

**Schedule of Operating Data, Ridership,
Operating Expenditures, Farebox Revenues, and Other Revenues
For the Community DASH Service – Package 5
City of Los Angeles**

*Year Ended June 30, 2017
with Report of Independent Auditors*



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Simpson & Simpson, LLP
Certified Public Accountants

CITY OF LOS ANGELES
Community DASH Service – Package 5

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SIMPSON & SIMPSON
CERTIFIED PUBLIC ACCOUNTANTS

FOUNDING PARTNERS
BRAINARD C. SIMPSON, CPA
MELBA W. SIMPSON, CPA

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, Farebox Revenues, and Other Revenues for the **Community DASH Service – Package 5** of the City of Los Angeles for the year ended June 30, 2017 (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, Farebox Revenues, and Other Revenues referred to above presents fairly, in all material respects, the operating data, ridership, operating expenditures and other revenues for the Community DASH Service – Package 5 of the City of Los Angeles for the year ended June 30, 2017 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.

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 cursive script that reads "Simpson & Simpson".

Los Angeles, California
January 16, 2018

City of Los Angeles
Community DASH Service – Package 5
Schedule of Operating Data, Ridership, Operating Expenditures,
Farebox Revenues, and Other Revenues
Year ended June 30, 2017

	All Routes Package 5
Operating Data	
Number of Vehicles in Operation	47
Total Vehicle Miles	1,514,089
Total Vehicle Hours	137,575
Total Vehicle Revenue Miles	1,305,965
Total Vehicle Revenue Hours	121,896
Total Vehicle Trips	159,272
Directional Route Miles	106
Ridership Data	
Total Passenger Trips	3,995,194
Total Passenger Miles	6,001,776
Operating Expenditures	
Contractor Operating Costs	
Service Costs	\$ 13,652,627
Fuel Costs	1,319,460
Subtotal	14,972,087
Administrative Costs	1,034,446
Total Operating Expenditures	\$ 16,006,533
Farebox Revenues	\$ 1,174,455
Other Revenues	\$ 146,458

NOTES

1. Community DASH Service is a bus service of the City of Los Angeles covering Downtown Los Angeles and many outlying communities within the city. Its primary function is to provide localized service and is a feeder into the countywide Metro bus service. Community DASH Service - Package 5 covers part of the MidCity area of the city.
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 they are incurred.
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
Community DASH Service – Package 5
Schedule of Operating Data, Ridership, Operating Expenditures,
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Year ended June 30, 2017
(Continued)

	<u>Chesterfield</u> <u>Square</u>	<u>Vermont/</u> <u>Main</u>	<u>Watts</u>
Operating Data			
Number of Vehicles in Operation	8	5	8
Total Vehicle Miles	333,975	201,369	200,498
Total Vehicle Hours	23,127	15,649	20,829
Total Vehicle Revenue Miles	288,730	186,236	187,764
Total Vehicle Revenue Hours	20,955	14,688	20,268
Total Vehicle Trips	19,916	22,311	20,359
Directional Route Miles	17	16	25
Ridership Data			
Total Passenger Trips	984,296	594,440	527,167
Total Passenger Miles	750,486	840,736	767,179
Operating Expenditures			
Contractor Operating Costs			
Service Costs	\$ 2,347,082	\$ 1,645,310	\$ 2,269,593
Fuel Costs	<u>291,044</u>	<u>175,484</u>	<u>174,725</u>
Subtotal	2,638,126	1,820,794	2,444,318
Administrative Costs	<u>177,831</u>	<u>124,646</u>	<u>172,000</u>
Total Operating Expenditures	<u>\$ 2,815,957</u>	<u>\$ 1,945,440</u>	<u>\$ 2,616,318</u>
Farebox Revenues	<u>\$ 236,838</u>	<u>\$ 151,636</u>	<u>\$ 157,088</u>
Other Revenues	<u>\$ 29,414</u>	<u>\$ 22,033</u>	<u>\$ 21,242</u>

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(Continued)

	<u>San Pedro</u>	<u>Wilmington</u>
Operating Data		
Number of Vehicles in Operation	5	9
Total Vehicle Miles	154,282	198,328
Total Vehicle Hours	13,859	19,521
Total Vehicle Revenue Miles	126,360	154,801
Total Vehicle Revenue Hours	12,348	16,864
Total Vehicle Trips	19,634	30,373
Directional Route Miles	11	11
Ridership Data		
Total Passenger Trips	178,186	664,224
Total Passenger Miles	739,859	1,144,532
Operating Expenditures		
Contractor Operating Costs		
Service Costs	\$ 1,383,105	\$ 1,888,722
Fuel Costs	134,450	172,834
Subtotal	<u>1,517,555</u>	<u>2,061,556</u>
Administrative Costs	104,789	143,113
Total Operating Expenditures	<u>\$ 1,622,344</u>	<u>\$ 2,204,669</u>
Farebox Revenues	<u>\$ 102,154</u>	<u>\$ 190,316</u>
Other Revenues	<u>\$ 11,902</u>	<u>\$ 32,027</u>

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Year ended June 30, 2017
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	<u>Pueblo Del</u>	<u>Southeast</u>
	<u>Rio</u>	
Operating Data		
Number of Vehicles in Operation	3	9
Total Vehicle Miles	33,137	392,500
Total Vehicle Hours	3,982	40,608
Total Vehicle Revenue Miles	28,842	333,232
Total Vehicle Revenue Hours	3,554	33,219
Total Vehicle Trips	21,562	25,117
Directional Route Miles	4	22
Ridership Data		
Total Passenger Trips	94,581	952,300
Total Passenger Miles	812,511	946,473
Operating Expenditures		
Contractor Operating Costs		
Service Costs	\$ 398,125	\$ 3,720,690
Fuel Costs	28,877	342,046
Subtotal	<u>427,002</u>	<u>4,062,736</u>
Administrative Costs	30,160	281,907
Total Operating Expenditures	<u>\$ 457,162</u>	<u>\$ 4,344,643</u>
Farebox Revenues	<u>\$ 20,702</u>	<u>\$ 315,721</u>
Other Revenues	<u>\$ 3,074</u>	<u>\$ 26,766</u>