



County of Fairfax, Virginia

To protect and enrich the quality of life for the people, neighborhoods and diverse

June 17, 2019

Mercury T. Payton
Town Manager
127 Center Street S
Vienna, Virginia 22180

Re: Rate of interest charged to the Town of Vienna on outstanding invoices.

Mercury,

The purpose of this Letter Agreement is to confirm the interest rate to be charged by Fairfax County to the Town of Vienna on all outstanding invoices (both capital and operating & maintenance) relating to Sewerage Service.

As agreed to originally in the "Agreement Between Fairfax County and Town of Vienna for Sewerage Service to be Furnished by Fairfax County" dated January 30, 1963, the Town of Vienna is responsible for its share of capital costs associated with repair, maintenance, and regulatory-imposed upgrades at the County's wastewater treatment facility and the actual costs to the County for handling, pumping and treating all sewage delivered to the County sewerage system through the Town's connections.

In the summer of 2016, at the Town's request, and in accordance with Section 9(E) of the Agreement, the Town agreed to be billed on a semi-annual basis and to pay interest of 3.91 percent on outstanding invoices past due over 30 days. The interest rate to be charged is linked to the interest rate the County is paying on its most recent Sewer Revenue Bonds. The interest rate of 3.91 percent is effective until June 30, 2020.

In keeping with past practice, and in order to ensure that our financial records are complete, I ask that you countersign this Letter Agreement below to indicate the Town's acceptance of the terms as stated above.

Sincerely,

Approved:

Bryan Hill, County Executive
Fairfax County

Mercury T. Payton, Town Manager
Town of Vienna