

Metropolitan Washington Airports Authority

Communications with the Risk Management Committee

**For the year ended
December 31, 2017**

July 2018

Completed Engagements

**Schedule of Expenditures of Federal Awards (SEFA) –
Uniform Guidance Audit**

Audit of the Schedule of Passenger Facility Charges (PFC)

**Agreed-Upon Procedures (AUP) – *Airport Use Agreement and
Premises Lease***

Deliverables – *All are dated 5/18/2018*

Independent Auditor's Report on the Schedules

Independent Auditor's Report on Compliance over the Programs

Independent Auditor's Report on Internal Control over Compliance

Issue report on the AUP engagement

Methodology

The audits and agreed-upon procedures were performed in accordance with:

1. Auditing standards generally accepted in the United States of America
2. The standards applicable to financial audits contained in Government Auditing Standards issued by the U.S. Government Accountability Office
3. OMB Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)
4. Passenger Facility Charge Audit Guide for Public Agencies, issued by the Federal Aviation Administration
5. Attestation standards established by the American Institute of Certified Public Accountants

Schedule of Expenditures of Federal Awards - SEFA

Express an opinion as required by the Uniform Guidance** on:

- The SEFA
- Compliance for each major federal program

Report on internal controls over compliance

**Uniform Guidance refers to the audit requirements of Title 2, US Code of Federal Regulations, Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards

Audit Results - SEFA

For the SEFA, issued an unmodified or “clean” opinion for all major programs audited, including:

- Law Enforcement Officer Reimbursement Agreement Program
- Transportation Infrastructure Finance and Innovation Act (TIFIA) Credit Program
- Federal Transit – Capital Investment Grants (Dulles Corridor Metrorail Project)

Report on compliance and internal controls over compliance required by the Uniform Guidance:

- Unmodified or “clean” opinion for each major program
- No material deficiencies in internal controls over compliance

Passenger Facility Charges (PFC)

Express an opinion on:

- The Schedule of Expenditures of the PFC Program
- Compliance with PFC Program Requirements

Report on internal controls over compliance for the PFC Program

Audit Results - *PFC*

For the Schedule of Expenditures for the PFC Program, issued an unmodified or “clean” opinion

Report on compliance and internal controls required by the PFC Program:

- Unmodified or “clean” opinion on compliance
- No material deficiencies in internal control over compliance

Agreed-Upon Procedures (AUP)

Perform specific agreed upon procedures on MWAA's Settlement Schedules

- As required by the Airport Use and Lease Agreement

Engagement Results - *AUP*

AUP Report is in the form of procedures and findings

No exceptions were found as a result of applying the procedures

Required Communications

Communication Item	Outcome
Issue Opinion	Unmodified Opinions for All Reports and Programs
Formal Reporting	Issued Reports on Compliance and Internal Controls over Compliance
Reasonable Assurance of Fraud Detection	No fraud noted
Understand the Internal Control Structure	Done in conjunction with the audit
Communicate any Illegal Acts	No illegal acts noted
Significant Accounting Policies	See Note 2 in the Audit Report
Significant Audit Adjustments	None noted
Uncorrected Misstatements	None noted
Compared Audited Schedules to the CAFR	Done
Disagreements with Management	None noted
Consultations with Other Auditors	CAFR – Cherry Bekaert, LLP; Pension Audits – S B & Company, LLC; No other consults
Discussions Prior to Retention	All discussions occurred within the normal course of professional communication
Difficulties in Performing the Audit	None noted
Written Communication from Management	Legal Representation Letter and Management Representation Letters Obtained
Independence	GKA, P.C. represents that it is objective and independent
Subsequent Events (after the audit period)	See Note 5 in the Notes to the SEFA Report
Quality Control	As required for audit service providers, GKA, P.C. had a peer review - 11/20/2017

Thank you!

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