

Fiscal Year 2025 Consolidated Audit

Finance, Budget and Audit Committee

July 16, 2026

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MANAGEMENT AUDIT SERVICES

Issue



Consolidated Audit Financial and Compliance Reports completed by Vasquez and Company and Simpson and Simpson, certified public accountants, for FY25



Metro must provide assurance that recipients of funds are adhering to the statutes, program guidelines, and/or agreements of each applicable funding source

Highlights of Requirements

Guidelines for Propositions A&C and Measures R&M Local Return Funds

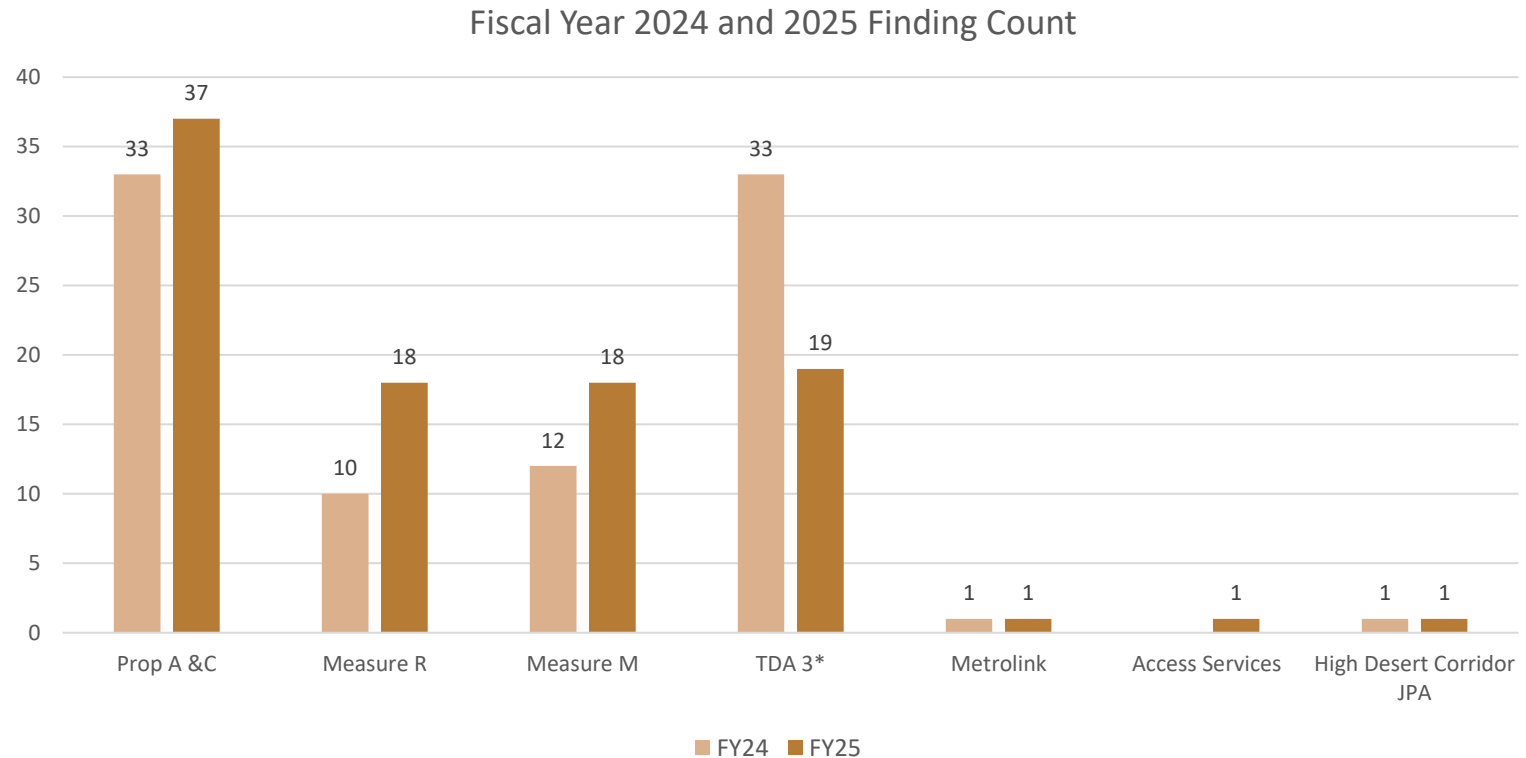
1. Determine if funds expended with Metro Project Manager's approval.
2. Confirm expenditure Plan/Budget Form submitted by August 1st of the fiscal year.
3. Confirm Annual Expenditure Report submitted by October 15th following the past fiscal year.
4. Evaluate jurisdictions are maintaining proper accounting procedures and records.

General Assessment

With the exceptions of the Cities* of Compton, Glendora, Huntington Park, Redondo Beach, and Santa Fe Springs, the auditors concluded that the County, Cities, transit operators, and other agencies complied, in all material respects, with the guidelines and requirements that could have a direct and material effect on the Local Return and other applicable programs for FY25.

*The Cities were late in completing their Comprehensive Financial Audit Reports, which delayed the closing process for the Local Return programs.

Findings



*Local Programming in collaboration with MAS conducted the Consolidated Audit Workshop on 5/13/2026 to train and help jurisdictions to comply with the guidelines/requirements.

Questions
