



Los Angeles County Metropolitan Transportation Authority

FY2021 Annual Financial and Compliance Audits

March 16, 2022

Agenda

Audit Deliverables

Audit Results

Required Communications

Questions?

Audit Deliverables

Financial Audits

- Audit of the LACMTA Annual Comprehensive Financial Report (ACFR)
- Audit of the Service Authority for Freeway Emergencies (SAFE)
- Audit of the LACMTA State Transit Assistance fund (STA)

Compliance and Other Audits

- LACMTA Single Audit
- Transportation Development Act Compliance
 - California Code of Regulations Section 6667
 - California Code of Regulations Section 6640-6662
 - Low Carbon Transit Operations Program (LCTOP)
- National Transit Database Report on Federal Funding Allocation Statistics Form (NTD FFA-10)

Audit Results

Opinions on Financial Statements

- Unmodified

Opinion on Uniform Guidance Compliance for Major Programs

- Unmodified

Internal Control or Compliance Findings

- Significant Deficiency – Accounting for Acquisition Expenditure Accruals
- Significant Deficiency – Accounting for Unavailable Revenue

New Accounting Pronouncements

- GASB 84 – Fiduciary Activities

Corrected Misstatements

- Two posted adjustments – total net position increased by \$51M

Uncorrected Misstatements

- Four passed adjustments – total net position understated by \$23M

Required Communications

- Management's Responsibility – Preparation of the financial statements
- Auditor's Responsibility – Provide an opinion on the financial statements
- We remain independent of Metro

- No instances of noncompliance or other matters required to be reported
- No significant unusual transactions
- No significant accounting policies in controversial or emerging areas
- No significant difficulties encountered
- No disagreements with management
- Not aware of management consulting with other accountants
- No other findings or issues

Questions?



Thank You

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