



**Schedule of Operating Data, Ridership,  
Operating Expenditures and Other Revenues  
For the Commuter Express Program – Region 1  
City of Los Angeles**

***Year Ended June 30, 2016  
with Report of Independent Auditors***



Simpson & Simpson, LLP  
Certified Public Accountants

***CITY OF LOS ANGELES***  
***COMMUTER EXPRESS PROGRAM – REGION 1***  
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## Independent Auditor's Report

To the Honorable Members of the City Council of the  
City of Los Angeles, California  
To the Los Angeles County  
Metropolitan Transportation Authority  
And  
To the Federal Transit Administration

### Report on the Schedule

We have audited the accompanying Schedule of Operating Data, Ridership, Operating Expenditures and Other Revenues for the **Commuter Express Program – Region 1** of the City of Los Angeles for the year ended June 30, 2016 (the Schedule).

### *Management's Responsibility for the Schedule*

The City of Los Angeles Department of Transportation's (LADOT) management is responsible for the preparation and fair presentation of this Schedule in accordance with accounting principles generally accepted in the United States of America and the requirements of the Uniform System of Accounts and Records and Reporting System, Final Rule, as specified in 49 CFR Part 630, Federal Register, January 15, 1993 and as presented in the 2016 Policy Manual; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the Schedule that is free from material misstatement, whether due to fraud or error.

### *Auditors' Responsibility*

Our responsibility is to express an opinion on the Schedule based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the requirements of the Uniform System of Accounts and Records and Reporting System, Final Rule, as specified in 49 CFR Part 630, Federal Register, January 15, 1993 and as presented in the 2016 Policy Manual. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Schedule is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Schedule. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Schedule, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the Schedule in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the Schedule.





We believe that the audit evidence we have obtained is sufficient and appropriate to provide a reasonable basis for our audit opinion.

The scope of our audit was to determine whether:

- A system is in place and maintained for recording data in accordance with the National Transit Database (NTD) definitions. The correct data is being measured and no systematic errors exist.
- A system is in place to record data on a continuing basis and the data gathering is an ongoing effort.
- Source documents are available to support the reported data and are maintained for the Federal Transit Administration's (FTA) review and audit for a minimum of three years following FTA's receipt of the NTD report. The data is fully documented and securely stored.
- A system of internal controls is in place to ensure the data collection process is accurate and that the recording system and reported comments are not altered. Documents are reviewed and signed by a supervisor, as required.
- The data collection methods are those suggested by FTA or otherwise meet FTA requirements.
- The deadhead miles, computed as the difference between the reported total actual vehicle miles data and the reported total actual vehicle revenue miles data, appear to be accurate.
- Data is consistent with prior reporting periods and other facts known about transit agency operations.
- Farebox revenues have been accounted for and recorded in accordance with FTA definitions.

### ***Opinion***

In our opinion, the Schedule of Operating Data, Ridership, Operating Expenditures and Other Revenues referred to above presents fairly, in all material respects, the operating data, ridership, operating expenditures and other revenues for the Commuter Express Program – Region 1 of the City of Los Angeles for the year ended June 30, 2016 in accordance with accounting principles generally accepted in the United States of America and the requirements of the Uniform System of Accounts and Records and Reporting System, Final Rule, as specified in 49 CFR Part 630, Federal Register, January 15, 1993 and as presented in the 2014 Policy Manual.

### **Restriction on Use**

This report is intended solely for the information and use of the City of Los Angeles, the Los Angeles County Metropolitan Transportation Authority and FTA and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink, appearing to read 'Simpson &amp; Simpson', written in a cursive style.

Los Angeles, California  
February 3, 2017

City of Los Angeles  
**Commuter Express Program – Region 1**  
**Schedule of Operating Data, Ridership, Operating Expenditures**  
**and Farebox Revenues**  
**Year ended June 30, 2016**

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	<b>All Routes</b>
	<b>CE Region 1</b>
<b>Operating Data</b>	
Number of Vehicles in Operation	40
Total Vehicle Miles	1,287,567
Total Vehicle Hours	64,223
Total Vehicle Revenue Miles	606,327
Total Vehicle Revenue Hours	32,868
Total Vehicle Trips	51,648
Directional Route Miles	-
<b>Ridership Data</b>	
Total Passenger Trips	928,807
Total Passenger Miles	9,487,160
<b>Operating Expenditures</b>	
Contractor Operating Costs	
Service Costs	\$ 2,560,107
Fuel Costs	800,653
Subtotal	3,360,760
Administrative Costs	276,867
Total Operating Expenditures	\$ 3,637,627
<b>Farebox Revenues</b>	\$ 312,840
<b>Other Revenues</b>	\$ 1,811,688

**NOTES:**

1. Commuter Express Program (CE) – Region 1 is an express bus service of the City of Los Angeles serving the southern area of the city. Under this program, the City also provides shuttle services for Metrolink passengers.
2. Operating data such as vehicle hours and vehicle miles is based on the actual time and distance travelled by the vehicle including the deadhead miles/hours. Vehicle revenue hours and vehicle revenue miles are based on the trip schedule minus any missed trips. This data is calculated using pre-determined daily route plans for each vehicle trip less missed trips reported by LADOT's transportation provider.
3. Ridership data such as passenger miles and passenger trips is based on surveys conducted by LADOT's transportation provider using the specific trips that were statistically sampled for survey by LADOT.
4. Operating expenditures are based on the accrual method of accounting such that expenditures allocable to the transit program/route are reported in the period in which
5. Farebox revenues are based on actual farebox collected from passengers and the data is accumulated on a regular basis by LADOT's transportation provider.
6. Other revenues represent mostly the program's share in the advertising revenues and sale of transit tickets/passes and TAP cards.

**City of Los Angeles**  
**Commuter Express Program – Region 1**  
**Schedule of Operating Data, Ridership, Operating Expenditures**  
**and Farebox Revenues**  
**Year ended June 30, 2016**  
**(continued)**

<b>Operating Data</b>	<b><u>Metrolink</u></b>	<b><u>Line 142</u></b>
Number of Vehicles in Operation	3	2
Total Vehicle Miles	47,813	262,188
Total Vehicle Hours	4,474	11,915
Total Vehicle Revenue Miles	18,360	202,650
Total Vehicle Revenue Hours	3,059	10,416
Total Vehicle Trips	10,955	23,821
Directional Route Miles	-	-
<b>Ridership Data</b>		
Total Passenger Trips	197,384	260,561
Total Passenger Miles	394,380	864,252
<b>Operating Expenditures</b>		
Contractor Operating Costs		
Service Costs	\$ 237,915	\$ 809,138
Fuel Costs	<u>74,521</u>	<u>254,688</u>
Subtotal	312,436	1,063,826
Administrative Costs	<u>25,768</u>	<u>87,739</u>
Total Operating Expenditures	<u>\$ 338,204</u>	<u>\$ 1,151,565</u>
<b>Farebox Revenues</b>	<u>\$ -</u>	<u>\$ 195,757</u>
<b>Other Revenues</b>	<u>\$ 339,235</u>	<u>\$ 144,083</u>

**City of Los Angeles**  
**Commuter Express Program – Region 1**  
**Schedule of Operating Data, Ridership, Operating Expenditures**  
**and Farebox Revenues**  
**Year ended June 30, 2016**  
**(continued)**

<b>Operating Data</b>	<b>Line 431</b>	<b>Line 437</b>
Number of Vehicles in Operation	5	7
Total Vehicle Miles	118,320	193,698
Total Vehicle Hours	4,639	10,764
Total Vehicle Revenue Miles	42,228	59,058
Total Vehicle Revenue Hours	2,540	3,530
Total Vehicle Trips	2,035	3,047
Directional Route Miles	-	-
<b>Ridership Data</b>		
Total Passenger Trips	43,013	71,201
Total Passenger Miles	992,476	1,486,032
<b>Operating Expenditures</b>		
Contractor Operating Costs		
Service Costs	\$ 197,583	\$ 274,630
Fuel Costs	69,737	78,125
Subtotal	267,320	352,755
Administrative Costs	21,399	29,736
Total Operating Expenditures	\$ 288,719	\$ 382,491
<b>Farebox Revenues</b>	\$ 12,195	\$ 22,607
<b>Other Revenues</b>	\$ 129,163	\$ 207,321

City of Los Angeles  
**Commuter Express Program – Region 1**  
**Schedule of Operating Data, Ridership, Operating Expenditures**  
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**Year ended June 30, 2016**  
**(continued)**

<b>Operating Data</b>	<b>Line 438</b>	<b>Line 448</b>	<b>Line 534</b>
Number of Vehicles in Operation	9	9	5
Total Vehicle Miles	335,756	218,153	111,639
Total Vehicle Hours	15,658	10,591	6,182
Total Vehicle Revenue Miles	157,980	94,023	32,028
Total Vehicle Revenue Hours	6,833	3,878	2,612
Total Vehicle Trips	6,579	3,177	2,034
Directional Route Miles	-	-	-
<b>Ridership Data</b>			
Total Passenger Trips	202,819	115,108	38,721
Total Passenger Miles	3,208,599	1,549,433	991,988
<b>Operating Expenditures</b>			
Contractor Operating Costs			
Service Costs	\$ 535,126	\$ 302,491	\$ 203,224
Fuel Costs	165,627	94,335	63,620
Subtotal	700,753	396,826	266,844
Administrative Costs	57,556	32,667	22,002
Total Operating Expenditures	\$ 758,309	\$ 429,493	\$ 288,846
<b>Farebox Revenues</b>	\$ 42,533	\$ 23,653	\$ 16,095
<b>Other Revenues</b>	\$ 625,603	\$ 268,353	\$ 97,930