FAIRFAX WATER
Minutes of Finance and Audit Committee Meeting
April 23, 2026

At 5:30 p.m. on Thursday, April 23, 2026, a Meeting of the Fairfax Water Finance and Audit Committee was held in the Bill G. Evans Boardroom at 8570 Executive Park Avenue, Fairfax, Virginia, with the following in attendance:

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

Other Members: Allin, Begovich, Day, Dotson, Rubin

Staff: Brown, Cotten, Creel, Dewhirst, Dooley, Goldberg, Grimes, Hedges, Kingsbury, Love, B. Nguyen, Oates, Prelewicz, Rhodes, Riglick, Spittle, Wilkerson

Counsel: John McGranahan, Hunton Andrews Kurth LLP

Consultants: Mike Garber, PBMares LLP, Sarah Frey, PFM Financial Advisors LLC

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

Approval of Minutes

The Committee approved the Minutes of the December 11, 2025, Meeting.

Audit Results for Fiscal Year 2025

Mr. Garber of PBMares discussed the results of the annual audit of Fairfax Water's financial statements for the year ended December 31, 2025, and stated that there were no audit findings or adjustments. PBMares provided an unmodified "clean" opinion of the financial statements.

Internal Control and Compliance Report

Mr. Garber briefly reviewed the Internal Control and Compliance Report, which presents the findings of their evaluation of Fairfax Water's internal controls and stated that there were 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 over the next couple of years.

Trust Indenture Compliance Report

Mr. Garber also discussed the Trust Indenture Compliance Report, which is required by the Bond Trustee and confirms 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 report be finalized and submitted to the Trustee.

Bond Counsel

Ms. Frey of PFM Financial Advisors briefed the Committee on recent changes involving Fairfax Water's bond counsel and outlined the opportunity to evaluate alternative firms. After reviewing five proposals, she recommended selecting Kaufman & Canoles, P.C. as the new bond counsel.

Following the discussion, the Committee unanimously agreed to forward the recommendation to the Board for further discussion and consideration.

Proposed Non-Compliance Fees for the Cross Connection Control & Backflow Prevention Program

Ms. Goldberg, Director of Transmission and Distribution, proposed new non-compliance fees for the Cross Connection Control and Backflow Prevention Program. The fees are intended to encourage non-compliant customers to meet program requirements without relying on service shutoffs.

Following the discussion, the Committee voted unanimously to move the item to the Board for further discussion and consideration.

Adjournment

There being no further business, the Meeting was adjourned at 6:13 p.m.

Anthony H Griffin

Anthony Griffin, Committee Chairman