

# Measure R Local Return

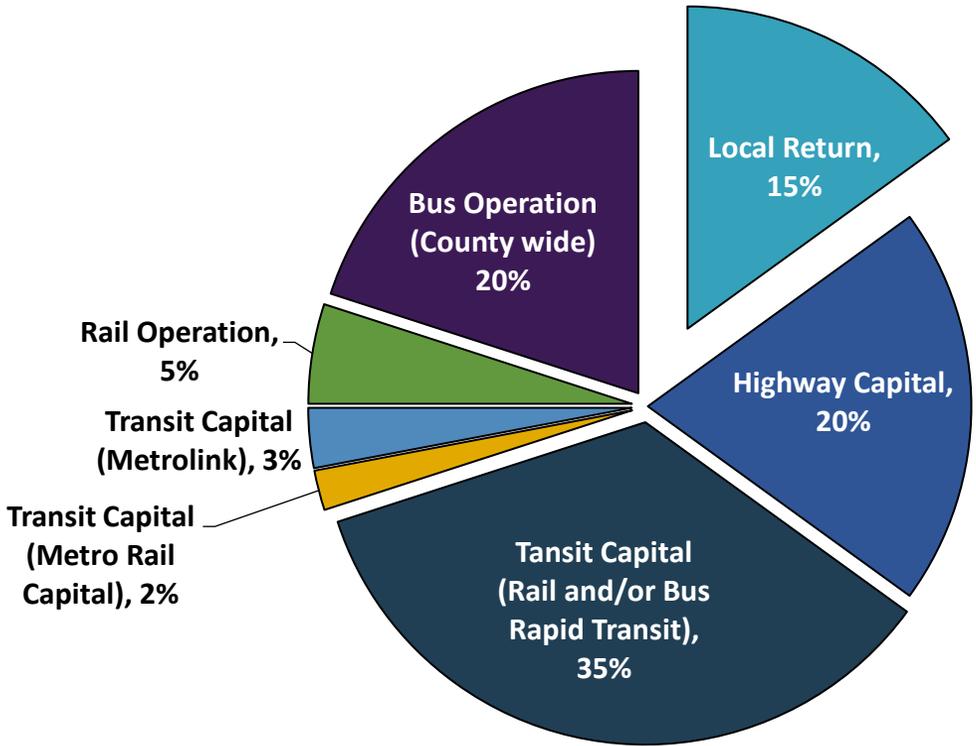


**Measure R Independent Taxpayers Oversight Committee  
Local Programming  
March 2026 Update**



**Metro**

# Local Return (LR) – Measure R



- **Measure R**
  - Approved 2008
  - Funding started FY10
- **LR share 15%**
- **Requires Assurances and Understanding agreement**
- **Due Dates (same for all LR funds)**
  - August 1 – Budget
  - October 15 – Expenditures
- **Annual Compliance Audits**

# Local Return – Updates

## **FY2024-25 Audit began October 2025 and ended December 31, 2025**

- Six repeat findings from the previous fiscal year
- 13 cities with 18 audit findings
- Notifications sent on due dates and potential lapsing dates

## **Metro Board Bus Shelters Motion (March 2023)**

- Investigate Local Return investments in bus stops and other efforts
- To date in 2026, 3 cities are using Measure R LR funds for bus stops with a total of 5 projects
- Most cities use other local return sources for bus stop improvements
- This will inform planned Quality of Life Scorecard which will assess how pass-through funding supports local infrastructure including bus stops

# Summary of Audit Findings

| FY24-25 Audit        |                  |  |
|----------------------|------------------|--|
| City                 | # of MR findings | Finding  |
| Artesia              | 1                | Admin expenses were over 20% cap   |
| Calabasas            | 1                | Late submission of 1)Expenditure Plan (Form One)   |
| Compton              | 1                | Accounting procedures were inadequate  |
| Cudahy               | 2                | 1) Funds were expended before approval;<br>2) Admin expenses were over 20% cap (This is a repeat finding)  |
| Culver City          | 1                | Funds were expended before approval  |
| Downey               | 1                | Funds were expended before approval  |
| Glendale             | 1                | Lapsed funds resolved by extension   |
| Glendora             | 2                | 1) Inadequate payroll tracking;<br>2) Year end closing records not completed on time (This is a repeat finding)  |
| Huntington Park      | 3                | 1) Funds were expended before approval;<br>2) Late submission of Expenditure Plan (Form One);<br>3) Accounting procedures were inadequate (this is a repeat finding) |
| Palos Verdes Estates | 2                | 1) Funds were expended before approval;<br>2) Accounting procedures were inadequate  |
| Redondo Beach        | 1                | Accounting procedures were inadequate  |
| San Fernando         | 1                | Funds were expended before approval  |
| West Covina          | 1                | Accounting procedures were inadequate  |

# FY25 Actual Measure R Local Return Fund Usage

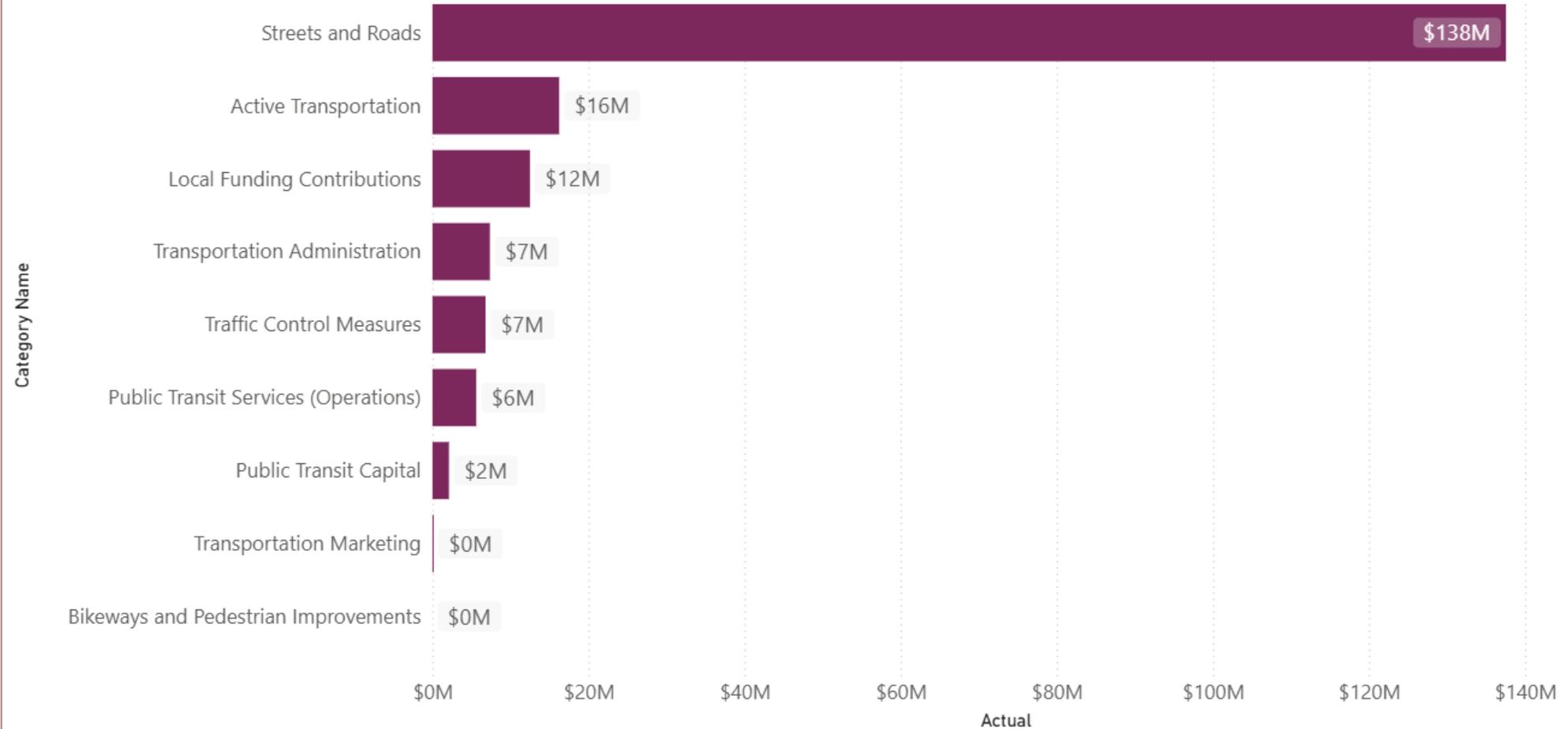
**Actual Spend 2025**

**\$188M**

**% of Budget**

**35.08%**

Actual by Category Name



# THANK YOU

## Questions?

### Local Programming

**Susan Richan**

[richans@metro.net](mailto:richans@metro.net)

(213) 922-3017

**Chelsea Meister**

[meisterc@metro.net](mailto:meisterc@metro.net)

(213) 922-5638