

Management Audit Services

FY 2026 First Quarter Report

Finance, Budget & Audit Committee
November 20, 2025

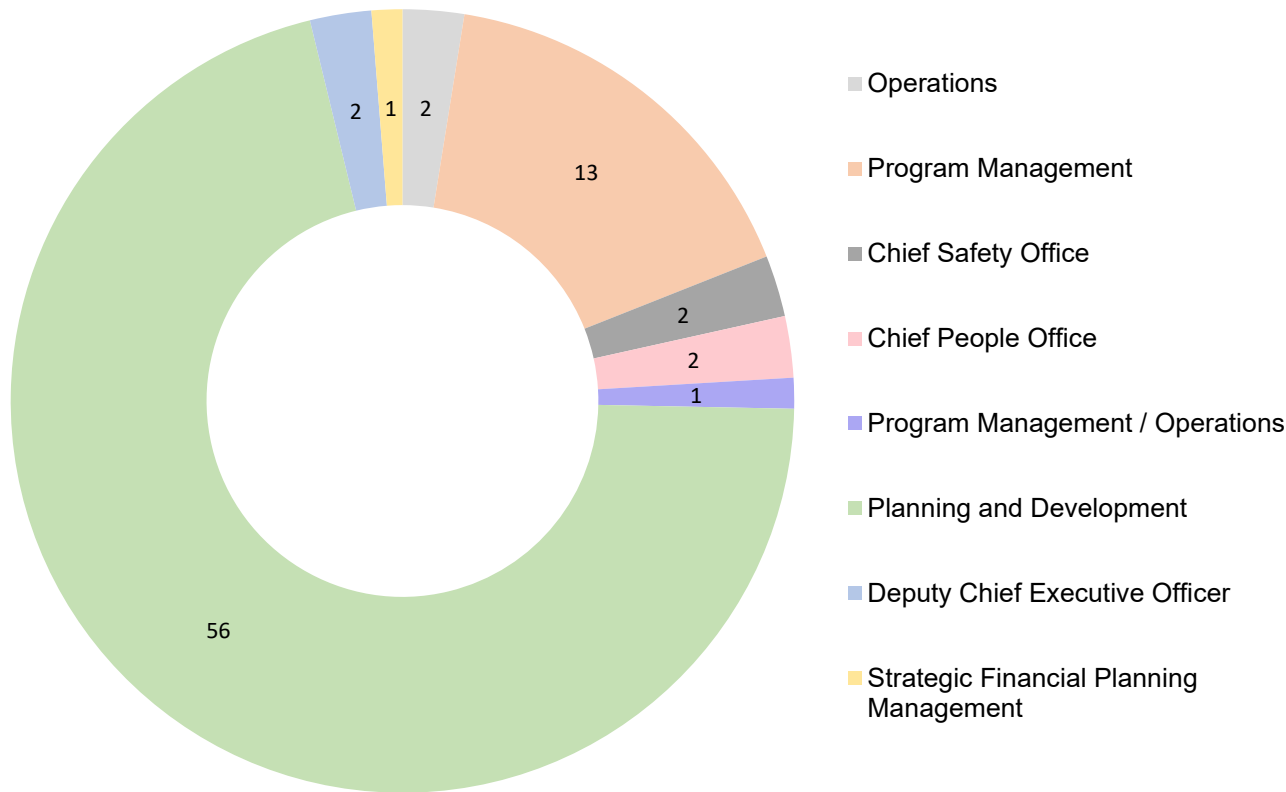
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MANAGEMENT
AUDIT SERVICES

In Progress: MAS Audit Activity

Agency Representation



- 9 Performance Audits
- 70 Contract, Financial and Compliance Audits

In Progress: Performance Audits

	Audit Title	Description	Estimated Completion		
			FY26 Q2 Oct - Dec	FY26 Q3 Jan - Mar	FY26 Q4 Apr - Jun
1	Employee Health Care Benefits	Verify the accuracy and completeness of the health and dental benefits enrollment and payroll deductions.			
2	Employee Pension Benefits	Verify the accuracy of pension payroll deductions and contributions for active eligible employees.			
3	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.			
4	SBE Certification Processes	Evaluate if DEOD's SBE certification procedures effectively identify eligible businesses and comply with relevant laws.			
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	Division 20 Portal Widening Turnback Facility	Evaluate Metro’s project management processes for the Project to date, including managing and mitigating risks.			
7	Project Grant Funding	Assess whether Metro is adequately allocating its resources to maximize funding identified and received.			
8	Physical Security Monitoring Equipment	Assess the adequacy of policies and procedures regarding video monitoring equipment at the agency.			
9	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.			

Completed: Eastside Access Improvements Project Phase III

Objective

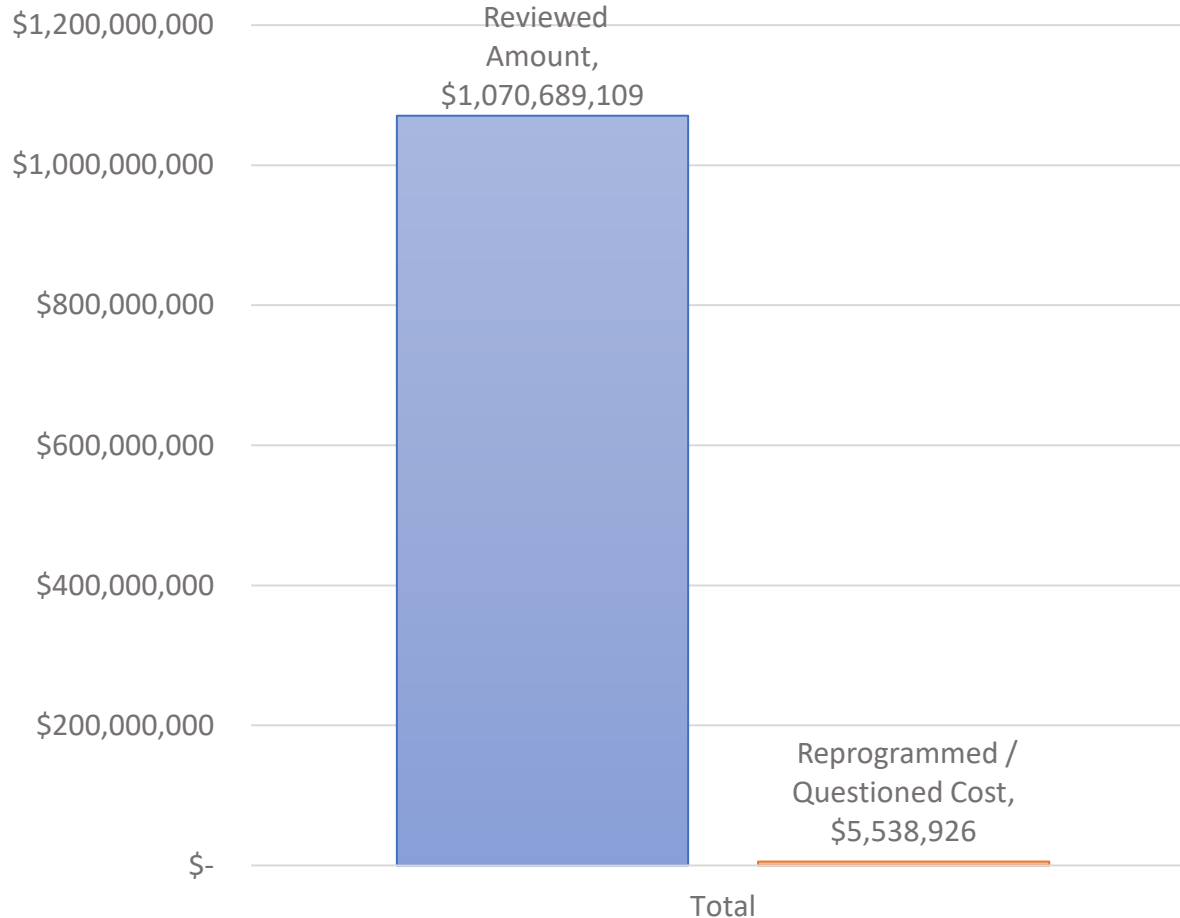
Determine if expended funds, including grants, were reasonable and allocable, if the executed scope conformed with relevant sections of the Construction Committee Board Report and TIGER grant, and if the project adhered to the accountability and transparency requirements of the TIGER grant.

Audit Results

MAS found that the \$29.7 million expenditures supporting the project were compliant with the terms of the TIGER grant, and the expended funds to be reasonable and allocable to the project. Furthermore, the executed scope of EAIP Phase III conformed with the project elements described in the Construction Committee Board Report and revised statement of work in the TIGER grant. However, MAS found that the EAIP Phase III only partially adhered to the accountability and transparency requirements described in the TIGER grant.

MAS provided recommendations to Program Management and Customer Experience. Management agreed with all four recommendations and committed to taking corrective actions. Management will implement the action plans, and MAS will follow up to ensure the recommendations are implemented.

Completed: Contract, Financial & Compliance Audits



- Delivered financial audits that reviewed \$1B of funding and identified \$5.5M for reprogramming

Thank you