
South Florida Regional Transportation Authority

Federal and State Awards Supplementary Information
June 30, 2024

Independent Auditor's Reports

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Report on Schedule of Expenditures of Federal Awards and State Financial Assistance Projects Required by the Uniform Guidance and Chapter 10.550 of the *Rules of the Auditor General* of the State of Florida

Independent Auditor's Report

To the Governing Board
South Florida Regional Transportation Authority

We have audited the financial statements of South Florida Regional Transportation Authority, a component unit of the Florida Department of Transportation, as of and for the year ended June 30, 2024 and have issued our report thereon dated March 13, 2025, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. We have not performed any procedures with respect to the audited financial statements subsequent to March 13, 2025.

The accompanying schedule of expenditures of federal awards and state financial assistance projects is presented for the purpose of additional analysis, as required by the Uniform Guidance and Chapter 10.550 of the *Rules of the Auditor General* of the State of Florida, and is not a required part of the financial statements. 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards and state financial assistance projects is fairly stated in all material respects in relation to the financial statements as a whole.

Plante & Moran, PLLC

March 13, 2025

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*

Independent Auditor's Report

To Management and the Governing Board
South Florida Regional 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 financial statements of South Florida Regional Transportation Authority (the "Authority"), a component unit of the Florida Department of Transportation, as of and for the year ended June 30, 2024 and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements, and have issued our report thereon dated March 13, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Authority's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Authority's internal control. Accordingly, we do not express an opinion on the effectiveness of the Authority's 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 Authority'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 have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Authority's financial statements 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 financial statements. 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*.

To Management and the Governing Board
South Florida Regional Transportation Authority

Purpose of this Report

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

Plante & Moran, PLLC

March 13, 2025

Report on Compliance for Each Major Federal Program and Major State Financial Assistance Project and Report on Internal Control Over Compliance Required by the Uniform Guidance and Chapter 10.550 of the *Rules of the Auditor General* of the State of Florida

Independent Auditor's Report

To the Governing Board
South Florida Regional Transportation Authority

Report on Compliance for Each Major Federal Program and Each Major State Financial Assistance Project

Opinion on Each Major Federal Program and Each Major State Financial Assistance Project

We have audited South Florida Regional Transportation Authority's (the "Authority") compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* and the requirements described in the Florida Department of Financial Services State Compliance Supplement that could have a direct and material effect on the Authority's major federal program and major state financial assistance projects, respectively, for the year ended June 30, 2024. The Authority's major federal program and major state financial assistance projects are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Authority complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on the major federal program and major state financial assistance projects for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program and Each Major State Financial Assistance Project

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; the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the "Uniform Guidance"); and Chapter 10.550 of the *Rules of the Auditor General* (Chapter 10.550). Our responsibilities under those standards and the Uniform Guidance and Chapter 10.550 are further described in the *Auditor's Responsibilities for the Audit of Compliance* section of our report.

We are required to be independent of the Authority 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 for each major federal program and each major state financial assistance project. Our audit does not provide a legal determination of the Authority's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the Authority's federal program and state projects.

To the Governing Board
South Florida Regional Transportation Authority

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 Authority's 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*, the Uniform Guidance, and Chapter 10.550 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 Authority's compliance with the requirements of each major federal program and each major state financial assistance project as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance, and Chapter 10.550, 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 Authority's 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 Authority's 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 Uniform Guidance and Chapter 10.550, but not for the purpose of expressing an opinion on the effectiveness of the Authority's 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

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, and, therefore, material weaknesses or significant deficiencies may exist that have not been identified. However, as discussed below, we did identify a certain deficiency in internal control over compliance that we consider to be a material weakness.

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 with a type of compliance requirement of a federal or state program 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 such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program 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 a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention of those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as Finding 2024-001 to be a material weakness.

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.

To the Governing Board
South Florida Regional Transportation Authority

Government Auditing Standards requires the auditor to perform limited procedures on the Authority's response to the internal control over compliance finding identified in our audit and described in the accompanying schedule of findings and questioned costs. The Authority's response was not subjected to the other auditing procedures applied in the audit of compliance, and, accordingly, we express no opinion on it.

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 Uniform Guidance and Chapter 10.550. Accordingly, this report is not suitable for any other purpose.

Plante & Moran, PLLC

March 13, 2025

South Florida Regional Transportation Authority

Schedule of Expenditures of Federal Awards and State Financial Assistance Projects

Year Ended June 30, 2024

Federal Agency/Pass-through Agency/Program Title	Assistance Listing Number/CSFA Number (State Grants)	Pass-through Entity Identifying Number	Federal Expenditures	State Expenditures	Total Expenditures	Amount Provided to Subrecipients
U.S. Department of Transportation - Direct programs:						
Federal Transit Cluster:						
State of Good Repair Grants Program:						
FL-2024-020/FL-54-Y003	20.525		\$ 48,642	\$ -	\$ 48,642	\$ -
FL-2017-099-54-0024	20.525		293,732	-	293,732	-
FL-2019-027/FL - 54-0033	20.525		166,775	-	166,775	-
FL-2019-099/FL - 54-0037	20.525		1,115,243	-	1,115,243	-
FL-2024-020/FL-54-Y003	20.525		2,948,294	-	2,948,294	-
FL-2021-052/FL - 54-0045	20.525		420,050	-	420,050	-
Total State of Good Repair Grants Program			4,992,736	-	4,992,736	-
Buses and Bus Facilities Formula, Competitive, and Low or No Emissions Program:						
FL-2023-016-02/FL -54-0050	20.526		29,206	-	29,206	-
FL-2023-016-02/FL -54-0050	20.526		3,979,419	-	3,979,419	-
Total Buses and Bus Facilities Formula, Competitive, and Low or No Emissions Program			4,008,625	-	4,008,625	-
Federal Transit Formula Grants:						
COVID-19 - FL-2020-054/FL - 90-YO68 - CARES	20.507		17,011,402	-	17,011,402	-
FL-2021-052/FL - 90-Y133	20.507		705,299	-	705,299	-
FL-2023-016-01/FL -90-Y207	20.507		529,958	-	529,958	-
COVID-19 - FL-2023-026/FL-90-Y211-ARP	20.507		2,134,359	-	2,134,359	-
COVID-19 - FL-2023-026/FL-90-Y211-ARP	20.507		29,308,206	-	29,308,206	-
FL-2023-071/FL-95-Y005	20.507		98,237	-	98,237	-
FL-2017-066/FL-90-X942	20.507		10,551	-	10,551	-
FL-2017-103/FL-95-132	20.507		1,987,976	-	1,987,976	-
FL-2021-052/FL - 90-Y133	20.507		1,649,607	-	1,649,607	-
FL-2021-054/FL-190	20.507		3,102	-	3,102	-
FL-2023-016-01/FL -90-Y207	20.507		7,143,409	-	7,143,409	-
FL-2024-020/FL-90-Y251	20.507		1,253,008	-	1,253,008	-
FL-57/FL-90-976	20.507		772,690	-	772,690	-
FL-5307-5454-2022-1-P1	20.507		20,856	-	20,856	-
Total Federal Transit Formula Grants			62,628,660	-	62,628,660	-
Total Federal Transit Cluster			71,630,021	-	71,630,021	-

South Florida Regional Transportation Authority

Schedule of Expenditures of Federal Awards and State Financial Assistance Projects

Year Ended June 30, 2024

Federal Agency/Pass-through Agency/Program Title	Assistance Listing Number/CSFA Number (State Grants)	Pass-through Entity Identifying Number	Federal Expenditures	State Expenditures	Total Expenditures	Amount Provided to Subrecipients
Highway Planning and Construction - Passed through the Florida Department of Transportation - 01-23-01	20.205	42969318490	\$ 4,000,000	\$ -	\$ 4,000,000	\$ -
Railroad Safety Technology Grants - Direct program - FL-018/FL-54-0025	20.321		575,933	-	575,933	-
Public Transportation Innovation - Direct program: FL-2021-023-01-26-7132	20.530		2,790	-	2,790	-
FL-2021-023-01-26-7132	20.530		1,270	-	1,270	-
Total Public Transportation Innovation			4,060	-	4,060	-
Public Transportation Emergency Relief Program FL-44-0009/FL-2020-093-01	20.527		43,260	-	43,260	-
FL-44-0009/FL-2020-093-01	20.527		31,160	-	31,160	-
Total Public Transportation Emergency Relief Program			74,420	-	74,420	-
Total U.S. Department of Transportation			76,284,434	-	76,284,434	-
Florida Department of Transportation: South Florida Regional Transportation Authority Operating Assistance - JPA # 107	55.018	4407931/4407941	-	54,776,441	54,776,441	-
Public Transit Block Grant Program - JPA # 109	55.010	44079419401	-	2,105,391	2,105,391	-
Rail Programs: Passenger Development, Capacity or Crossing: JPA # 85	55.021	42948712401	-	120,730	120,730	-
JPA # 104	55.021	43638119401	-	301,233	301,233	-
Total Rail Programs: Passenger Development, Capacity or Crossing			-	421,963	421,963	-
Transit Corridor Development Program: JPA # 95	55.013	43745415701	-	6,460,855	6,460,855	-
PTGA#3	55.013	40680025703	-	5,925	5,925	-
PTGA#8	55.013	448596-94-01	-	87,826	87,826	-
PTGA #6	55.013	45307318401	-	650,585	650,585	-
Total Transit Corridor Development Program			-	7,205,191	7,205,191	-
Total Florida Department of Transportation			-	64,508,986	64,508,986	-
Total federal and state expenditures			\$ 76,284,434	\$ 64,508,986	\$ 140,793,420	\$ -

South Florida Regional Transportation Authority

Notes to Schedule of Expenditures of Federal Awards and State Financial Assistance Projects

Year Ended June 30, 2024

Note 1 - Basis of Presentation

The accompanying schedule of expenditures of federal awards and state financial assistance projects (the "Schedule") includes the federal and state grant activity of South Florida Regional Transportation Authority (the "Authority") under programs of the federal government and State of Florida for the year ended June 30, 2024. The information in the Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the "Uniform Guidance"); the Florida Single Audit Act; and Chapter 10.550 of the *Rules of the Auditor General*. Because the Schedule presents only a selected portion of the operations of the Authority, it is not intended to and does not present the financial position, changes in net position, or cash flows of the Authority.

Note 2 - Summary of Significant Accounting Policies

Expenditures reported in the Schedule are reported on the cash basis of accounting. The federal expenditures are recognized following the cost principles contained in Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The state expenditures are recognized following Chapter 10.550 of the *Rules of the Auditor General*. The pass-through entity identifying numbers are presented where available.

The Authority has elected not to use the 10 percent *de minimis* indirect cost rate to recover indirect costs, as allowed under the Uniform Guidance.

Schedule of Findings and Questioned Costs

South Florida Regional Transportation Authority

Schedule of Findings and Questioned Costs

Year Ended June 30, 2024

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiency(ies) identified that are not considered to be material weaknesses? _____ Yes X None reported

Noncompliance material to financial statements noted? _____ Yes X None reported

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? X Yes _____ No
- Significant deficiency(ies) identified that are not considered to be material weaknesses? _____ Yes X None reported

Any audit findings disclosed that are required to be reported in accordance with Section 2 CFR 200.516(a)? X Yes _____ No

Identification of major federal programs:

Assistance Listing Number	Name of Federal Program/Cluster	Opinion
20.507, 20.525, 20.526	Federal Transit Cluster	Unmodified

Dollar threshold used to distinguish between type A and type B Federal programs: \$2,288,533

Auditee qualified as low-risk auditee? _____ Yes X No

State Projects

Internal control over major projects:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiency(ies) identified that are not considered to be material weaknesses? _____ Yes X None reported

Any audit findings disclosed that are required to be reported in accordance with Section 215.97 Florida Statutes? _____ Yes X No

South Florida Regional Transportation Authority

Schedule of Findings and Questioned Costs (Continued)

Year Ended June 30, 2024

Identification of major state projects:

<u>CSFA Number</u>	<u>Name of State Project</u>	<u>Opinion</u>
55.018	State project – South Florida Regional Transportation Authority Operating Assistance	Unmodified
55.010	State project – Public Transit Block Grant Program	Unmodified
55.013	State project – Transit Corridor Development Program	Unmodified

Dollar threshold used to distinguish between type A and type B State projects: \$1,935,270

Auditee qualified as low-risk auditee? Yes No

South Florida Regional Transportation Authority

Schedule of Findings and Questioned Costs (Continued)

Year Ended June 30, 2024

Section II - Financial Statement Audit Findings

None

Schedule of Findings and Questioned Costs (Continued)

Year Ended June 30, 2024

Section III - Federal Program Findings

Reference Number	Finding
2024-001	<p>Assistance Listing, Federal Agency, and Program Name – 20.507, 20.525, 20.526, U.S. Department of Transportation, Federal Transit Cluster</p> <p>Federal Award Identification Number and Year – All</p> <p>Pass-through Entity – N/A</p> <p>Finding Type – Material weakness</p> <p>Repeat Finding – Yes</p> <p>Criteria – Per 2 CFR 200.508(b), an auditee must properly prepare the schedule of expenditures of federal awards (SEFA).</p> <p>Per 2 CFR 200.510(b), the SEFA for the period covered by the auditee's financial statements must include the total federal awards expended as determined in accordance with 2 CFR 200.502, which describes the basis for determining federal awards expenses.</p> <p>Per 2 CFR 200.71(2), for a SEFA prepared on a cash basis, expenditures are the sum of (i) cash disbursements for direct charges for property and services; (ii) the amount of indirect expense charged; (iii) the value of third-party in-kind contributions applied; and (iv) the amount of cash advance payments and payments made to subrecipients.</p> <p>Condition – The SEFA for the year ended June 30, 2024 was not accurately prepared in accordance with the Authority's accounting policy for a cash basis SEFA, as it originally included expenditures that were direct charges for property and services, but cash disbursement had not been made as of June 30, 2024.</p> <p>Questioned Costs – None</p> <p>Identification of How Questioned Costs Were Computed – N/A</p> <p>Context – Required revisions were identified during the audit to ensure that the schedule of expenditures of federal awards was accurately stated on a cash basis. These revisions related to \$4,642,826 of federal expenditures where goods and services had been received as of June 30, 2024 that were originally on the SEFA, but cash disbursement had not been made for these direct charges as of June 30, 2024 and therefore should not have been included in the cash basis SEFA.</p> <p>Cause and Effect – Internal control procedures relative to the identification of federal expenditures to be reported on the SEFA did not operate effectively to ensure proper presentation of the SEFA under a cash basis model. This resulted in the Authority's schedule of expenditures of federal awards to be overstated prior to auditor identified revisions.</p> <p>Recommendation – The Authority should expand procedures and review processes to ensure the proper expenditures are reported on the schedule of expenditures of federal awards in the proper period.</p>

South Florida Regional Transportation Authority

Schedule of Findings and Questioned Costs (Continued)

Year Ended June 30, 2024

Section III - Federal Program Findings (Continued)

Reference Number	Finding
2024-001 (cont.)	Views of Responsible Officials and Corrective Action Plan – The corrective actions implemented for capital grants on a cash basis for the SEFA will be expanded to include the operating grants.

South Florida Regional Transportation Authority

Schedule of Findings and Questioned Costs (Continued)

Year Ended June 30, 2024

Section IV - State Project Audit Findings

None