



October 31, 2025

To the Members of the Board of Directors
Economic Development Authority of Stafford County, Virginia
Stafford, Virginia

In connection with our audit of the financial statements of the Economic Development Authority of Stafford County Virginia (Authority), a discretely presented component unit of Stafford County, Virginia, for the year ended June 30, 2025, we have the following comments and suggestions for your consideration.

Virginia Security for Public Deposits Act

During our audit, we noted cash balances were verified for only two out of four quarters within the Virginia Security for Public Deposit Act system. Per the Specifications for Audits of Authorities, Boards, and Commissions issued by the Auditor of Public Accounts, verifications of cash account balances held in banks and other financial institutions have been properly reported as public funds must be performed on a quarterly basis. These verifications are required by Section 1VAC75-20-160 of the Virginia Security for Public Deposits Act.

New GASB Pronouncements

At June 30, 2025, the Governmental Accounting Standards Board (GASB) had issued several statements not yet implemented by the Authority. The statements which might impact the Authority are as follows:

GASB Statement No. 103, Financial Reporting Model Improvements

This Statement improves key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability.

Statement No. 103 will be effective for fiscal years beginning after June 15, 2025.

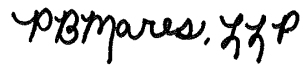
GASB Statement No. 104, Disclosure of Certain Capital Assets

This statement provides users of government financial statements with essential information about certain types of capital assets. This statement requires certain types of capital assets to be disclosed separately in the capital assets note disclosures required by Statement No. 34. Lease assets recognized in accordance with Statement No. 87, *Leases*, and intangible right-to-use assets recognized in accordance with Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, should be disclosed separately by major class of underlying assets in the capital assets note disclosures. Subscription assets recognized in accordance with Statement No. 96, *Subscription-Based Information Technology Arrangements*, also should be separately disclosed. In addition, this Statement requires intangible assets other than those three types to be disclosed separately by major class. This Statement also requires additional disclosures for capital assets held for sale.

Statement No. 104 will be effective for fiscal years beginning after June 15, 2025.

This report is intended solely for the information and use of management, the Board of Directors, and others within the Authority, is not intended to be, and should not be used by anyone other than these specified parties.

If you have any questions concerning any of these items, or if we can be of further assistance, please contact us. We thank you for the opportunity to conduct your audit for the year ended June 30, 2025 and express our appreciation to everyone for their cooperation during this engagement.

A handwritten signature in black ink that reads "PBMares, LLP". The signature is written in a cursive, flowing style.

PBMares, LLP