



INDEPENDENT AUDITOR'S REPORT

To the Honorable Board Members
Fairfax County Water Authority
Fairfax, Virginia

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the statement of net position of Fairfax County Water Authority (the Authority) as of December 31, 2016, and the related statements of revenues, expenses and change in net position, and cash flows for the year then ended, and have issued our report thereon dated April 7, 2017.

In connection with our audit, nothing came to our attention that caused us to believe the Authority failed to comply with the terms, covenants, provisions, or conditions of Section 6.7 of the General Trust Indenture dated October 1, 1992, with Crestar Bank, the successor to which is U.S. Bank National Association. In connection with our audit, we obtained no knowledge of the occurrence of any condition or event which constitutes, or which with notice or lapse of time, or both, would constitute an Event of Default. Our audit was not directed primarily toward obtaining knowledge of noncompliance with respect to the aforementioned Indenture. Furthermore, certain of the terms, covenants, provisions, and conditions set forth in the Indenture relate to matters that are not related to or controlled in the accounting records of the Authority.

This report is intended solely for the information and use of the Finance and Audit Committee, Board of Directors, management of Fairfax County Water Authority, and the Trustee, U.S. Bank National Association, and should not be used for any other purpose.

PBMares, LLP

Harrisonburg, Virginia
April 7, 2017