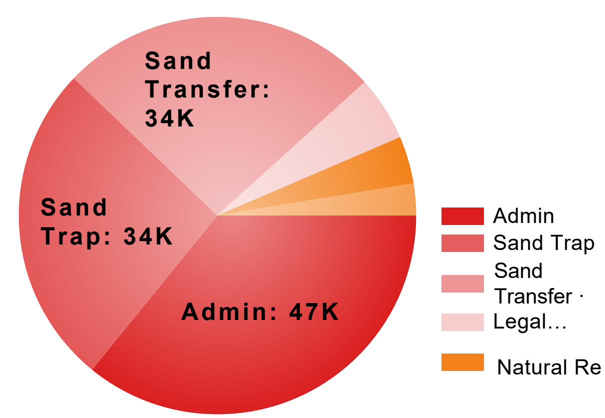


Account Balances

Account	Balance
SBA Investment	19,342,447.13
Main Operating Acct -PNC Bank	5,081,222.35
Accounts Payable	565,251.71
A/P for AJE's	0.00
PNC Corporate Card	168.33
Petty Cash	100.00
Payroll Liabilities	43.40
Accounts Receivable	0.00
PNC Credit Card 5421	0.00
Cost-Share Due-State of Florida	0.00
Direct Deposit Liabilities	0.00

Expense Breakdown

Last month



Total: $130,205.92

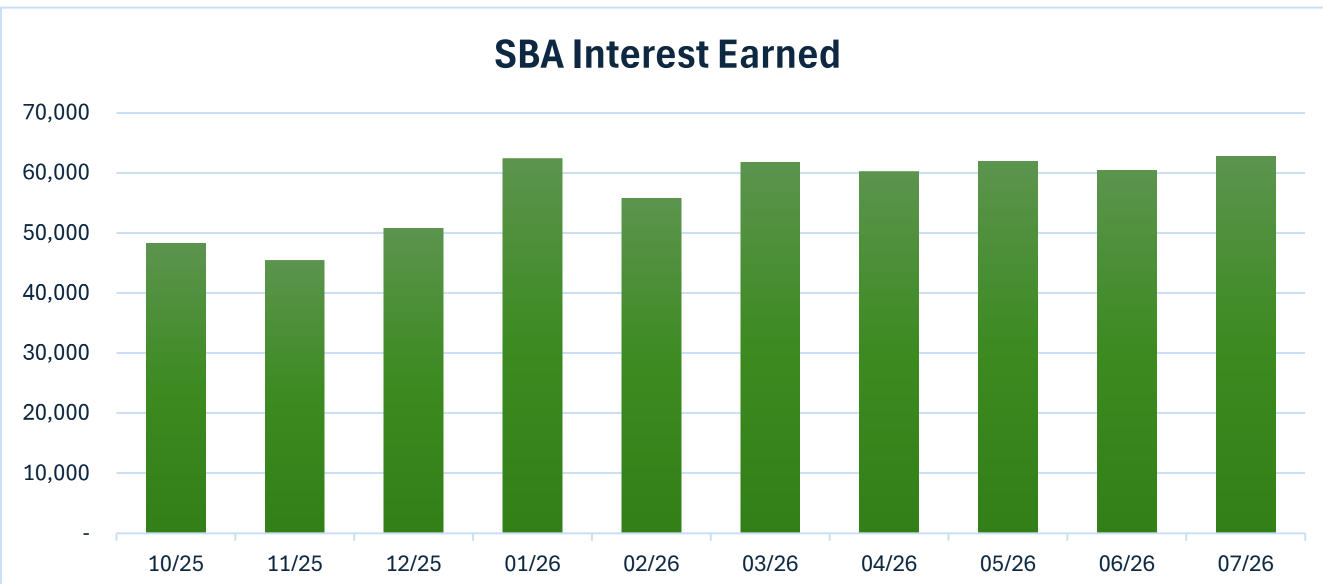
Sebastian Inlet District

Account QuickReport

As of July 31, 2026

Accrual Basis

	Type	Date	Interest Rate	Amount	Balance
1510500 · SBA Investment					**13,272,251.01**
	Deposit	10/31/2025	**4.21%**	48,328.56	13,320,579.57
	Deposit	11/30/2025	**4.15%**	45,403.71	13,365,983.28
	Deposit	12/31/2025	**3.99%**	50,812.12	18,916,795.40
	Deposit	01/31/2026	**3.88%**	62,396.74	18,979,192.14
	Deposit	02/28/2026	**3.84%**	55,837.01	19,035,029.15
	Deposit	03/31/2026	**3.83%**	61,845.80	19,096,874.95
	Deposit	04/30/2026	**3.84%**	60,242.02	19,157,116.97
	Deposit	05/31/2026	**3.81%**	61,996.08	19,219,113.05
	Deposit	06/30/2026	**3.83%**	60,500.11	19,279,613.16
	Deposit	07/31/2026	**3.84%**	62,833.97	19,342,447.13
Total 1510500 · SBA Investment				507,362.15	19,279,613.16
TOTAL				**507,362.15**	**19,279,613.16**



Sebastian Inlet District
Balance Sheet
As of July 31, 2026

	Jul 31, 26	Jul 31, 25	$ Change	% Change
ASSETS				
Current Assets				
Checking/Savings				
1010100 · Petty Cash	100.00	100.00	0.00	0.0%
1010200 · Main Operating Acct -PNC Bank	5,082,481.01	3,018,666.64	2,063,814.37	68.4%
1510500 · SBA Investment	19,342,447.13	13,174,765.18	6,167,681.95	46.8%
Total Checking/Savings	24,425,028.14	16,193,531.82	8,231,496.32	50.8%
Accounts Receivable				
1330100 · Accounts Receivable	0.00	9,019.50	-9,019.50	-100.0%
Total Accounts Receivable	0.00	9,019.50	-9,019.50	-100.0%
Total Current Assets	24,425,028.14	16,202,551.32	8,222,476.82	50.8%
TOTAL ASSETS	**24,425,028.14**	**16,202,551.32**	**8,222,476.82**	**50.8%**
LIABILITIES & EQUITY				
Liabilities				
Current Liabilities				
Accounts Payable				
2020000 · Accounts Payable	69,608.44	142,058.01	-72,449.57	-51.0%
Total Accounts Payable	69,608.44	142,058.01	-72,449.57	-51.0%
Credit Cards				
200210 · PNC Credit Card 5421	0.00	708.46	-708.46	-100.0%
200200 · PNC Corporate Card	168.33	272.55	-104.22	-38.2%
Total Credit Cards	168.33	981.01	-812.68	-82.8%
Other Current Liabilities				
2110 · Direct Deposit Liabilities	-1,707.00	-1,707.00	0.00	0.0%
2100000 · Payroll Liabilities				
2105000 · Federal Withholding Withheld	0.00	-80.00	80.00	100.0%
2106000 · Social Security-Employer	0.00	-124.00	124.00	100.0%
2107000 · Social Security-Employee	0.00	-124.00	124.00	100.0%
2108000 · Medicare-Employer	0.00	-29.00	29.00	100.0%
2109000 · Medicare-Employee	0.00	-29.00	29.00	100.0%
2100000 · Payroll Liabilities - Other	43.40	8.68	34.72	400.0%
Total 2100000 · Payroll Liabilities	43.40	-377.32	420.72	111.5%
Total Other Current Liabilities	-1,663.60	-2,084.32	420.72	20.2%
Total Current Liabilities	68,113.17	140,954.70	-72,841.53	-51.7%
Total Liabilities	68,113.17	140,954.70	-72,841.53	-51.7%
Equity				
2701000 · Assigned	13,073,401.00	13,073,401.00	0.00	0.0%
2700000 · Unassigned	5,654,162.54	3,894,150.11	1,760,012.43	45.2%
Net Income	5,629,351.43	-905,954.49	6,535,305.92	721.4%
Total Equity	24,356,914.97	16,061,596.62	8,295,318.35	51.7%
TOTAL LIABILITIES & EQUITY	**24,425,028.14**	**16,202,551.32**	**8,222,476.82**	**50.8%**

Sebastian Inlet District
Variance Report_Rev. & Exp. FY Budget vs. Actual
October 2025 through July 2026

	Oct '25 - Jul 26	Budget	% of Budget
Ordinary Income/Expense			
Income			
3000000 · Revenues			
3110100 · Ad Valorem Tax-Brevard Cty	6,017,391.89	6,222,068.00	96.7%
3110200 · Ad Valorem Tax-Indian River Cty	1,294,945.85	1,342,518.00	96.5%
Total 3000000 · Revenues	7,312,337.74	7,564,586.00	96.7%
3340000 · Contracted State Funds	2,276,444.43	3,100,000.00	73.4%
3610000 · Other Revenue			
3610100 · Miscellaneous Revenue	159.02	0.00	100.0%
3610200 · Interest Revenue	668,475.36	300,000.00	222.8%
Total 3610000 · Other Revenue	668,634.38	300,000.00	222.9%
Total Income	10,257,416.55	10,964,586.00	93.6%
Gross Profit	10,257,416.55	10,964,586.00	93.6%
Expense			
5110000 · Commission			
5110210 · Commissioners Payroll Taxes	1,530.00	2,000.00	76.5%
5110110 · Commissioners Compensation	20,000.00	25,000.00	80.0%
5110410 · Travel Out Of District/Conferen	1,532.80	3,000.00	51.1%
5110490 · Other Commissioners Expense/FRS	11,664.45	16,000.00	72.9%
Total 5110000 · Commission	34,727.25	46,000.00	75.5%
5130000 · Financial and Administrative			
5130120 · Salaries-Administrative	150,248.00	178,500.00	84.2%
5130121 · Salary-Support Staff	156,138.10	184,000.00	84.9%
5130150 · Retirement Contribution/FRS	72,993.27	94,500.00	77.2%
5130210 · Taxes-Payroll	23,372.99	30,000.00	77.9%
5130240 · Workers' Compensation	1,405.00	1,500.00	93.7%
5130250 · Employee Insurance	40,989.89	52,000.00	78.8%
5130320 · Accounting Audit	27,387.50	34,500.00	79.4%
5130321 · Accounting General	1,068.75	5,000.00	21.4%
5130400 · Employee Travel In Dist.	4,475.53	5,800.00	77.2%
5130401 · Employee Travel Out of Dist.	4,475.74	9,500.00	47.1%
5130402 · Technical Conferences	3,251.00	4,500.00	72.2%
5130410 · Telephone/ Internet Services	2,284.54	3,500.00	65.3%
5130411 · Other Communications	0.00	1,000.00	0.0%
5130430 · Utilities	2,026.52	2,300.00	88.1%
5130440 · Rent of Office Space	18,000.00	24,000.00	75.0%
5130441 · Copier/Fax Machine Lease	1,259.99	2,000.00	63.0%
5130450 · Insurance-General Liability	22,428.00	24,000.00	93.5%
5130460 · Equipment Maintenance	130.00	550.00	23.6%
5130470 · Printing	0.00	500.00	0.0%
5130491 · TRIM Compliance	0.00	1,000.00	0.0%

Sebastian Inlet District
Variance Report_Rev. & Exp. FY Budget vs. Actual
October 2025 through July 2026

	Oct '25 - Jul 26	Budget	% of Budget
5130510 · Office Supplies	588.63	1,000.00	58.9%
5130511 · Postage	36.65	1,000.00	3.7%
5130512 · Other Supplies	3,843.65	4,500.00	85.4%
5130513 · Bank Fees and Charges	5,925.42	7,500.00	79.0%
5130520 · IT Tech Support/ Subscriptions	8,178.76	11,000.00	74.4%
5130540 · Publications	298.00	500.00	59.6%
5130541 · Special Meeting Expenses	0.00	500.00	0.0%
5130542 · Association Dues	4,615.00	7,000.00	65.9%
5130543 · General Administrative Expense	2,290.00	5,000.00	45.8%
5130550 · Office Equip/ IT Backup Server	5,259.30	7,000.00	75.1%
Total 5130000 · Financial and Administrative	562,970.23	703,650.00	80.0%
5140000 · Legal Counsel			
5140310 · Attorney-Administrative	33,880.50	45,000.00	75.3%
5140311 · Attorney-Project Related	2,717.50	6,000.00	45.3%
5140312 · Legal/Legis./Exec.	40,135.00	60,000.00	66.9%
5140313 · Attorney / Litigation	0.00	85,000.00	0.0%
5140314 · Attorney / Special	12,539.50	53,500.00	23.4%
5140490 · Legal Advertising	855.10	3,000.00	28.5%
Total 5140000 · Legal Counsel	90,127.60	252,500.00	35.7%
5190000 · Governmental & Tax Related Fees			
5190310 · Appraiser Fees-Brevard Cty	69,900.94	75,000.00	93.2%
5190311 · Appraiser Fees-Indian River Cty	17,360.00	17,500.00	99.2%
5190312 · District Representation	0.00	10,000.00	0.0%
5190313 · Legisl. Research/Clipping Serv.	0.00	500.00	0.0%
5190491 · Tax Fees-Brevard Cty	138,539.97	135,000.00	102.6%
5190492 · Tax Fees-Indian River Cty	26,103.60	26,000.00	100.4%
Total 5190000 · Governmental & Tax Related Fees	251,904.51	264,000.00	95.4%
5370000 · Staff Engineer / Engineering			
5370160 · Data Management and Inventory	0.00	5,500.00	0.0%
5370345 · Wave and Weather Station	151,600.00	165,000.00	91.9%
Total 5370000 · Staff Engineer / Engineering	151,600.00	170,500.00	88.9%
5371000 · Sand Transfer System/Adv. Study			
5371326 · DMMA & Maintenance	35,548.50	140,000.00	25.4%
5371314 · Non-Engineering Prof. Fees	0.00	2,500.00	0.0%
5371316 · Sediment Budget Studies	0.00	50,000.00	0.0%
5371318 · Aerial Photography	0.00	22,000.00	0.0%
5371470 · Permit Rel. Costs Federal	0.00	15,000.00	0.0%
5371471 · IMP/State of Inlet Report	107,082.50	155,000.00	69.1%
5371473 · Engineering / Design	0.00	125,000.00	0.0%
Total 5371000 · Sand Transfer System/Adv. Study	142,631.00	509,500.00	28.0%

Sebastian Inlet District
Variance Report_Rev. & Exp. FY Budget vs. Actual
October 2025 through July 2026

	Oct '25 - Jul 26	Budget	% of Budget
5372000 · Sand Trap Dredging			
5372311 · Construction-Local Share	3,032,253.47	6,750,000.00	44.9%
5372470 · Permit Related Costs/Monitoring	93,673.44	600,000.00	15.6%
5372000 · Sand Trap Dredging - Other	19,852.50		
Total 5372000 · Sand Trap Dredging	3,145,779.41	7,350,000.00	42.8%
5373000 · Maint. of Channel/Channel Exten			
5373317 · Signage / Markers	0.00	500.00	0.0%
5373314 · Mitigation Monitoring	12,407.50	20,000.00	62.0%
5373309 · Summer Hydrographics	81,574.35	115,000.00	70.9%
5373310 · Winter Hydrographics	91,185.80	115,000.00	79.3%
5373461 · Channel Marker Maintenance	0.00	30,000.00	0.0%
Total 5373000 · Maint. of Channel/Channel Exten	185,167.65	280,500.00	66.0%
5374000 · Ebb Shoal / Offshore Projects			
5374312 · Thomas Shoal Characterization	7,540.00	125,000.00	6.0%
5374310 · Ebb Shoal Characterization	0.00	1,050.00	0.0%
Total 5374000 · Ebb Shoal / Offshore Projects	7,540.00	126,050.00	6.0%
5375000 · Construction Programs			
5375476 · North Shoreline Stabilization	0.00	30,000.00	0.0%
5375475 · South Shoreline Repair	0.00	2,000.00	0.0%
5375461 · North Jetty Lights	0.00	2,500.00	0.0%
5375462 · Storm Management	0.00	300,000.00	0.0%
5375472 · North Jetty Maint. and Repair	2,450.00	500,000.00	0.5%
Total 5375000 · Construction Programs	2,450.00	834,500.00	0.3%
5376000 · Natural Resource Programs			
5376309 · Marine Services	11,867.95	21,500.00	55.2%
5376308 · Safety Management	0.00	500.00	0.0%
5376307 · Web Site Enhancement(Web Cam)	600.00	20,000.00	3.0%
5376306 · Public Awareness and Education	16,026.12	20,000.00	80.1%
5376312 · Aerial Photography / Annual	0.00	15,000.00	0.0%
5376318 · Coconut Point Stabilization	24,673.40	225,000.00	11.0%
5376470 · Permitting Req./Compl. Rep'ting	0.00	1,000.00	0.0%
Total 5376000 · Natural Resource Programs	53,167.47	303,000.00	17.5%
5377000 · Other Planned Projects			
5377340 · Contract Labor	0.00	1,000.00	0.0%
5377464 · Retilling of South Beach	0.00	25,000.00	0.0%
Total 5377000 · Other Planned Projects	0.00	26,000.00	0.0%
5378000 · Professional/Contract/Service			
5378640 · Project Related Equipment	0.00	1,500.00	0.0%

Sebastian Inlet District
Variance Report_Rev. & Exp. FY Budget vs. Actual
October 2025 through July 2026

	Oct '25 - Jul 26	Budget	% of Budget
5378310 · Eng./Surveying Consulting	0.00	15,000.00	0.0%
Total 5378000 · Professional/Contract/Service	0.00	16,500.00	0.0%
Total Expense	4,628,065.12	10,882,700.00	42.5%
Net Ordinary Income	5,629,351.43	81,886.00	6,874.6%
Net Income	**5,629,351.43**	**81,886.00**	**6,874.6%**