

Washington Metropolitan Area Transit Authority

Board Action/Information Summary

☐ Action ☒ Information

MEAD Number:
201920

Resolution:
☐ Yes ☒ No

TITLE:

FY2017 Financial Statements Audit & Single Audit

PRESENTATION SUMMARY:

OIG submitted two FY2017 financial audit reports for the Board's information.

PURPOSE:

To respond to subsection 70(a) of the WMATA Compact that requires "The report of [the annual independent] audit shall be prepared in accordance with generally accepted auditing principles and shall be filed with the Chairman and other officers as the Board shall direct."

DESCRIPTION:

OIG retained RSM US LLP (RSM) to conduct the annual audit of Authority's Financial Statements and Single Audit.

Key Highlights:

- RSM issued an unmodified opinion on the Authority's Financial Statements as of and for the years ended June 30, 2017 and 2016.
- RSM issued an unmodified opinion on the Authority's Single Audit for the period July 1, 2016, through June 30, 2017.

Background and History:

The WMATA Compact, Section 70, states that an audit shall be made of the financial accounts of the Authority, shall be prepared in accordance with generally accepted accounting principles, and shall be filed with the Chairman and other officers as the Board shall direct.

Discussion:

OIG submitted two FY2017 financial audit reports for information to the Board.

- Independent Auditor's Report on the Financial Statements as of and for the years ended June 30, 2017 and 2016.
- Single Audit, which includes:

- Independent Auditor's 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 as of and for the year ending June 30, 2017.
 - There was one material weakness, three significant deficiencies.
- Independent Auditor's Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance as of and for the year ending June 30, 2017.
 - There were two significant deficiencies relating to internal controls over compliance.
 - There were two compliance findings in which one related to both a significant deficiency and an identified matter of non-compliance.

FUNDING IMPACT:

No impact on funding.	
Project Manager:	Joseph Wilson III
Project Department/Office:	Office of Inspector General

TIMELINE:

No timeline.