

AGENDA ITEM 3 A  
Information Item

**MEMORANDUM**

**DATE:** August 13, 2025

**TO:** El Dorado County Transit Authority  
Transit Advisory Committee

**FROM:** Kate Hewett, Finance Manager

**SUBJECT:** Audit Question Responses asked during the March 26, 2025 TAC Meeting

**REQUESTED ACTION:**  
**BY MOTION,**

**No Action. Information item.**

**BACKGROUND**

At the March 2025 El Dorado County Transit Authority Transit Advisory Committee (TAC) Meeting, the FY 2023/24 Independent Financial Audit was received and filed. There were some questions asked which are stated below and answered.

**DISCUSSION**

1. Note B – Cash and Cash Equivalents - Deposits in Financial Institutions increased from \$7,411,804 (in 2023) to \$12,429,586 (in 2024). Why?
  - Interest drastically increased from FY 2022/23 to FY 2023/24.
  - Allocated more funds to Operating Expenses in FY 2023/24, compared to allocating more funds to Capital Expenses in FY 2022/23.
  - Ridership increased in FY 2023/24 so resulted in more farebox revenue.
2. In 2023, Federal Grant Funds equaled \$1,731,998 but in 2024, Federal Grant Funds equaled \$1,164,573. What makes up Federal Grant Funds?

Grants	FY 2022/23	FY 2023/24
Federal Transit Administration Section 5311	\$741,022	\$761,477
Federal Transit Administration Section 5311(f)	\$68,750	\$75,000
Federal Transit Administration Section 5311 ARPA	\$0.00	\$138,875
Federal Transit Administration Section 5311 CRRSAA	\$738,717	\$0.00
Federal Transit Administration Section 5307 ARPA	\$183,509	\$189,221
<b>Total</b>	<b>\$1,731,998</b>	<b>\$1,164,573</b>

3. Professional Services increased from \$183,605 (in 2023) to \$281,448 (in 2024). Why?
  - In FY 2023/24, two project-specific professional services (not yearly reoccurrences), were utilized:
    - Compensation and Benefit Study approximately \$25,000
    - Short-Range Transit Plan approximately \$72,000
4. Utilities increase from \$67,841 (in 2023) to \$79,128 (in 2024). Why?
  - FY 2022/23 was the last year that our SLT Route was considered a demonstration project which allowed us to allocate \$12,507 in Utilities expenses to our South Lake Tahoe Demonstration Project funds.
5. Miscellaneous increased from \$45,103 (in 2023) to \$116,541 (in 2024), why?
  - MyRide Mileage Reimbursement increased from approximately \$40,000 (in 2023) to approximately \$102,000 (in 2024).

### **FISCAL IMPACT**

None