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**Access Services
(A Nonprofit Benefit Corporation)**

**Balance Sheets as of June 30, 2022 and 2021,
and Schedules of Revenues and Expenditures
and Advanced Funds and Deferred Revenues
under MOU No. P000ASI26 and P000ASI25
As of and for the Years Ended June 30, 2022 and 2021**

With Independent Auditor's Report



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FINANCIAL SECTION



Independent Auditor's Report

**To the Board of Directors of Access Services and the
Los Angeles County Metropolitan Transportation Authority**

Report on the Audit of the Balance Sheets and the Schedules

Opinions

We have audited the Balance Sheets, the Schedules of Revenues and Expenditures, and the Schedules of Advanced Funds and Deferred Revenues of Access Services as of and for the years ended June 30, 2022 and 2021 (the Balance Sheets and the Schedules) as defined by the Proposition C Discretionary Program Guidelines, Measure M 2% Program Guidelines and the Memorandum of Understanding (MOU Nos. P000ASI26 and P000ASI25) dated June 16, 2021 and September 24, 2020, respectively, between Access Services as grantee, and the Los Angeles County Metropolitan Transportation Authority (Metro), as grantor and the related notes to the Balance Sheets and the Schedules.

In our opinion, the accompanying Balance Sheets and Schedules present fairly, in all material respects, the financial position, the revenues and expenditures and advanced funds and deferred revenues of Access Services related to funds received from Metro under MOU Nos. P000ASI26 and P000ASI25 as of and for the years ended June 30, 2022 and 2021, in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.



Emphasis of Matter

As discussed in Note 2, the Balance Sheets and the Schedules of Revenues and Expenditures and Advanced Funds and Deferred Revenues present only the financial position, revenues, expenditures and advanced funds and deferred revenues of Access Services related to funds received from Metro under MOU No. P000ASI26 and P000ASI25 and do not purport to, and do not present fairly the financial position of Access Services as of June 30, 2022 and 2021 and the changes in its financial position thereof for the years then ended, in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Other Matter

As discussed in Note 10, the 2021 Balance Sheet and the Schedule have been restated to appropriately allocate certain accounts to Federal 5310 and Proposition C Discretionary Funds. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Balance Sheets and the Schedules

Management is responsible for the preparation and fair presentation of the Balance Sheets and the Schedules in accordance with accounting principles generally accepted in the United States of America and MOU Nos. P000ASI26 and P000ASI25; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the Balance Sheets and the Schedules that are free from material misstatement, whether due to fraud or error.

In preparing the Balances Sheets and the Schedules, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Access Services' ability to continue as a going concern for twelve months beyond the Balance Sheets and the Schedules date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Balance Sheets and the Schedules

Our objectives are to obtain reasonable assurance about whether the Balance Sheets and the Schedules as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the Balance Sheets and the Schedules.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the Balance Sheets and the Schedules, whether due to fraud or error, and design and perform audit procedures responsive



to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the Balance Sheets and the Schedules.

- Obtain an understanding of internal control relevant to the audit 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 Access Services' internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the Balance Sheets and the Schedules.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Supplementary Information

Our audits were conducted for the purpose of forming opinions on the Balance Sheets and the Schedules. The supplementary information identified in the table of contents is presented for purposes of additional analysis and is not a required part of the Balance Sheets and the Schedules. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the Balance Sheets and the Schedules. The information has been subjected to the auditing procedures applied in the audit of the Balance Sheets and the Schedules and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the Balance Sheets and the Schedules, and other additional procedures in accordance with GAAS. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the Balance Sheets and the Schedules as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 28, 2023 on our consideration of Access Services' internal control over financial reporting which includes preparation of the Balance Sheets and the Schedules and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Access Services' internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and in considering Access Services' internal control over financial reporting and compliance.

Glendale, California
February 28, 2023

Access Services
MOU No. P000ASI26
Balance Sheet
June 30, 2022

	<u>Federal 5310</u>	<u>Proposition C</u>	<u>Measure M</u>	<u>Total</u>
ASSETS				
Current assets				
Cash and cash equivalents	\$ -	\$ 10,225,738	\$ -	\$ 10,225,738
Short-term investments	(460,012)	27,738,595	-	27,278,583
Grants receivable	11,059,822	-	-	11,059,822
Accounts receivable	-	55,614	-	55,614
Prepaid expenses and other assets	-	8,035,838	-	8,035,838
Total current assets	<u>10,599,810</u>	<u>46,055,785</u>	<u>-</u>	<u>56,655,595</u>
Noncurrent assets				
Property and equipment, net	3,611,386	3,365,168	-	6,976,554
Restricted cash equivalents for self-insured retention	-	5,480,705	-	5,480,705
Restricted cash equivalents for unfunded pension liability	-	2,125,591	-	2,125,591
Restricted cash equivalents for accrued vacation liability	-	1,034,355	-	1,034,355
Deposits	-	40,830	-	40,830
Total noncurrent assets	<u>3,611,386</u>	<u>12,046,649</u>	<u>-</u>	<u>15,658,035</u>
Total assets	<u>\$ 14,211,196</u>	<u>\$ 58,102,434</u>	<u>\$ -</u>	<u>\$ 72,313,630</u>
LIABILITIES AND NET ASSETS				
Current liabilities				
Accounts payable	\$ 1,014,289	\$ 2,027,912	\$ -	\$ 3,042,201
Contractors payable	-	19,350,283	-	19,350,283
Accrued expenses	-	11,629,381	-	11,629,381
Unfunded defined benefit plan liability	-	2,125,591	-	2,125,591
Self insurance accruals	-	5,480,705	-	5,480,705
Deferred support	9,593,729	11,469,872	-	21,063,601
Deferred revenue	-	175,763	-	175,763
Deferred rent	-	175,284	-	175,284
Total current liabilities	<u>10,608,018</u>	<u>52,434,791</u>	<u>-</u>	<u>63,042,809</u>
Net assets				
Without donor restrictions	3,603,178	5,667,643	-	9,270,821
Total net assets	<u>3,603,178</u>	<u>5,667,643</u>	<u>-</u>	<u>9,270,821</u>
Total liabilities and net assets	<u>\$ 14,211,196</u>	<u>\$ 58,102,434</u>	<u>\$ -</u>	<u>\$ 72,313,630</u>

See Notes to the Balance Sheets, the Schedules of Revenues and Expenditures, and the Schedules of Advanced Funds and Deferred Revenues – Proposition C Fund

**Access Services
MOU No. P000ASI25
Balance Sheet
June 30, 2021
(As restated)**

	<u>Federal 5310</u>	<u>Proposition C</u>	<u>Measure M</u>	<u>Total</u>
ASSETS				
Current assets				
Cash and cash equivalents	\$ -	\$ 20,140,243	\$ -	\$ 20,140,243
Grants receivable	2,956,327	-	-	2,956,327
Accounts receivable	-	56,707	-	56,707
Prepaid expenses and other assets	-	7,578,897	-	7,578,897
Total current assets	<u>2,956,327</u>	<u>27,775,847</u>	<u>-</u>	<u>30,732,174</u>
Noncurrent assets				
Property and equipment, net	4,817,229	5,151,180	-	9,968,409
Restricted cash equivalents for self-insured retention	-	4,994,495	-	4,994,495
Restricted cash equivalents for unfunded pension liability	-	4,460,482	-	4,460,482
Restricted cash equivalents for accrued vacation liability	-	1,064,469	-	1,064,469
Deposits	-	39,129	-	39,129
Total noncurrent assets	<u>4,817,229</u>	<u>15,709,755</u>	<u>-</u>	<u>20,526,984</u>
Total assets	<u>\$ 7,773,556</u>	<u>\$ 43,485,602</u>	<u>\$ -</u>	<u>\$ 51,259,158</u>
LIABILITIES AND NET ASSETS				
Current liabilities				
Accounts payable	\$ -	\$ 1,465,397	\$ -	\$ 1,465,397
Contractors payable	7,694	11,863,220	-	11,870,914
Accrued expenses	-	8,791,064	-	8,791,064
Unfunded defined benefit plan liability	-	4,460,482	-	4,460,482
Self insurance accruals	-	4,994,495	-	4,994,495
Deferred support	2,956,327	4,632,566	-	7,588,893
Deferred revenue	-	113,844	-	113,844
Deferred rent	-	180,138	-	180,138
Total current liabilities	<u>2,964,021</u>	<u>36,501,206</u>	<u>-</u>	<u>39,465,227</u>
Net assets				
Without donor restrictions	4,809,535	6,984,396	-	11,793,931
Total net assets	<u>4,809,535</u>	<u>6,984,396</u>	<u>-</u>	<u>11,793,931</u>
Total liabilities and net assets	<u>\$ 7,773,556</u>	<u>\$ 43,485,602</u>	<u>\$ -</u>	<u>\$ 51,259,158</u>

See Notes to the Balance Sheets, the Schedules of Revenues and Expenditures, and the Schedules of Advanced Funds and Deferred Revenues – Proposition C Fund

Access Services
MOU No. P000ASI26
Schedule of Revenues and Expenditures
Year ended June 30, 2022

	<u>Federal 5310</u>	<u>Proposition C</u>	<u>Measure M</u>	<u>Total</u>
Revenues				
Revenues - Funding Source				
Operating	\$ 71,682,299	\$ 80,335,541	\$ 12,750,000	\$ 164,767,840
Capital	1,355,276	294,367	-	1,649,643
Passenger Fares	1,550	6,769,696	-	6,771,246
Interest Income	-	20,060	-	20,060
Unrealized Gain	-	27,986	-	27,986
Miscellaneous Income	-	62,060	-	62,060
Total Revenues	<u>73,039,125</u>	<u>87,509,710</u>	<u>12,750,000</u>	<u>173,298,835</u>
Expenditures				
Paratransit Operations - Direct Cost				
Business Meetings and Meals	-	65	-	65
Communications	-	218,694	-	218,694
Contracted Customer Service	-	2,098,452	-	2,098,452
Insurance	-	10,673,677	-	10,673,677
Office Supplies	-	3,351	-	3,351
Other Expense	-	3,066	-	3,066
Office Rent	-	42,000	-	42,000
Other Related Employee Expense	-	658	-	658
Printed Materials	-	11,866	-	11,866
Professional Services	-	188,965	-	188,965
Promotions / Events	-	30,859	-	30,859
Purchased Transportation	70,739,650	54,635,919	12,685,849	138,061,418
Salaries and Related Expense	-	819,378	-	819,378
Security	-	200,000	-	200,000
Telecom Maintenance	-	655,110	-	655,110
Travel and Conference	-	427	-	427
Vehicle Costs	-	349,329	-	349,329
Total Paratransit Operations Direct Cost	<u>70,739,650</u>	<u>69,931,816</u>	<u>12,685,849</u>	<u>153,357,315</u>
Paratransit Operations - Indirect Cost				
Business Meetings and Meals	-	592	-	592
Communications	-	154,659	-	154,659
Insurance	-	43,596	-	43,596
Office Rent	-	152,113	-	152,113
Office Supplies	-	8,887	-	8,887
Other Expense	-	32,712	-	32,712
Other Related Employee Expense	-	5,156	-	5,156
Postage / Mailing	-	8,123	-	8,123
Printed Materials	-	72,604	-	72,604
Professional Services	-	13,800	-	13,800
Promotions / Events	-	340,907	-	340,907
Repair and Maintenance	-	236	-	236
Salaries and Related Expense	-	2,059,620	-	2,059,620
Telecom Maintenance	-	6,000	-	6,000
Travel and Conference	-	3,820	-	3,820
Vehicle Costs	-	85,951	-	85,951
Total Paratransit Operations - Indirect Cost	<u>-</u>	<u>2,988,776</u>	<u>-</u>	<u>2,988,776</u>

See Notes to the Balance Sheets, the Schedules of Revenues and Expenditures, and the Schedules of Advanced Funds and Deferred Revenues – Proposition C Fund

Access Services
MOU No. P000ASI26
Schedule of Revenues and Expenditures (Continued)
Year ended June 30, 2022

	<u>Federal 5310</u>	<u>Proposition C</u>	<u>Measure M</u>	<u>Total</u>
Eligibility Determination Expenses				
Communications	\$ -	\$ 127,516	\$ -	\$ 127,516
Eligibility and Appeals	-	4,214,340	-	4,214,340
Insurance	-	85,152	-	85,152
Office Rent	-	498,860	-	498,860
Office Supplies	-	3,704	-	3,704
Other Expense	-	675	-	675
Postage / Mailing	-	258,502	-	258,502
Printed Materials	-	422,122	-	422,122
Promotions / Events	-	35,234	-	35,234
Purchased Transportation	629,199	401,327	64,151	1,094,677
Repair and Maintenance	-	25,944	-	25,944
Salaries and Related Expense	-	436,386	-	436,386
Telecom Maintenance	-	2,100	-	2,100
Travel Training	-	665,695	-	665,695
Total Eligibility Determination Expenses	<u>629,199</u>	<u>7,177,557</u>	<u>64,151</u>	<u>7,870,907</u>
CTSA Function - Access Ride Information Expenses				
Communications	-	20,332	-	20,332
Insurance	-	872	-	872
Office Supplies	-	1,426	-	1,426
Other Expense	-	25,327	-	25,327
Postage / Mailing	-	2,007	-	2,007
Printed Materials	-	343	-	343
Professional Services	-	16,901	-	16,901
Promotions / Events	-	3,819	-	3,819
Salaries and Related Expense	-	507,755	-	507,755
Telecom Maintenance	-	64	-	64
Total CTSA Function - Access Ride Information Expenses	<u>-</u>	<u>578,846</u>	<u>-</u>	<u>578,846</u>
Administrative Expenses				
Board Compensation	-	9,849	-	9,849
Business Meetings and Meals	-	11,995	-	11,995
Communications	-	223,309	-	223,309
Insurance	-	287,027	-	287,027
Loss on Sale of Property and Equipment	-	6,151	-	6,151
Office Rent	-	344,966	-	344,966
Office Supplies	-	16,462	-	16,462
Other Expense	-	47,976	-	47,976
Other Related Employee Expense	-	57,426	-	57,426
Postage	-	20,284	-	20,284
Printed Materials	-	8,227	-	8,227
Professional Services	315,000	1,072,269	-	1,387,269
Promotions / Events	-	22,091	-	22,091
Repair and Maintenance	-	32,021	-	32,021
Salaries and Related Expense	-	2,744,523	-	2,744,523
Telecom Maintenance	-	1,091,063	-	1,091,063
Temporary Personnel	-	13,838	-	13,838

See Notes to the Balance Sheets, the Schedules of Revenues and Expenditures, and the Schedule of Advanced Funds and Deferred Revenues – Proposition C Fund

Access Services
MOU No. P000ASI26
Schedule of Revenues and Expenditures (Continued)
Year ended June 30, 2022

	Federal 5310	Proposition C	Measure M	Total
Administrative Expenses (Continued)				
Travel and Conference	\$ -	\$ 60,563	\$ -	\$ 60,563
Vehicle Costs	-	15,986	-	15,986
Total Administrative Expenses	315,000	6,086,026	-	6,401,026
Total Operating Expenditures				
Before Depreciation	71,683,849	86,763,021	12,750,000	171,196,870
Depreciation Expense	2,561,633	2,063,442	-	4,625,075
Total Expenditures	74,245,482	88,826,463	12,750,000	175,821,945
Deficiency of Revenues over Expenditures	\$ (1,206,357)	\$ (1,316,753)	\$ -	\$ (2,523,110)

See Notes to the Balance Sheets, the Schedules of Revenues and Expenditures, and the Schedules of Advanced Funds and Deferred Revenues – Proposition C Fund

Access Services
MOU No. P000ASI25
Schedule of Revenues and Expenditures
Year ended June 30, 2021
(As restated)

	<u>Federal 5310</u>	<u>Proposition C</u>	<u>Measure M</u>	<u>Total</u>
Revenues				
Revenues - Funding Source				
Operating	\$ 69,568,273	\$ 79,905,406	\$ 11,496,428	\$ 160,970,107
Capital	-	2,493,993	-	2,493,993
Passenger Fares	1,780	5,215,644	-	5,217,424
Interest Income	-	4,192	-	4,192
Miscellaneous Income	-	36,396	-	36,396
Gain on Sale of Property and Equipment	-	271,049	-	271,049
Total Revenues	<u>69,570,053</u>	<u>87,926,680</u>	<u>11,496,428</u>	<u>168,993,161</u>
Expenditures				
Paratransit Operations - Direct Cost				
Communications	-	615,073	-	615,073
Contracted Customer Service	-	1,839,790	-	1,839,790
Insurance	-	6,543,854	-	6,543,854
Office Supplies	-	1,362	-	1,362
Other Expense	-	7,885	-	7,885
Office Rent	-	42,000	-	42,000
Professional Services	-	114,250	-	114,250
Promotions / Events	-	7,344	-	7,344
Purchased Transportation	68,920,163	49,683,987	11,445,790	130,049,940
Salaries and Related Expense	-	787,140	-	787,140
Security	-	200,000	-	200,000
Telecom Maintenance	-	718,346	-	718,346
Vehicle Costs	-	154,682	-	154,682
Total Paratransit Operations Direct Cost	<u>68,920,163</u>	<u>60,715,713</u>	<u>11,445,790</u>	<u>141,081,666</u>
Paratransit Operations - Indirect Cost				
Communications	-	80,508	-	80,508
Insurance	-	42,837	-	42,837
Office Rent	-	152,113	-	152,113
Office Supplies	-	38,795	-	38,795
Other Expense	-	10,498	-	10,498
Postage / Mailing	-	7,019	-	7,019
Printed Materials	-	58,310	-	58,310
Professional Services	-	15,424	-	15,424
Promotions / Events	-	126,300	-	126,300
Salaries and Related Expense	-	1,914,168	-	1,914,168
Telecom Maintenance	-	531	-	531
Vehicle Costs	-	66,988	-	66,988
Total Paratransit Operations - Indirect Cost	<u>-</u>	<u>2,513,491</u>	<u>-</u>	<u>2,513,491</u>

See Notes to the Balance Sheets, the Schedules of Revenues and Expenditures, and the Schedules of Advanced Funds and Deferred Revenues – Proposition C Fund

Access Services
MOU No. P000ASI25
Schedule of Revenues and Expenditures (Continued)
Year ended June 30, 2021
(As restated)

	<u>Federal 5310</u>	<u>Proposition C</u>	<u>Measure M</u>	<u>Total</u>
Eligibility Determination Expenses				
Communications	\$ -	\$ 113,889	\$ -	\$ 113,889
Eligibility and Appeals	-	4,060,768	-	4,060,768
Insurance	-	78,137	-	78,137
Office Rent	-	455,064	-	455,064
Office Supplies	-	839	-	839
Other Expense	-	498	-	498
Postage / Mailing	-	158,616	-	158,616
Printed Materials	-	256,584	-	256,584
Professional Services	-	763	-	763
Promotions / Events	-	26,501	-	26,501
Purchased Transportation	649,890	184,989	50,638	885,517
Repair and Maintenance	-	3,450	-	3,450
Salaries and Related Expense	-	422,939	-	422,939
Telecom Maintenance	-	5,368	-	5,368
Travel Training	-	578,911	-	578,911
Total Eligibility Determination Expenses	649,890	6,347,316	50,638	7,047,844
CTSA Function - Access Ride Information Expenses				
Business Meetings and Meals	-	45	-	45
Communications	-	9,710	-	9,710
Insurance	-	857	-	857
Office Rent	-	16,901	-	16,901
Office Supplies	-	1,714	-	1,714
Other Expense	-	29,707	-	29,707
Other Related Employee Expense	-	1,727	-	1,727
Postage / Mailing	-	1,626	-	1,626
Printed Materials	-	1,354	-	1,354
Promotions / Events	-	6,427	-	6,427
Salaries and Related Expense	-	468,645	-	468,645
Telecom Maintenance	-	600	-	600
Total CTSA Function - Access Ride Information Expenses	-	539,313	-	539,313
Administrative Expenses				
Board Compensation	-	9,275	-	9,275
Business Meetings and Meals	-	7,773	-	7,773
Communications	-	112,999	-	112,999
Insurance	-	7,216,923	-	7,216,923
Office Rent	-	344,156	-	344,156
Office Supplies	-	11,579	-	11,579
Other Expense	-	92,818	-	92,818
Other Related Employee Expense	-	50,336	-	50,336
Postage / Mailing	-	16,578	-	16,578
Printed Materials	-	1,522	-	1,522
Professional Services	-	1,032,963	-	1,032,963

See Notes to the Balance Sheets, the Schedules of Revenues and Expenditures, and the Schedules of Advanced Funds and Deferred Revenues – Proposition C Fund

Access Services
MOU No. P000ASI25
Schedule of Revenues and Expenditures (Continued)
Year ended June 30, 2021
(As restated)

	<u>Federal 5310</u>	<u>Proposition C</u>	<u>Measure M</u>	<u>Total</u>
Administrative Expenses (Continued)				
Promotions / Events	\$ -	\$ 20,030	\$ -	\$ 20,030
Repair and Maintenance	-	3,370	-	3,370
Salaries and Related Expense	-	5,520,612	-	5,520,612
Telecom Maintenance	-	618,137	-	618,137
Temporary Personnel	-	26,250	-	26,250
Travel and Conference	-	(504)	-	(504)
Vehicle Costs	-	7,492	-	7,492
Total Administrative Expenses	<u>-</u>	<u>15,092,309</u>	<u>-</u>	<u>15,092,309</u>
Total Operating Expenditures				
Before Depreciation	69,570,053	85,208,142	11,496,428	166,274,623
Depreciation Expense	2,930,992	1,700,219	-	4,631,211
Total Expenditures	<u>72,501,045</u>	<u>86,908,361</u>	<u>11,496,428</u>	<u>170,905,834</u>
Excess (Deficiency) of Revenues				
over Expenditures	<u>\$ (2,930,992)</u>	<u>\$ 1,018,319</u>	<u>\$ -</u>	<u>\$ (1,912,673)</u>

See Notes to the Balance Sheets, the Schedules of Revenues and Expenditures, and the Schedules of Advanced Funds and Deferred Revenues – Proposition C Fund

Access Services
MOU No. P000ASI26

Schedule of Advanced Funds and Deferred Revenues – Proposition C
June 30, 2022

Proposition C advance funds, as of June 30, 2021		\$ 4,632,566
Additions:		
Proposition C advance funds		87,467,213
Less:		
Fixed asset purchases	\$ _____	(294,367)
		(294,367)
Operating expenses less offsetting revenues:		
Paratransit Operations - Direct Cost	(69,931,816)	
Paratransit Operations - Indirect Cost	(2,988,776)	
Eligibility Determination Expenses	(7,177,557)	
CTSA Function - Access Ride Information Expenses	(578,846)	
Administrative Expenses	(6,086,026)	
Increase in Prepayments on Purchases	(453,827)	
Passenger Fares	6,769,696	
MTA Shuttle Service Reimbursement	1,506	
Miscellaneous Income	90,046	
Interest Income	20,060	
	_____	(80,335,540)
Proposition C advance funds, as of June 30, 2022		\$ <u>11,469,872</u> (1)
Deferred revenue - coupon sales, as of June 30, 2021		\$ 113,844
Additions:		
Passenger Purchases		736,454
Less:		
Coupon Usage		_____ (674,535)
Deferred revenue - coupon sales, as of June 30, 2022		\$ <u>175,763</u>

(1) Refer to page 15 for the encumbrance and reservation of these unspent Proposition C Funds.

Access Services
MOU No. P000ASI25

Schedule of Advanced Funds and Deferred Revenue – Proposition C
June 30, 2021

Proposition C advance funds, as of June 30, 2020		\$ 6,283,055
Additions:		
Proposition C advance funds		80,748,910
Less:		
Fixed asset purchases	\$ <u>(2,493,993)</u>	(2,493,993)
Operating expenses less offsetting revenues:		
Paratransit Operations - Direct Cost	(60,715,713)	
Paratransit Operations - Indirect Cost	(2,513,491)	
Eligibility Determination Expenses	(6,347,316)	
CTSA Function - Access Ride Information Expenses	(539,314)	
Administrative Expenses	(15,092,309)	
Increase in prepayments on purchases	(225,192)	
Passenger Fares	5,215,644	
MTA Shuttle Service Reimbursement	648	
Miscellaneous Income	36,396	
Interest Income	4,192	
Gain on Sale of Capital Assets	<u>271,049</u>	
		<u>(79,905,406)</u>
Proposition C advance funds, as of June 30, 2021		\$ <u>4,632,566</u> (1)
Deferred revenue - coupon sales, as of June 30, 2020		\$ 274,481
Additions:		
Passenger Purchases		649,516
Less:		
Coupon Usage		<u>(810,153)</u>
Deferred revenue - coupon sales, as of June 30, 2021		\$ <u>113,844</u>

(1) Refer to page 15 for the encumbrance and reservation of these unspent Proposition C Funds.

Access Services
MOU No. P000ASI26
Supplementary Information
Advanced Funds Rollforward Schedule – Operating and Capital Grants
June 30, 2022

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Beginning balance	\$ 14,617,490	\$ 18,957,284	\$ 18,561,992	\$ 18,786,393	\$ 8,139,953	\$ 16,869,690	\$ 7,163,748	\$ 6,283,055	\$ 4,632,566
Operating									
Inflow	65,172,267	61,939,834	82,077,993	71,147,360	87,700,000	61,163,245	81,472,348	80,748,910	87,467,213
Outflow, net of program income	<u>(53,436,074)</u>	<u>(56,917,379)</u>	<u>(65,490,079)</u>	<u>(79,746,000)</u>	<u>(77,920,958)</u>	<u>(70,074,939)</u>	<u>(79,777,617)</u>	<u>(79,905,406)</u>	<u>(80,335,540)</u>
	<u>11,736,193</u>	<u>5,022,455</u>	<u>16,587,914</u>	<u>(8,598,640)</u>	<u>9,779,042</u>	<u>(8,911,694)</u>	<u>1,694,731</u>	<u>843,504</u>	<u>7,131,673</u>
Capital									
Inflow	-	6,573,638	-	-	-	-	-	-	-
Outflow									
FY 2013 Capital grant usage	(3,917,890)	-	-	-	-	-	-	-	-
FY 2014 Capital grant usage	(3,478,509)	(5,417,747)	-	-	-	-	-	-	-
FY 2015 Capital grant usage	-	(6,573,638)	(49,333)	-	-	-	-	-	-
FY 2016 Capital grant usage	-	-	(468,734)	-	-	-	-	-	-
FY 2017 Capital grant usage	-	-	-	(2,047,800)	-	-	-	-	-
FY 2018 Capital grant usage	-	-	-	-	(1,049,305)	-	-	-	-
FY 2019 Capital grant usage	-	-	-	-	-	(794,248)	-	-	-
FY 2020 Capital grant usage	-	-	-	-	-	-	(2,575,424)	-	-
FY 2021 Capital grant usage	-	-	(15,845,446)	-	-	-	-	(2,493,993)	-
FY 2022 Capital grant usage	-	-	-	-	-	-	-	-	(294,367)
	<u>(7,396,399)</u>	<u>(5,417,747)</u>	<u>(16,363,513)</u>	<u>(2,047,800)</u>	<u>(1,049,305)</u>	<u>(794,248)</u>	<u>(2,575,424)</u>	<u>(2,493,993)</u>	<u>(294,367)</u>
Net carryover	<u>4,339,794</u>	<u>(395,292)</u>	<u>224,401</u>	<u>(10,646,440)</u>	<u>8,729,737</u>	<u>(9,705,942)</u>	<u>(880,693)</u>	<u>(1,650,489)</u>	<u>6,837,306</u>
Ending balance	\$ 18,957,284	\$ 18,561,992	\$ 18,786,393	\$ 8,139,953	\$ 16,869,690	\$ 7,163,748	\$ 6,283,055	\$ 4,632,566	\$ 11,469,872

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Access Services
MOU No. P000ASI26
Supplementary Information

Advanced Funds Rollforward Schedule – Operating and Capital Grants (Continued)

June 30, 2022

Details of advanced funds as of June 30 are as follows:

	<u>2022</u>	<u>2021</u>
Encumbered funds related to:		
Open purchase orders - FY 2017*	\$ 288,260	\$ 148,002
Open purchase orders - FY 2018*	15,338	864
Open purchase orders - FY 2019*	172,729	138,558
Open purchase orders - FY 2020	26,153	252,574
Open purchase orders - FY 2021	190,494	400,653
Open purchase orders - FY 2022	802,296	-
Reserved funds related to:		
Budgeted capital projects	1,735,940	357,898
Start-up costs of budgeted capital projects	760,722	946,214
Available funds	<u>7,477,940</u>	<u>2,387,803</u>
	<u>\$ 11,469,872</u>	<u>\$ 4,632,566</u>

* Prior year's budget increased to include change orders for current year's budgeted costs.

Access Services
MOU No. P000ASI26
Supplementary Information
Schedule of Capital Assets
June 30, 2022

Date Acquired	Description	Balance July 1, 2021	Additions	Deletions	Adjustments	Balance June 30, 2022
1998	MODULAR FURNITURE - RECEPTION AREA	\$ 9,379	\$ -	\$ -	\$ -	9,379
2005	METAL SHELVES (8)	1,452	-	-	-	1,452
2005	REFURBISHED STEELCASE 9000 WORKSTATION FOR (SEE DETAILS)	48,428	-	-	-	48,428
2006	MISC SOFTWARE FOR SQL LICENSE & MEDIA - IDS PROJECT	19,105	-	(19,105)	-	-
2006	YAMAHA AUDIO EQUIPMENT	2,340	-	(2,340)	-	-
2008	Chevy Silverado	20,878	-	-	-	20,878
2009	NOTICE TO PROCEED - IVR PROJECT-PHASE 1 (30%)	151,320	-	(151,320)	-	-
2009	NETSHELTER /SMARTUPS KIT	4,768	-	(4,768)	-	-
2009	VARIOUS HARDWARE & ACCESS FOR IVR PROJECT	22,920	-	(22,920)	-	-
2009	VARIOUS HARDWARE & ACCESS FOR IVR PROJECT	4,762	-	(4,762)	-	-
2009	VARIOUS HARDWARE & ACCESS FOR IVR PROJECT	11,209	-	(11,209)	-	-
2009	VARIOUS HARDWARE & ACCESS FOR IVR PROJECT	43,825	-	(43,825)	-	-
2009	HP EXT SAS 1M CABLE (5)	604	-	(604)	-	-
2009	KVM SERVER CONSOLE SWITCH	774	-	(774)	-	-
2009	4GB G6 KIT (6)	929	-	(929)	-	-
2010	MCM Systems-Security System	25,814	-	-	-	25,814
2010	LCD TV (3)	1,251	-	(1,251)	-	-
2010	CTI-TRACER-VP TRACER VOICE PORT EQUIPMENT	8,714	-	(8,714)	-	-
2010	SHREDDER FOR ADM DEPT	1,294	-	(1,294)	-	-
2011	Chevy Malibu	18,307	-	-	-	18,307
2011	Staff vehicles - 2012 Dodge Caravan (2)	48,208	-	-	-	48,208
2011	MIS SOFTWARE LICENSE FOR MS CORE CAL/EXCHANGE SERVER/SHAREPOINT	99,251	-	(99,251)	-	-
2011	RADIO EQUIPMENT FOR TAP PROGRAM	1,115	-	(1,115)	-	-
2011	IVR-PHASE I MILESTONE 4-AUTH TO PLACE IN OP 10%, LICENSING & NTP, ACCEPTANCE & INSTALL ADJ	85,000	-	(85,000)	-	-
2011	IVR - FINAL ACCEPTANCE TESTING PHASE 1 40%	94,629	-	(94,629)	-	-
2012	Ford Aerolite (7)	245,185	-	-	-	245,185
2012	Ford Aerotech 220 (2 of 8 disposed in current year)	372,281	-	-	-	372,281
2012	Ford Fusion Hybrid	35,491	-	-	-	35,491
2012	VPG MV1 (5)	56,035	-	-	-	56,035
2012	IVR- FINAL ACCEPTANCE FOR MV TRANSPORTATION	7,760	-	(7,760)	-	-
2013	VPG MV1 (12) (Disposed 3)	496,871	-	-	-	496,871
2013	Staff vehicle 2012 CNG DELUXE POWERED MV-TUSTIN BUICK GMC	46,625	-	-	-	46,625
2014	(10) Gsp-1700 Satellite Phone	4,795	-	(4,795)	-	-
2014	AED With Extra Battery & Cabinet	2,628	-	-	-	2,628
2014	Dodge Caravan (69 out of 81 disposed)	532,798	-	-	-	532,798
2014	Ford Aerotech 220 (6) (5 disposed)	78,362	-	-	-	78,362
2014	Good For Enterprise (Cal) & GI Server Perpetual Bundle	3,885	-	(3,885)	-	-
2014	Misc Licenses For Windows/Citrix/HP Implementation	21,416	-	(21,416)	-	-
2014	New Call Accounting IP Buffer	1,495	-	(1,495)	-	-
2014	VPG MV1 (24)	1,134,053	-	-	-	1,134,053
2015	(1) Ergonomic Task Chair	208	-	-	-	208
2015	(1) Smartdrive Recorder	486	-	-	-	486
2015	(1) Smartdrive Recorder for CTI	478	-	-	-	478
2015	(1) Smartdrive Recorder for DT	478	-	-	-	478
2015	(1) Smartdrive Recorder for DT	478	-	-	-	478
2015	(1) Smartdrive Recorder for GPI	478	-	-	-	478
2015	(1) Smartdrive Recorder for GPI	478	-	-	-	478
2015	(1) Smartdrive Recorder for GPI	478	-	-	-	478
2015	(1) Smartdrive Recorder for GPI	478	-	-	-	478
2015	(1) Smartdrive Recorder for SGT	478	-	-	-	478
2015	(1) Smartdrive Recorder for SGT	478	-	-	-	478
2015	(13) Smartdrive Camera for GPI	6,218	-	-	-	6,218
2015	(13) Smartdrive Units for SGT	6,218	-	-	-	6,218
2015	(14) Smartdrive Recorder for GPI	7,107	-	-	-	7,107
2015	(2) Desk; (4) Folding Table; (2) File Cabinet	505	-	-	-	505
2015	(2) Desks & (4) Folding Table	1,289	-	-	-	1,289
2015	(2) Desks & (4) Folding Table	213	-	-	-	213
2015	(2) Smartdrive Recorder for CTI	957	-	-	-	957
2015	(2) Smartdrive Recorder for DT	957	-	-	-	957
2015	(2) Smartdrive Recorder for GPI	957	-	-	-	957
2015	(2) Smartdrive Recorder for SGT	1,015	-	-	-	1,015
2015	(2) Smartdrive Recorder for SGT	957	-	-	-	957
2015	(2) Smartdrive Units for CTI	957	-	-	-	957
2015	(2) Smartdrive Units for Sgt	957	-	-	-	957

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Access Services
MOU No. P000ASI26
Supplementary Information
Schedule of Capital Assets (Continued)
June 30, 2022

Date Acquired	Description	Balance July 1, 2021	Additions	Deletions	Adjustments	Balance June 30, 2022
2015	(3) Smartdrive Camera for DTI	\$ 1,525	\$ -	\$ -	\$ -	1,525
2015	(3) Smartdrive Camera for GPI	1,435	-	-	-	1,435
2015	(3) Smartdrive Camera for GPI	1,435	-	-	-	1,435
2015	(3) Smartdrive Recorder for GPI	957	-	-	-	957
2015	(3) Smartdrive Recorder for GPI	1,435	-	-	-	1,435
2015	(3) Smartdrive Units for GPI	1,435	-	-	-	1,435
2015	(4) Smartdrive Units for GPI	1,913	-	-	-	1,913
2015	(5) Ergonomic Task Chair	1,224	-	-	-	1,224
2015	(5) Smartdrive Units for Staff Vehicles	3,665	-	-	-	3,665
2015	(5) Smartdrive Camera for GPI	2,391	-	-	-	2,391
2015	(6) Vsphere Ent 5.0 License	14,008	-	-	-	14,008
2015	(7) Smartdrive Recorder for SGT	3,553	-	-	-	3,553
2015	(8) Smartdrive Camera for SGT & MVT	4,081	-	-	-	4,081
2015	(8) Smartdrive Units for GPI	3,826	-	-	-	3,826
2015	1 Lot Of HP Servers & Storage Arrays	100,435	-	(100,435)	-	-
2015	1 Lot Of HP Servers & Storage Arrays System	236,486	-	(236,486)	-	-
2015	(1) Smartdrive Unit - SGT	414	-	-	-	414
2015	(13) Smartdrive Unit & Set Up Fee - GPI	6,599	-	-	-	6,599
2015	2016 Ford Fusion Hybrid	43,238	-	-	-	43,238
2015	(5) Smartdrive Unit & Set Up Fee - GPI	2,391	-	-	-	2,391
2015	Adobe EchoSign Electronic Signature	2,700	-	(2,700)	-	-
2015	Apc Smart - UPS	1,825	-	-	-	1,825
2015	Apple Ipad Air	1,778	-	-	-	1,778
2015	Aug/14 Labor Costs for VD1 Project	7,640	-	(7,640)	-	-
2015	Automate Pro Software License	1,650	-	-	-	1,650
2015	Cisco Smartnet, Power Supply, Modem	30,928	-	(30,928)	-	-
2015	Computer Hardware for Implementation	44,857	-	(44,857)	-	-
2015	Dell Wyse D10D Thin Client	371	-	(371)	-	-
2015	(3) Dell Wyse Thin Client	6,266	-	(6,266)	-	-
2015	Dodge Caravan (10 of 144 disposed)	5,910,339	-	(45,938)	-	5,864,401
2015	Ford Aerolite (32)	2,053,815	-	-	-	2,053,815
2015	Ford Aerotech 220 (2 of 12 disposed in current year)	759,635	-	-	-	759,635
2015	Ford Aerotech 221	78,089	-	-	-	78,089
2015	Ford Aerotech 222	78,089	-	-	-	78,089
2015	(2) Ford Aerotech 223	156,178	-	-	-	156,178
2015	Ford Aerotech 240 (1)	84,791	-	-	-	84,791
2015	(3) Honda Civic	86,958	-	-	-	86,958
2015	HP Desktop, Ddr 3 Memory, Monitors	2,424	-	(2,424)	-	-
2015	HP Servers & Storage Arrays System	92,569	-	(92,569)	-	-
2015	Lenovo DDR Memory & HP Pavilion Monitor	742	-	(742)	-	-
2015	Lenovo Laptop	846	-	(846)	-	-
2015	Lenovo Thinkpad	2,568	-	(2,568)	-	-
2015	Oracle ERP Migration/Implementation	164,807	-	-	-	164,807
2015	Security System	5,050	-	-	-	5,050
2015	Sept/14 Labor Costs for Vd1 Project	5,396	-	(5,396)	-	-
2015	Sonic Dell Sra 4600	1,410	-	(1,410)	-	-
2015	Sonic Dell Sra 4600 Add 25U (License)	1,931	-	(1,931)	-	-
2015	(13) VPG MV1	799,874	-	-	-	799,874
2015	Wifi Infrastructure Equipment	3,481	-	-	-	3,481
2015	Windows Implementation	73,900	-	(73,900)	-	-
2015	(2) Wyse Thin Client	6,976	-	(6,976)	-	-
2016	(1) APC Netshelter and (1) APC Aircooling System	4,859	-	-	-	4,859
2016	(1) Ramp - ASI	1,194	-	-	-	1,194
2016	(3) Smartdrive Installation for DT	1,435	-	-	-	1,435
2016	(6) SmartDrive 64GB extended storage for staff vehicles	444	-	-	-	444
2016	(1) Smartdrive Recorder & Set Up Fee for MV	515	-	-	-	515
2016	(1) Smartdrive Recorder for GPI	478	-	-	-	478
2016	(1) Smartdrive Recorder for Staff Vehicle	561	-	-	-	561
2016	(10) Smartdrive Recorder & Set Up Fee for SGT	4,783	-	-	-	4,783
2016	(10) Smartdrive Recorder for GPI	4,783	-	-	-	4,783
2016	(11) Smartdrive Installation for CTI	5,261	-	-	-	5,261
2016	(2) Kenwood Digital Radio, Battery, Charger and Antenna	1,803	-	-	-	1,803
2016	(2) Smartdrive Recorder & Sr Cont for DT	957	-	-	-	957
2016	(3) Smartdrive Recorder for GPI	1,435	-	-	-	1,435
2016	(4) Smartdrive Recorder & Set Up Fee for MV	2,030	-	-	-	2,030

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Access Services
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Supplementary Information
Schedule of Capital Assets (Continued)
June 30, 2022

Date Acquired	Description	Balance July 1, 2021	Additions	Deletions	Adjustments	Balance June 30, 2022
2016	(4) Smartdrive Recorder for GPI	\$ 1,913	\$ -	\$ -	\$ -	1,913
2016	(6) Smartdrive Recorder for CTI	2,870	-	-	-	2,870
2016	(14) Smartdrive Recorder for SGT	6,696	-	-	-	6,696
2016	(6) Smartdrive Recorder for MV-ATW	3,059	-	-	-	3,059
2016	(20) Smartdrive Recorder for SGT	10,148	-	-	-	10,148
2016	(22) Smardrive Recorder for GPI	11,162	-	-	-	11,162
2016	(1) Smartdrive Recorder for CTI-ATW	507	-	-	-	507
2016	(8) Vehicles Toll Road Vehicle Equipment Installation - SGT	27,989	-	-	-	27,989
2016	(8) Vehicles Toll Road Vehicle Equipment Installation - GPI	27,989	-	-	-	27,989
2016	(4) NRE Deposits	87,400	-	-	-	87,400
2016	Staff vehicles 2016 ELDORADO AMERIVAN-CREATIVE BUS SALES (3)	157,939	-	(40,203)	-	117,736
2016	2014 VPG MV1	61,986	-	-	-	61,986
2016	27" LCD Monitor	2,382	-	-	-	2,382
2016	Information Technologies	12,937	-	(12,937)	-	-
2016	Accessla New Rider 360 Desktop Portal Development	16,985	-	(16,085)	-	900
2016	(1) Dell Latitude Laptop	915	-	(915)	-	-
2016	Double Sided Cut Sheet Braille Embosser	5,518	-	-	-	5,518
2016	Gecrb/Amazon - 02/29/16: Hp Laser Printer	329	-	-	-	329
2016	Gecrb/Amazon - 03/02/16: Hp Laser Printer	252	-	-	-	252
2016	MacPro Desktop	4,778	-	(4,778)	-	-
2016	Microsoft Surface Pro 3 and Misc Accessories	1,080	-	(1,080)	-	-
2016	MS Surface Pro & Cover	2,287	-	(2,287)	-	-
2016	New Rider 360 Desktop Portal & Accessla New Rider 360 Desktop Portal Development	16,735	-	(16,735)	-	-
2016	Portable Air Conditioner	2,529	-	-	-	2,529
2016	Rider Mobile Portal Application Development	14,990	-	-	-	14,990
2016	Shredder	2,665	-	-	-	2,665
2016	Surface Pro	812	-	(812)	-	-
2016	Tableau Software License	12,798	-	-	-	12,798
2017	(7) Desktop computer	9,889	-	-	-	9,889
2017	(2) HP Laserjet	2,587	-	-	-	2,587
2017	(2) Sharp MX-M565N Workgroup Copier	18,331	-	-	-	18,331
2017	(1) 65" Television	1,100	-	-	-	1,100
2017	(7) Laptop	6,696	-	-	-	6,696
2017	(1) Audio and Video equipment	1,826	-	-	-	1,826
2017	(1) Came-TV Boltzen Fresnet light	603	-	-	-	603
2017	(1) Data Center Installation	15,975	-	-	-	15,975
2017	(1) Closed Circuit Television	3,000	-	-	-	3,000
2017	(1) Microsoft Surface Pro 4	1,564	-	-	-	1,564
2017	(1) HP ML/DL Proliant ML 370 G6 Rackmount Server	986	-	-	-	986
2017	(1) Cisco router	4,589	-	-	-	4,589
2017	(1) Epson Printer	754	-	-	-	754
2017	Structured Cabling Services	1,102,901	-	-	-	1,102,901
2017	(1) File cabinet	4,701	-	-	-	4,701
2017	(1) Wheresmyride Application	2,925	-	-	-	2,925
2017	(1) Info Pass Server Software	12,819	-	-	-	12,819
2017	(1) CollectiveFleet 6.2 Software	24,999	-	-	-	24,999
2017	(10) Tableau Software	8,000	-	-	-	8,000
2017	(2) 2016 Chevrolet Impala	43,568	-	-	-	43,568
2017	(610) Smart Drive Dashboard Camera and Accessories (disposed 22 in FY 19-20)	286,966	-	-	-	286,966
2017	(3) 2016 Class B StarCraft AllStar Cutaway 22	54,105	-	-	-	54,105
2017	(2) 2016 Class C StarCraft AllStar Cutaway 25	47,755	-	-	-	47,755
2017	2016 Class C StarCraft AllStar Cutaway 25	41,357	-	-	-	41,357
2017	2016 ELDORADO AMERIVAN WHITE (4 of 7 disposed in current year)	168,365	-	-	-	168,365
2018	Office equipment	12,537	-	-	-	12,537
2018	Office furniture	13,484	-	-	-	13,484
2018	Telecom equipment	39,880	-	-	-	39,880
2018	Computer equipment	72,515	-	-	-	72,515
2018	Computer software	209,807	-	-	-	209,807
2018	2017 Lone Star Promaster	75,081	-	-	-	75,081
2018	2018 Class C Starcraft Allstar Cutaway	92,583	-	-	-	92,583
2018	SR3 Controller with Mount for MVT (5)	4,823	-	-	-	4,823
2018	NVR Camera Kit and installation cost (2)	4,314	-	-	-	4,314
2018	Leasehold improvements- Commerce	428,079	-	-	-	428,079
2018	Leasehold improvements- El Monte	1,911	-	-	-	1,911
2018	2018 Class B Starcraft Allstar Cutaway (4)	74,402	-	-	-	74,402

See Independent Auditor's Report

Access Services
MOU No. P000ASI26
Supplementary Information
Schedule of Capital Assets (Continued)
June 30, 2022

Date Acquired	Description	Balance July 1, 2021	Additions	Deletions	Adjustments	Balance June 30, 2022
2019	Office equipment	\$ 22,444	\$ -	\$ -	\$ -	22,444
2019	Office furniture	42,426	-	-	-	42,426
2019	Telecom equipment	137,455	-	-	-	137,455
2019	Computer equipment	33,579	-	-	-	33,579
2019	Computer software	260,808	-	-	-	260,808
2019	2017 El Dorado Amerivan (Prop C)	52,827	-	-	-	52,827
2019	2018 El Dorado Amerivan (FTA5310)	206,192	-	-	-	206,192
2019	46 SR3 64GB Extended Storage for SGT (Prop C) (Disposed 28 in FY 19-20)	2,565	-	-	-	2,565
2019	2 SR3 Controller with mount for GPI (Prop C)	554	-	-	-	554
2019	7 SR3 Driver Camera Bundle Controller & installation for ASI vehicle (Prop C)	4,492	-	-	-	4,492
2019	2 SR3 On Board Vehicle Camera/Recording System for SGT (Prop C)	1,684	-	-	-	1,684
2019	3 SR3 Primary Camera Bundle for ASI (Prop C)	695	-	-	-	695
2019	2 SR3 Primary Camera Bundle for SGT (Prop C)	295	-	-	-	295
2019	1 Vehicle equipments - Camera & hardware installation (Prop C)	5,889	-	-	-	5,889
2019	Leasehold improvements- Commerce (Prop C)	16,900	-	-	-	16,900
2019	1 Macbook Pro laptop computer	3,373	-	-	-	3,373
2019	1 Apple Ipad	1,328	-	-	-	1,328
2019	1 Ricoh Theta Z1 360 Degree Camera	1,078	-	-	-	1,078
2019	1 Dell - Latitude 5500 BTX Base Laptop	1,894	-	-	-	1,894
2019	5 Microsoft Surface Pro 7 - 12.3" Touchscreen Laptop	9,923	-	-	-	9,923
2019	ASI Online Eligibility Scheduler Solution (Phase 3-Final Functional Design Doc.)	18,000	-	-	-	18,000
2019	Access Online Eligibility Scheduler Solution (Phase 3 Implementation)	18,000	-	-	-	18,000
2019	Access Online Eligibility Scheduler Solution (Phase 3 Implementation)	18,000	-	-	-	18,000
2019	1 Access Online Eligibility Scheduler Solution (Phase 3 Implementation)	19,125	-	-	-	19,125
2019	1 New hosted IVR application implementation	10,000	-	-	-	10,000
2019	1 Website Redesign and Maintenance	37,153	-	-	-	37,153
2020	1 Cybersecurity Hardening Project - Hardware/Equipment	14,902	-	-	-	14,902
2020	1 HP Laser Jet Enterprise Printer	1,760	-	-	-	1,760
2020	1 Rider360 Expiry Solution Software	10,000	-	-	-	10,000
2020	1 Cybersecurity Hardening Project - Software	64,406	-	-	-	64,406
2019	1 Plastic Recyclable 6' Bench with Back, Color; Cedar Model # H-2888C	3,213	-	-	-	3,213
2019	1 Reconfiguration of Furniture at Commerce Eligibility Center	11,625	-	-	-	11,625
2019	(5) 2019 Class B Starcraft Allstar Cutaway	3,531	-	-	-	3,531
2019	2019 Class B Starcraft Allstar Cutaway	36,370	-	-	-	36,370
2019	(3) 2019 Class C Starcraft Allstar Cutaway	205,289	-	-	-	205,289
2019	(1) 2020 Class A Starcraft Allstar Cutaway	16,802	-	-	-	16,802
2019	(33) 2019 Class D El Dorado Amerivans	14,610	-	-	-	14,610
2020	(52) 2019 Class D El Dorado Amerivans	21,728	-	-	-	21,728
2020	(15) 2019 Lone Star Promaster	661,506	-	-	-	661,506
2020	(40) 2019 Dodge Braun Caravan	419,308	-	-	-	419,308
2020	Rider360 Version 2.0 Project	1,699,040	-	-	-	1,699,040
2020	Voice Over Internet Protocol (VoIP) Services	97,025	-	-	-	97,025
2020	Where's My Ride Software and Services	152,595	65,100	-	-	217,695
2020	Data Center Refresh Project - Hardware	460,087	-	-	-	460,087
2020	Data Center Refresh Project - Software	203,496	-	-	-	203,496
2020	(2) Meridian Temperature Verification Kiosk without LED Stri	5,475	-	-	-	5,475
2020	(20) Lenovo Thinkpad T480 Laptop	20,130	-	-	-	20,130
2020	(3) Microsoft Surface Pros laptop	5,662	-	-	-	5,662
2020	(2) New Trapeze software - INFO-Server-PASS API License	106,345	-	-	-	106,345
2020	Prototype suspension and floor installation for staff veh #117101	15,000	-	(15,000)	-	-
2020	(5) 2019 Lone Star Promaster	622,129	-	-	-	622,129
2020	(11) 2019 Dodge Braun Caravan	114,826	-	-	-	114,826
2021	Meraki MDM Solution	12,214	-	-	-	12,214
2021	Socal Plastics Pro, LLC - Workstation Acrylic barriers for Commerce Eligibility Center	41,576	-	-	-	41,576
2021	8 Lenovo Laptops	-	12,704	-	-	12,704
2021	3 Microsoft Surface Pro 7+	-	5,490	-	-	5,490
2021	Microsoft Surface Laptop	-	3,415	-	-	3,415
2021	Voice Over Internet Protocol (VoIP) Services (Old Agreement # 109)	-	1,998	-	-	1,998
2021	Design & Development of rider 360 V.2 - Suspension Letters	-	78,608	-	-	78,608
2021	Design & Development of rider 360 V.2: Suspension Letters	-	21,392	-	-	21,392
2021	SharePoint Migration Services	-	8,858	-	-	8,858
2022	Apple MacBook Pro Laptop	-	6,727	-	-	6,727
2022	T-mobile Apple Ipad Pro	-	1,508	-	-	1,508
2022	Apple 12.9 Inch Ipad Pro with Wi-Fi 256 GB	-	1,338	-	-	1,338
2022	Rider360 Version 2.0 solution development for timely load annotations inability	-	22,500	-	-	22,500
2022	4 Starcraft Cutaway Class B	-	64,729	-	-	64,729
		\$ 24,091,360	\$ 294,367	\$ (1,368,376)	\$ -	\$ 23,017,351

See Independent Auditor's Report

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

Access Services was incorporated in the State of California as a nonprofit 501(c)(3) public benefit corporation on March 31, 1994. Access Services is the designated Los Angeles County Consolidated Transportation Agency (CTSA) pursuant to Government Code §159759(a) and public entity pursuant to Government Code §15975(t). Access Services administers the Los Angeles County Coordinated Paratransit Plan on behalf of the Los Angeles (LA) County's 46 public fixed route operators (i.e., bus and rail). Access Services facilitates the provision of complementary American Disability Act (ADA) paratransit services to certain persons with disabilities as required by 42 U.S.C. §12143 under the name "Access Paratransit". Paratransit is an alternative mode of flexible passenger transportation that does not follow fixed routes or schedules. Access Paratransit system provides approximately 2.3 million trips per year to more than 112,000 qualified disabled riders in a service area of over 1,950 square miles.

Access Services is governed by a Board of Directors composed of the nine members of the LA County Board of Supervisors, the City Selection Committee's Corridor Transportation Representatives, the Mayor of the City of Los Angeles, the LA County municipal fixed-route operators, the LA County local fixed-route operators, the LA County Commission on Disabilities, the Coalition of LA County Independent Living, the LA County Metropolitan Transportation Authority (Metro), and an alternating appointment by the municipal and local fixed-route operators.

Accounting and Reporting

Proposition C funds represent 40% of the ½ cent Proposition C sales taxes which must be used exclusively for transportation related programs and projects. Measure M funds represent 2% of the county-wide ½ cent Measure M sales tax which is distributed to the jurisdictions within Los Angeles County based on a per capita basis and must be used exclusively for transportation purposes. Surface Transportation Block Grant (STBG) Funds were provided through Federal Section 5310 Program. The operations of the Proposition C Discretionary Grant, Measure M 2% Grant, and Federal Section 5310 Grant are accounted for in a separate set of self-balancing accounts that accounts for its revenues and expenditures.

Basis of Accounting

Revenues and expenditures are accounted for using the accrual basis of accounting. Revenues from grants are recognized when expenditures are incurred. Expenditures are generally recognized when the related liabilities are incurred.

Use of Estimates

The preparation of the Balance Sheet and the Schedules in conformity with accounting principles generally accepted in the United States (U.S. GAAP) requires management to make estimates and assumptions that affect the reported amounts of revenues and expenditures during the relevant period. Actual results could differ from the estimates.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash and Cash Equivalents

Cash and cash equivalents primarily consist of cash in bank checking accounts and money market funds with initial maturities of 90 days or less. Cash and cash equivalents consists of cash on hand, and cash restricted for the purpose of funding the self-insured retention, unfunded pension liability, and accrued vacation liability.

Property and Equipment

Property and equipment is stated at cost. Major improvements and betterments to existing property and equipment are capitalized and the cost for maintenance and repairs which do not extend the useful life of the applicable assets are charged to expense when incurred. Upon disposition, the cost and accumulated depreciation of disposed assets are removed from the accounts and any resulting gains or losses are included in the Schedules of Revenues and Expenditures.

Depreciation is computed using the straight-line method of depreciation over the estimated useful lives of the assets as follows:

Vehicles and equipment	4 years
Office furniture and equipment	3 years
Software	3 years
Leasehold improvements	5 years

Property and equipment purchased with Federal Transit Administration (FTA) project property funds are subject to federal regulations whereby any disposition of project property before the end of its useful life requires prior FTA approval. If project property is removed from service before the end of its useful life, Access Services is subject to a return of funds to the FTA of the amount of the undepreciated net asset value of the subject property.

After the service life of project property occurs, rolling stock and equipment with a current market value exceeding \$5,000 per unit, or unused supplies with a total aggregate fair market value of more than \$5,000, may be retained or sold by Access Services. In the event Access Services disposes of property and equipment purchased with federal funds, any proceeds in excess of \$5,000 must be used to reduce the gross project costs of another federally funded capital transit project. For rolling stock and equipment with a current market value of \$5,000 or less, or unused supplies with a total aggregate fair market value of \$5,000 or less, the asset may be retained, sold or otherwise disposed of with no obligation to reimburse the FTA.

Access Services reviews property and equipment for impairment whenever events or changes in circumstances indicate that the carrying value of its property and equipment may not be recoverable. An impairment loss is recognized when the assets carrying value exceeds both the assets estimated undiscounted future cash flows and the assets estimated fair value. Measurement of the impairment loss is then based on the estimated fair value of the assets.

Access Services
MOU Nos. P000AS126 and P000AS125

**Notes to the Balance Sheets, the Schedules of Revenues and Expenditures and the
Schedules of Advanced Funds and Deferred Revenues – Proposition C Fund
Years ended June 30, 2022 and 2021**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property and Equipment (Continued)

Considerable judgment is required to project such future cash flows and, if required, to estimate the fair value of the property and equipment and the resulting amount of the impairment. No impairment charges were recorded for property and equipment during the years ended June 30, 2022 and 2021.

Revenue Recognition and Grants

Access Services primarily receives revenue from FTA Section 5310, Measure M and Proposition C Discretionary fund grants through Metro, and passenger fares for the paratransit services provided. Revenues are deemed to be earned when allowable expenses are incurred or recognized by Access Services. Passenger revenues are recognized as services are provided to passengers.

Expenses

Salaries, benefits, and other related expenses are categorized to paratransit operations, eligibility determination, CTSA function and ride information, and management and general, primarily based on personnel job function. Other indirect costs are allocated based on either the number of employees located within a department, estimated asset usage, or the nature of services provided.

Proposition C Advanced Funds

Proposition C Advanced Funds represent unspent Proposition C monies as of June 30, 2022 and 2021.

NOTE 2 ANNUAL FINANCIAL STATEMENTS

The Balance Sheets and the Schedules are intended to reflect only the financial position and results of operations of the Proposition C Discretionary, Measure M 2% and Federal 5310 Program, and do not purport to, and do not present fairly the Access Services' financial position as of June 30, 2022 and 2021, and the changes in its financial position for the years then ended in accordance with U.S. GAAP.

NOTE 3 MEMORANDUM OF UNDERSTANDING

Access Services (grantee) and Metro (grantor) entered into a Memorandum of Understanding each year as follows, for the purpose of providing funding to Access Services during the fiscal years 2021/22 and 2020/21 for the provision of The Americans with Disabilities Act (ADA) mandated complementary paratransit service on behalf of member agencies, to provide shuttles or deviated route service and to carry out Access Services' role as the CTSA for LA County as required under §15950 of the California Government Code:

<u>MOU No.</u>	<u>MOU Date</u>	<u>Effective Date Through</u>
P000AS126	June 16, 2021	June 30, 2022
P000AS125	September 24, 2020	June 30, 2021

Access Services
MOU Nos. P000ASI26 and P000ASI25

**Notes to the Balance Sheets, the Schedules of Revenues and Expenditures and the
Schedules of Advanced Funds and Deferred Revenues – Proposition C Fund
Years ended June 30, 2022 and 2021**

NOTE 3 MEMORANDUM OF UNDERSTANDING (CONTINUED)

Metro made available to Access Services the following amounts for fiscal years ended June 30:

	2022	2021
Federal Section 5310 program	\$ 71,300,000	\$ 69,500,000
Proposition C 40% Discretionary - operating and capital	87,467,213	86,067,739
Measure M 2%	12,750,000	11,496,428
	\$ 171,517,213	\$ 167,064,167

Metro has authorized federal Surface Transportation Block Grant funds for Access Services in the amount of \$71,300,000 for FY2021/22. These funds have been flexed into Federal Section 5310 Program – Enhanced Mobility of Seniors and Individuals with Disabilities grant (Federal Award Identification Number (FAIN) 5830-2020-1), which was approved by the FTA on June 16, 2021.

Metro also authorized the Proposition C 40% and Measure M 2% funding of \$87,467,213 and \$12,750,000, respectively, totaling \$100,217,213 for operating and capital funds. The Proposition C 40% funding includes \$20,000,000 in reserve not yet drawn by Access Services as of June 30, 2022.

Metro disbursed Measure M 2% funding totaling \$12,750,000 and Proposition C 40% funding and/or other local funds that include Coronavirus Response and Relief Supplemental Appropriations Act (CRRSA) equivalent local funds totaling \$87,467,213 for operating and capital expenses for a total amount not to exceed \$100,217,213 payable in ten (10) equal monthly installments of \$10,021,721 beginning July 1, 2021, payable on the 1st of each month following receipt of a disbursement request and subject to the conditions set forth below:

- Proposition C 40% funds in the amount of \$20,000,000 being held by Metro in reserve for trips in excess of the budgeted amount if needed. Access will provide Metro with a 60 days' notice to draw down the reserve funds. Reserve funds may be disbursed upon written request to Metro from Access Services by April 4, 2022 and must be accompanied by written justification.
- Carryover in the amount of \$3,161,896 from Proposition C 40% shall be carried over from FY 2019/20 into FY 2021/22 for operating expenses as approved by the Metro Board.
- Any unused FY 2020/21 Proposition C 40% or Measure M 2% operating and capital funds not expended and/or encumbered as a result of the audit may be carried forward into the next fiscal year upon written request and approval from Metro.

In accordance with MOU Nos. P000ASI26 and P000ASI25, the Grantee must abide by the restrictions for the use of the funds as enumerated under Article 4 of the agreements.

Access Services
MOU Nos. P000ASI26 and P000ASI25

**Notes to the Balance Sheets, the Schedules of Revenues and Expenditures and the
Schedules of Advanced Funds and Deferred Revenues – Proposition C Fund**
Years ended June 30, 2022 and 2021

NOTE 4 LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

As of June 30, 2022 and 2021, Access Services' financial assets available for general expenditures consist of the following:

	2022		2021
Cash and cash equivalents	\$ 5,225,738	\$	20,140,243
Grants receivable	11,059,822		2,956,327
Accounts receivable	55,614		56,707
Short-term investments	27,278,583		-
Total financial assets	43,619,757		23,153,277
Less net assets with donor restrictions	-		-
Financial assets available to meet general expenditures over the next twelve months	\$ 43,619,757	\$	23,153,277

NOTE 5 GRANTS RECEIVABLE

Grants receivable of Federal 5310 consisted of the following as of June 30:

	2022		2021
Section 5310 Capital Grant	\$ 10,934,004	\$	2,626,327
Section 5310 Accessible Traveler Mobile App (ATMA) Pilot Project	125,818		330,000
	\$ 11,059,822	\$	2,956,327

Access Services has not recorded an allowance for uncollectible grants or accounts receivable since management believes that it is probable that all receivables will be collected.

Access Services
MOU Nos. P000ASI26 and P000ASI25

**Notes to the Balance Sheets, the Schedules of Revenues and Expenditures and the
Schedules of Advanced Funds and Deferred Revenues – Proposition C Fund**
Years ended June 30, 2022 and 2021

NOTE 6 PROPERTY AND EQUIPMENT, NET

At June 30, property and equipment consists of the following:

	2022		
	Federal 5310	Proposition C	Total
Vehicle and equipment	\$ 18,605,707	\$ 16,880,924	\$ 35,486,631
Software	-	3,085,605	3,085,605
Leasehold improvements	-	1,643,198	1,643,198
Office furniture and equipment	-	1,189,928	1,189,928
	18,605,707	22,799,655	41,405,362
Less accumulated depreciation	(14,994,321)	(19,652,183)	(34,646,504)
	3,611,386	3,147,472	6,758,858
Construction in progress	-	217,696	217,696
	\$ 3,611,386	\$ 3,365,168	\$ 6,976,554

	2021 (as restated)		
	Federal 5310	Proposition C	Total
Vehicle and equipment	\$ 17,250,432	\$ 16,917,319	\$ 34,167,751
Software	-	4,185,753	4,185,753
Leasehold improvements	-	1,643,198	1,643,198
Office furniture and equipment	-	1,192,494	1,192,494
	17,250,432	23,938,764	41,189,196
Less accumulated depreciation	(12,433,203)	(18,940,180)	(31,373,383)
	4,817,229	4,998,584	9,815,813
Construction in progress	-	152,596	152,596
	\$ 4,817,229	\$ 5,151,180	\$ 9,968,409

NOTE 7 DEFERRED SUPPORT

Deferred support consisted of the following as of June 30:

	2022		2021 (as restated)
	\$	\$	\$
Metro Funding	\$ 11,469,872	\$	4,632,566
Section 5310 Capital Grant	9,578,729		2,626,327
Section 5310 Accessible Traveler Mobile App (ATMA) Pilot Project	15,000		330,000
	\$ 21,063,601	\$	7,588,893

NOTE 8 DEFINED BENEFIT PLAN

Access Services established a 403(b)(7) tax sheltered annuity (TSA) plan in January 1995 under which employees may, by elective deferral under a salary reduction agreement, contribute to the plan. Contributions are applied to group or individual annuity contracts, or to custodial accounts holding regulated investment stock that meet the requirements of Section 403(b) of the Code. Contributions and investments are determined by the employees. During the years ended June 30, 2022 and 2021, there were no employer contributions to the Plan.

Access Services entered into an agreement on April 10, 2000, with the California Public Employees Retirement System (CalPERS), replacing the employee's Social Security Administration program. Access Services requires mandatory employee participation in the CalPERS defined contribution program. For legacy members, the CalPERS program requires a 7.0% contribution of employees' gross wages, which is currently being contributed by Access Services.

Access Services also contributes towards the employee account based on a CalPERS actuarial process, which was 8.650% and 8.794% of employees' gross wages for the years ended June 30, 2022 and 2021, respectively.

Effective January 1, 2013, new employees are required to contribute 6.25% of their gross wages to the CalPERS Plan. Accordingly, an employer must recognize annual pension expenditures/costs (APC) equal to its contractually required contributions to the plan. Pension liabilities and assets result from the difference between contributions required and contributions made.

Access Services utilizes the most recent actuarial information available at the time it prepares and issues its financial statements. As of June 30, 2022 and 2021, the most current available actuarial financial information from CalPERS was as of June 30, 2021 and 2020, respectively.

Access Services
MOU Nos. P000ASI26 and P000ASI25

**Notes to the Balance Sheets, the Schedules of Revenues and Expenditures and the
Schedules of Advanced Funds and Deferred Revenues – Proposition C Fund**
Years ended June 30, 2022 and 2021

NOTE 8 DEFINED BENEFIT PLAN (CONTINUED)

A summary of principal assumptions and methods used to determine the contractually required contributions is shown below as of June 30, 2021 and 2020 (the most up to date information currently available):

Actuarial Cost Method	Entry Age Normal in accordance with the requirements of GASB Statement No. 68
Actuarial Assumptions:	
Discount rate	7.15%
Salary increases	Varies by Entry Age and Service
Inflation	2.50%
Mortality rate table	Derived using CalPERS' membership data for all Funds
Post- retirement benefit increase	Contract COLA up to 2.50% until purchasing Power Protection Allowance Floor on purchasing power applies

Below is the trend information for employees hired prior to January 1, 2013:

	2022	2021
Entry age normal accrued liability	\$ 22,444,547	\$ 20,344,036
Market value of plan assets	20,253,176	16,109,466
Unfunded defined benefit plan liability	2,191,371	4,234,570
Annual covered payroll	3,033,250	2,960,305
Funded ratio	90.20%	79.20%

Below is the trend information for employees hired after January 1, 2013:

	2022	2021
Entry age normal accrued liability	\$ 2,680,578	\$ 1,958,731
Market value of plan assets	2,746,358	1,732,819
Unfunded defined benefit plan liability	(65,780)	225,912
Annual covered payroll	2,488,403	2,489,193
Funded ratio	102.50%	88.50%

Access Services
MOU Nos. P000ASI26 and P000ASI25

**Notes to the Balance Sheets, the Schedules of Revenues and Expenditures and the
Schedules of Advanced Funds and Deferred Revenues – Proposition C Fund**
Years ended June 30, 2022 and 2021

NOTE 8 DEFINED BENEFIT PLAN (CONTINUED)

The effect of any potential increase or decrease in unfunded defined benefit plan liability is not included in the budget request allotment from Metro. Access Services recorded the following defined benefit plan expense for the years ended June 30:

	2022	2021
Contributions made during the year	\$ 999,615	\$ 909,400
Increase (decrease) in unfunded defined benefit plan liability	(2,334,891)	605,344
	\$ (1,335,276)	\$ 1,514,744

NOTE 9 START-UP COSTS OF BUDGETED CAPITAL PROJECTS

Start-up costs of budgeted capital projects comprised of the following as of June 30:

	2022	2021 (as restated)
Remaining startup cost for MV Transportation	\$ 312,485	\$ 312,485
Expenses not accrued	247,989	71,054
Remaining startup cost for MTM Transit	192,204	192,204
Remaining startup cost for SGTS Inc.	4,294	4,292
Accessible Traveler Mobile App grant	3,750	18,750
Remaining startup cost for Global Paratransit Inc.	-	346,081
Trinet - Access webpage redesign	-	1,348
	\$ 760,722	\$ 946,214

NOTE 10 RESTATEMENT OF THE 2021 BALANCE SHEET AND THE SCHEDULE

For June 30, 2021 presentation purposes, Metro requested that the balance sheet accounts of Access Services are allocated to the Federal 5310, Proposition C Discretionary, and Measure M grants. However, after the issuance of Metro's 2021 audited financial statements, Access Services noted that adjustments were required to its Balance Sheet and the Schedule to appropriately allocate certain accounts to Federal 5310 and Proposition C Discretionary. The misallocation of the balances on these accounts was due to Access Services' non-adoption of fund-based accounting on its balance sheet accounts.

Access Services
MOU Nos. P000ASI26 and P000ASI25

**Notes to the Balance Sheets, the Schedules of Revenues and Expenditures and the
Schedules of Advanced Funds and Deferred Revenues – Proposition C Fund**
Years ended June 30, 2022 and 2021

**NOTE 10 RESTATEMENT OF THE 2021 BALANCE SHEET AND THE SCHEDULE
(CONTINUED)**

Below is a summary of the impact of the adjustments on certain accounts described above:

	Proposition C Discretionary		
	Balance, as previously reported	Adjustment	Balance, as adjusted
Accrued expenses	\$ -	\$ 8,791,064	\$ 8,791,064
Net assets without donor restrictions	15,775,460	(8,791,064)	6,984,396
Operating revenue	83,573,740	(3,668,334)	79,905,406
Schedule of capital assets (at cost)	23,061,796	1,029,564	24,091,360
	Federal 5310		
	Balance, as previously reported	Adjustment	Balance, as adjusted
Operating revenue	\$ 69,500,000	\$ 68,273	\$ 69,568,273

NOTE 11 IMPACT OF CORONAVIRUS PANDEMIC

On January 30, 2020, the World Health Organization declared the coronavirus outbreak a "Public Health Emergency of International Concern" and on March 10, 2020, declared it to be a pandemic. The coronavirus and actions taken to mitigate it have had and are expected to continue to have an adverse impact on the economies and financial markets of many countries including the United States.

It is unknown how long these conditions will last and what the complete financial effect will be to businesses and other affected organizations, including local governmental entities. However, the Access Services' management believes that the financial impact, if any, did not materially affect the June 30, 2022 financial statements.

NOTE 12 SUBSEQUENT EVENTS

Access Services has evaluated events or transactions that occurred subsequent to June 30, 2022 through February 28, 2023 the date the accompanying Balance Sheets and the Schedules were available to be issued, for potential recognition or disclosure and determined no subsequent events require disclosure or adjustment to the accompanying Balance Sheets and the Schedules.



**Independent Auditor's Report on Internal Control Over Financial Reporting
and on Compliance and Other Matters Based on an Audit of Financial
Statements Performed in Accordance with *Government Auditing Standards***

**To the Board of Directors of Access Services and the
Los Angeles County Metropolitan Transportation Authority**

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the Balance Sheet and the Schedules of Revenues and Expenditures and Advanced Funds and Deferred Revenue (the Balance Sheet and the Schedules) as defined by the Proposition C Discretionary Program Guidelines and Memorandum of Understanding (MOU No. P000ASI26) dated June 16, 2021 between Access Services, as grantee, and the Los Angeles County Metropolitan Transportation Authority, as grantor as of and for the year ended June 30, 2022, and have issued our report thereon dated February 28, 2023.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the Balance Sheet and the Schedules, we considered Access Services' internal control over financial reporting (internal control) as a basis for designing the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the Balance Sheet and the Schedules, but not for the purpose of expressing an opinion on the effectiveness of Access Services' internal control. Accordingly, we do not express an opinion on the effectiveness of Access Services' internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.



Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Access Services' Balance Sheet and the Schedules are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the Balance Sheet and the Schedules. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control over the Balance Sheet and Schedules and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control over the Balance Sheet and the Schedules or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control over the Balance Sheet and the Schedules and compliance. Accordingly, this communication is not suitable for any other purpose.

**Glendale, California
February 28, 2023**

COMPLIANCE SECTION



Independent Auditor's Report on Compliance

**To the Board of Directors of Access Services and the
Los Angeles County Metropolitan Transportation Authority**

Report on Compliance

Opinion

We have audited the compliance of Access Services with the Proposition C Discretionary Program Guidelines, Measure M 2% Program Guidelines and Memorandum of Understanding (MOU No. P000ASI26) dated June 16, 2021 (collectively, the Guidelines) for the year ended June 30, 2022.

In our opinion, Access Services complied, in all material respects, with the compliance requirements of the Guidelines for the year ended June 30, 2022.

Basis for Opinion

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the Guidelines. Our responsibilities under those standards and the Guidelines are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Access Services and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance with the Guidelines. Our audit does not provide a legal determination of Access Services' compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for Access Services' compliance with the Guidelines and for the design, implementation, and maintenance of effective internal control over compliance with the compliance requirements of the Guidelines referred to above.



Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Access Services' compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Guidelines will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Access Services' compliance with the requirements of the Guidelines as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Guidelines, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the Access Services' compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Access Services' internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Guidelines, but not for the purpose of expressing an opinion on the effectiveness of the Access Services' internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with the requirements, such that there is a reasonable possibility that material noncompliance will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with the requirements that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.



Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Guidelines. Accordingly, this report is not suitable for any other purpose.

Glendale, California
February 28, 2023

**Access Services
MOU No. P000ASI26
Compliance Matrix
Year ended June 30, 2022**

Compliance Requirement		In Compliance			Questioned Costs	If no, provided details and management response
		Yes	No	N/A		
A. Memorandum of Understanding (MOU)						
1.	Operate as an integrated countywide ADA complementary paratransit system on behalf of the Los Angeles County fixed route transit operators as required by the U.S. Code of Federal Regulations 49 CFR Part 37, Subpart F.	X				
2.	Operate shuttle services as projects for ADA and non-ADA eligible riders when such services can be provided at a lower cost than ADA complementary paratransit or fixed route transit services.	X				
3.	Prepare and submit the Annual Plan Update of the Los Angeles County Coordinated Paratransit Plan to the U.S. Department of Transportation as required on behalf of Access Services' member agencies, if required.	X				
4.	Provide emergency back-up transportation to individuals with disabilities as required.	X				
5.	Provide temporary shuttle services in cases where Metro has accessible pathways and elevator repairs underway at rail and bus stations, in accordance with MOU guidelines.	X				
6.	Submit demand and expense projections to Metro through a Five Year Strategic and Short-Term Business Plan, including annual updates; at the time of submittal of a preliminary budget as referenced in the MOU.	X				
7.	Comply with the requirements of the Social Service Transportation Improvement Act, California Governmental Code §15950, et seq., and to carry out Access Services' role as the Consolidated Transportation Service Agency (CTSA) for Los Angeles County.	X				

Access Services
MOU No. P000ASI26
Compliance Matrix
Year ended June 30, 2022

Compliance Requirement		In Compliance			Questioned Costs	If no, provided details and management response
		Yes	No	N/A		
A. Memorandum of Understanding (MOU) (Continued)						
8.	Provide Metro Security reimbursement for the Security Services in an amount not to exceed \$200,000 performed on behalf of Access Services.	X				
9.	Provide oversight and management of Metro's Safety Strap Program, to include scheduling appointments, transporting noneligible Los Angeles County paratransit rider to and from Access Services' Eligibility Center for wheelchair safety marking, and having eligibility center staff attend Los Angeles County disability events for wheelchair safety marking (collectively, the "Safety Strap Services").	X				
10.	Utilize the funds in accordance with all applicable federal, state and local statutes and regulations, including but not limited to the Proposition C Guidelines, FTA Section 5310 Program Guidelines, FTA Master Agreement, FTA Circular 5010.1 D, FTA Circular 4220.1 F, and in accordance with the Metro Board of Directors' actions at their May 28, 2015 meeting.	X				
11.	Funds are not used to substitute for any other funds, service, or project not specified in the MOU.	X				
12.	Administrative costs, as defined in the MOU, do not exceed ten percent (10%) of the total Operating and Capital expense for ADA Paratransit Operations and the CTSA activities.	X				

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

**Access Services
MOU No. P000ASI26
Schedule of Findings and Questioned Costs
Year ended June 30, 2022**

There were no findings noted.

EXIT CONFERENCE

An exit conference was held on February 28, 2023 with Access Services' representatives. Those in attendance were:

Vasquez & Company representatives:

Marialyn Labastilla – Audit Director
Erica Ong – Audit Supervisor

Access Services representatives:

Hector Rodriguez – Deputy Executive Director
Bruce Frink – Senior Manager, Finance, Planning and Analysis
Rene Arrieta – Controller

Metro representatives:

Lauren Choi – Interim Deputy Executive Officer
Channing Wong – Senior Auditor
Giovanna Gogreve – Senior Manager Transportation Planning
Fayma Ishaq – Accessibility Program Manager

Matters discussed:

Results of the audit disclosed no instance of noncompliance with the Guidelines.

A copy of this report was forwarded to the following Access Services representatives for comments prior to the issuance of the final report.

Hector Rodriguez – Deputy Executive Director
Bruce Frink – Senior Manager, Finance, Planning and Analysis
Rene Arrieta – Controller



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