

FAIRFAX WATER
Minutes of Finance and Audit Committee Meeting
April 17, 2025

At 6:00 p.m. on Thursday, April 17, 2025, a Meeting of the Fairfax Water Finance and Audit Committee was held at the Bill G. Evans Boardroom at 8570 Executive Park Avenue, Fairfax, Virginia, with the following in attendance:

Committee Members: Cammarata, Griffin (Chair), Roberson, Ginyard-Jones

Other Members: Allin, Colleton, Day, Dotson, Rubin (remote)

Staff: Brown, Dewhirst, Dooley, Franklin, Goldberg, Grimes, Hedges, Kingsbury, Love, S. Miller, B. Nguyen, Oates, Prelewicz, Riglick, Sinopole

Counsel: John McGranahan, Hunton Andrews Kurth, LLP

Consultant: Mike Garber, PBMares, LLP

Upon separate motions duly made, seconded, and unanimously carried, unless otherwise noted, the following actions were taken:

Approval of Participation by Electronic Communication

Mr. Griffin moved, with a second by Ms. Colleton, that Mr. Rubin's request to participate in the Finance and Audit Committee Meeting by means of electronic communication was consistent with the Board's policy, and the Board approved his request pursuant to Virginia Code Section 2.2-3708.3(B)(4). Mr. Rubin participated by means of electronic communication from Burke, Virginia, where he was recovering from an ankle injury.

Approval of Minutes

The Committee approved the Minutes of the November 7, 2024, Meeting.

Audit Results for Fiscal Year 2024

Mr. Garber of PBMares discussed the results of the annual audit of Fairfax Water's financial statements for the year ended December 31, 2024, and stated that there were no audit findings or adjustments. PBMares provided an unqualified "clean" opinion of the statements.

Internal Control and Compliance Report

Mr. Garber reviewed the Internal Control and Compliance Report. This report, which presents the finding of their evaluation of Fairfax Water's internal controls, contained no findings.

Management Letter

Mr. Garber conveyed the opinion of PBMares that there were no recommendations to management this year in relation to the financial statements. The issuance of several new GASB pronouncements will be reviewed for adoption by Fairfax Water in the next couple of years. Of note,

GASB Statement No. 101, Compensated Absences, was successfully implemented in 2024 and there was no material impact to financial statements.

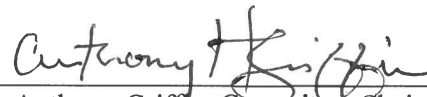
Trust Indenture Compliance Report

Mr. Garber discussed the Trust Indenture Compliance Report. This report, required by the Bond Trustee, states that Fairfax Water is in compliance with Section 6.7 of the 1992 General Trust Indenture regarding debt service coverage.

The Committee unanimously voted to recommend to the Board that the audit be finalized and to submit the audited financial statements and debt compliance report to the Trustee.

Adjournment

There being no further business, the Meeting was adjourned at 6:19 p.m.



Anthony Griffin, Committee Chairman