

Management Audit Services

FY 2025 Fourth Quarter and Cumulative Year-end Report

Finance, Budget & Audit Committee
September 18, 2025

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Deputy Chief Auditor

Lauren Choi

Senior Director, Audit

Alfred Rodas

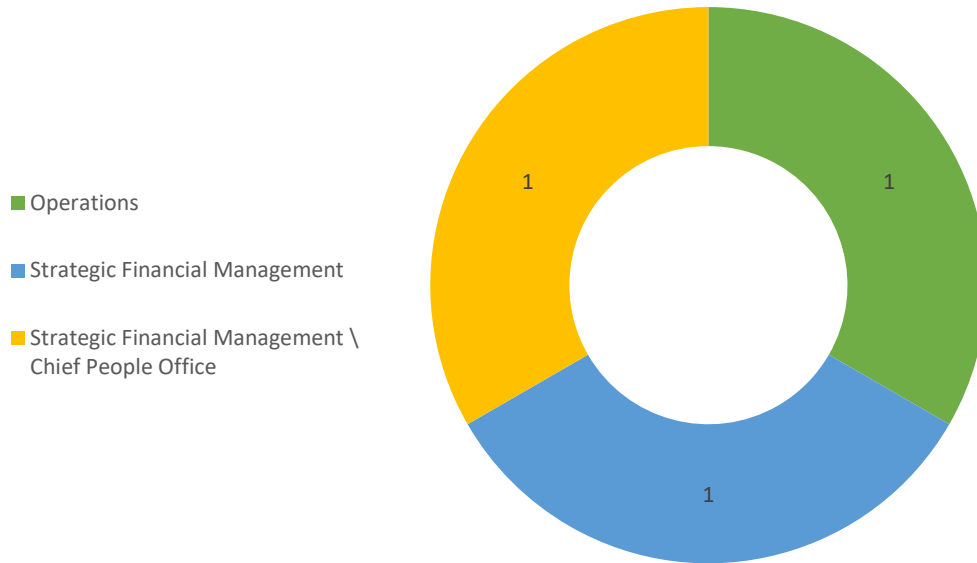
Senior Director, Audit



MANAGEMENT
AUDIT SERVICES

Completed: Performance Audits

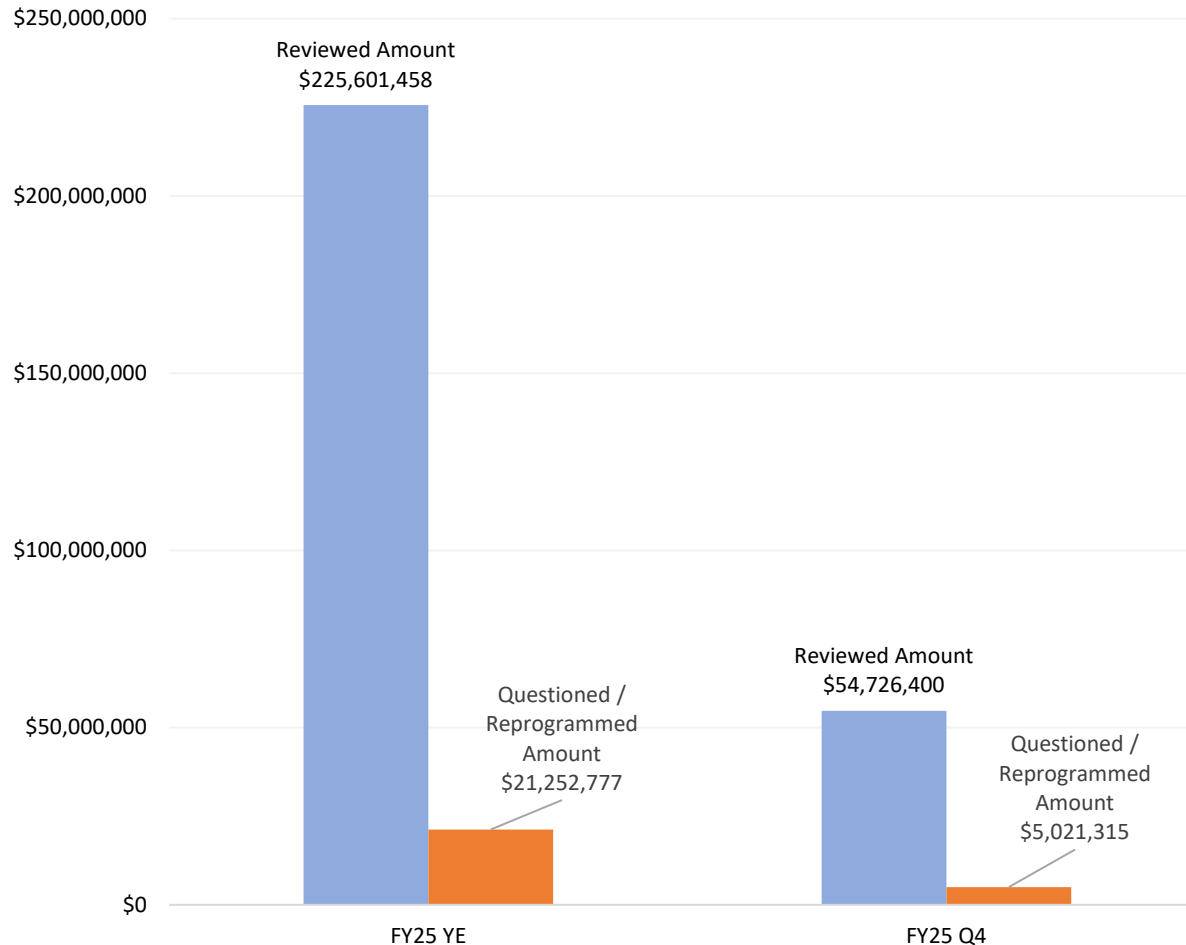
Agency Representation



Completed 3 Audits:

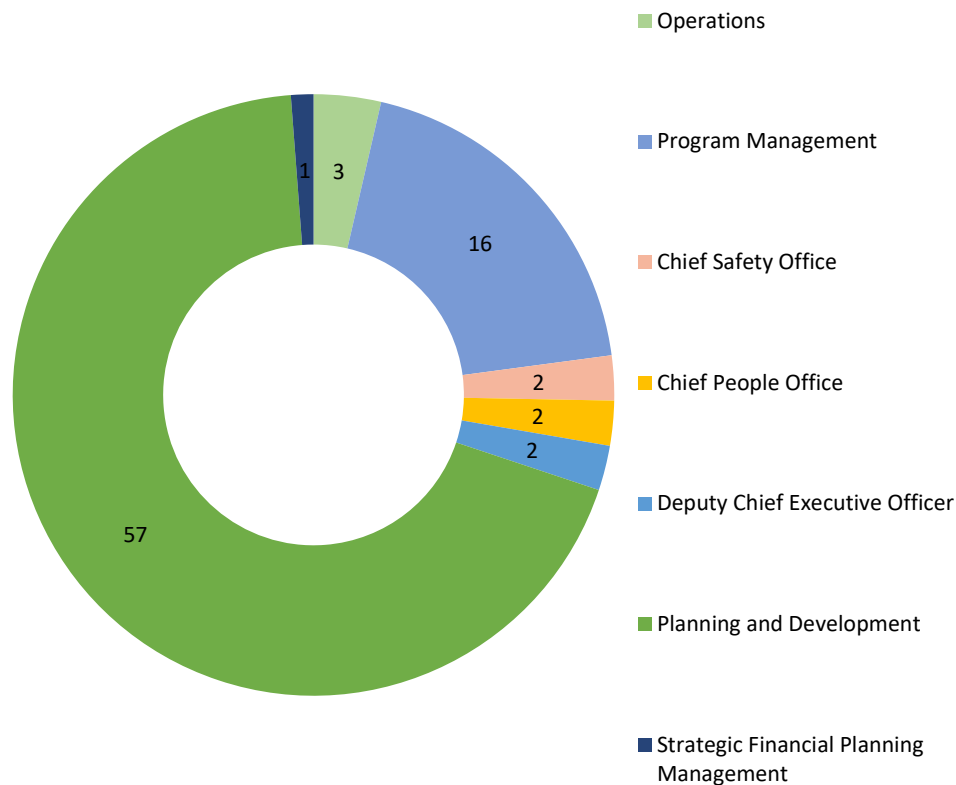
- Critical Spare Parts Inventory
- Third-Party Risk Management
- Bus Operations' Continuity of Operations Plan

Completed: Contract, Financial & Compliance Audits













- Delivered financial audits that reviewed \$226M of funding for FY25 YE and \$55M for FY25 Q4 and identified \$21M and \$5M, respectively, for reprogramming.

In Progress: MAS Audit Activity



- 10 Performance Audits
- 73 Contract, Financial and Compliance Audits

In Progress: Performance Audits

	Audit Title	Description	Estimated Completion			
			FY26 Q1 Jul - Sept	FY26 Q2 Oct - Dec	FY26 Q3 Jan - Mar	FY26 Q4 Apr - Jun
1	Eastside Access Improvement Project (EAIP)	Assess whether usage of EAIP funds complied with applicable terms, conditions, and restrictions.				
2	Employee Pension Benefits	Verify the accuracy of pension payroll deductions and contributions for active eligible employees.				
3	Employee Health Care Benefits	Verify the accuracy and completeness of the health and dental benefits enrollment and payroll deductions.				
4	Physical Security Monitoring Equipment	Assess the adequacy of policies and procedures regarding video monitoring equipment at the agency.				
5	Purple (D-Line) Extension 1	Evaluate the state of processes and planning for final-year activities (testing, certification, training, activation) of PDLE1 transit project prior to start of revenue operations.				
6	Gold Line Extension Phase 2B	Evaluate Metro's oversight of the Metro Gold Line Foothill Extension Construction Authority's project management of Gold Line Extension.				
7	Project Grant Funding	Assess whether Metro is adequately allocating its resources to maximize funding identified and received.				
8	SBE and DBE Certification Processes	Evaluate if DEOD's SBE/DBE certification procedures effectively identify eligible businesses and comply with relevant laws.				
9	Division 20 Portal Widening Turnback Facility	Evaluate Metro's project management processes for the Project to date, including managing and mitigating risks.				
10	Safety Response to Reported Incidents	Evaluate whether existing policies and procedures are adequate in response to safety-related service requests from employees and the public.				

Next Steps

- Ongoing implementation of performance and financial audits and reporting
- Delivery of Consolidated Audit Reports and Annual Comprehensive Financial Reports (FY 25)
- Focused efforts on MAS quality improvement and value-added audit services