

PTMISEA requirements for TDA Audits

If your agency received Public Transportation Modernization, Improvement and Service Enhancement Account (PTMISEA) funding you are to follow the requirements set forth by the funding agreement and per Government Code 8879.55 (f) and submit a copy of the Transportation Development Act (TDA) Audit to the California Department of Transportation PTMISEA program. The audit of public transportation operator finances is required by the TDA pursuant to Section 99245 of the PUC and shall be **expanded** to include verification of receipt and appropriate expenditure of PTMISEA bond funds. Please see below for further information.

SB 88 (FY 07/08 Budget Trailer Bill)

Government Code

8879.55 (f) The audit of public transportation operator finances already required under the Transportation Development Act pursuant to Section 99245 of the Public Utilities Code shall be expanded to include verification of receipt and appropriate expenditure of bond funds pursuant to this section. Each sponsoring entity receiving bond funds from this account in a fiscal year for which an audit is conducted shall transmit a copy of the audit to the department, and the department shall make the audits available to the Legislature and the Controller for review on request.

Due date: PUC 99245 – 180 days after the end of the fiscal year and can be extended an additional 90 days if the responsible entity (Division of Mass Transportation) deems it necessary. Except for the first report, the report shall also include the audited amounts for the fiscal year prior to the fiscal year audited. The audit shall be expanded to include verification of receipt and appropriate expenditure of bond funds in accordance with SB 88, Statutes of 2007.

Required documents (per TDA Statutes and California Codes and Regulations) prepared by Auditor:

- Independent Auditor's Report
- Balance Sheets
- Statement of Expenditures and Changes in Fund Balance
- Notes to Financial Statements
- Compliance Report

Verification required to be submitted to the Department:

- Verification of receipt of PTMISEA funds
- Verification of appropriate expenditure of PTMISEA funds