



U.S. DEPARTMENT OF TRANSPORTATION
OFFICE OF INSPECTOR GENERAL

**Report on Single Audit of
Dallas Area Rapid Transit,
Dallas, TX**

FTA

Report No. SA2018048

April 30, 2018





Report on Single Audit of Dallas Area Rapid Transit, Dallas, TX
Self-Initiated

Federal Transit Administration | SA2018048 | April 30, 2018

What We Looked At

As part of our single audit program oversight responsibilities, we queried the Federal Audit Clearinghouse's Image Management System to identify single audit reports containing findings that affect directly awarded Department of Transportation (DOT) programs. We reviewed Dallas Area Rapid Transit's (DART) single audit report for the period ending September 30, 2017, which was prepared by an independent auditor.

What We Found

We found that the single audit report contained significant findings related to non-compliance with the Office of Management and Budget's (OMB) requirements that needs prompt action from the Federal Transit Administration's (FTA) management.

Recommendations

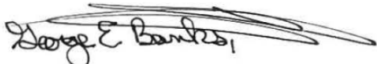
We recommend FTA ensures that DART complies with OMB's requirements.



Memorandum

Date: April 30, 2018

Subject: ACTION: Report on Single Audit of Dallas Area Rapid Transit, Dallas, TX | Report No. SA2018048



From: George E. Banks, IV
Program Director for Single Audit

To: Regional Administrator, Federal Transit Administration (FTA), Region 6

As part of our single audit program oversight responsibilities, we downloaded the single audit report of Dallas Area Rapid Transit¹ for the fiscal year ended September 30, 2017. An independent auditor performed the audit pursuant to the provisions of the Office of Management and Budget's (OMB) Uniform Guidance and identified findings shown in the table below.

Within 30 days of this report, your Agency should identify specific actions planned or taken to resolve the independent auditor's findings and provide a target action date for implementation of our recommendations. We will track the recommendations until your Agency provides documentation of final action. The recommendations will be considered closed upon our review and concurrence. All actions should be coordinated through your Agency's Single Audit Liaison. If you have any questions, please email them to singleauditrequest@oig.dot.gov.

cc: The Secretary
DOT Appointee for Single Audits
DOT Single Audit Liaison
Audit Liaison, FTA, TSO-30

¹ Copies of Single Audit reports prepared pursuant to OMB's Uniform Guidance are available for download at <https://harvester.census.gov/facweb/>.

Table. Schedule of Findings

Independent Auditor's Finding Numbers	Independent Auditor's Findings	OIG Recommendation Codes	OIG Recommendations
2017-001	1. Non-compliance with the allowable costs/cost principles requirements, resulting in questioned costs of \$122,558.	A1	We recommend FTA ensures that DART complies with the allowable costs/cost principles requirements.
		A2	We recommend FTA recovers \$122,558 from DART, if applicable.
2017-002	2. Non-compliance with the cash management requirements.	B3	We recommend FTA ensures that DART complies with the cash management requirements.

Source: independent auditor's report

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Our Mission

OIG conducts audits and investigations on behalf of the American public to improve the performance and integrity of DOT's programs to ensure a safe, efficient, and effective national transportation system.

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