

TRANSIT ENTERPRISE FUND
(AN ENTERPRISE FUND OF
MIAMI-DADE COUNTY, FLORIDA)

SINGLE AUDIT REPORT
September 30, 2019

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**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**

To the Honorable Mayor and
Board of County Commissioners
Miami-Dade County, Florida
Miami, Florida

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 Transit Enterprise Fund ("Transit"), an enterprise fund of Miami-Dade County, Florida (the "County"), as of and for the year ended September 30, 2019, and the related notes to the financial statements, and have issued our report thereon dated March 25, 2020. As discussed in Note 1, the financial statements present only Transit and do not purport to, and do not, present fairly the financial position of the County, the changes in its financial position, or, where applicable, its cash flows in conformity with accounting principles generally accepted in the United States of America.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Transit's internal control over financial reporting (internal control) to determine the 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 Transit's internal control. Accordingly, we do not express an opinion on the effectiveness of Transit'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 entity'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 may exist that have not been identified.

(Continued)

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Transit'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 determination of financial statement amounts. 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*.

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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Transit's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Crowe LLP

Miami, Florida
March 25, 2020

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM
AND STATE FINANCIAL ASSISTANCE PROJECT; REPORT ON INTERNAL CONTROL OVER
COMPLIANCE; AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE REQUIRED BY THE UNIFORM GUIDANCE AND
CHAPTER 10.550 RULES OF THE AUDITOR GENERAL**

The Honorable Mayor and
Board of County Commissioners
Miami-Dade County, Florida

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

We have audited Transit Enterprise Fund's ("Transit"), an enterprise fund of Miami-Dade County, Florida (the "County"), compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the requirements described in the *Department of Financial Services' State Projects Compliance Supplement*, that could have a direct and material effect on each of Transit's major federal programs and state financial assistance projects for the year ended September 30, 2019. Transit's major federal program and state financial assistance projects are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of statutes, regulations and the terms and conditions of its federal programs and state financial assistance projects.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Transit's major federal programs and state financial assistance projects based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; 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* (Uniform Guidance); and Chapter 10.550, *Rules of the Auditor General*. Those standards, the Uniform Guidance, and Chapter 10.550, *Rules of the Auditor General* require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program or state financial assistance project occurred. An audit includes examining, on a test basis, evidence about Transit's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

(Continued)

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program and state financial assistance project. However, our audit does not provide a legal determination of Transit's compliance.

Opinion on Each Major Federal Program and State Financial Assistance Project

In our opinion, Transit complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs and state financial assistance projects for the year ended September 30, 2019.

Report on Internal Control Over Compliance

Management of Transit is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Transit's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program and state financial assistance project to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and state financial assistance project and to test and report on internal control over compliance in accordance with the Uniform Guidance and Chapter 10.550, *Rules of the Auditor General*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Transit's internal control over compliance.

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 program or state financial assistance project on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or 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 program or state financial assistance project 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 program or state financial assistance project that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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, *Rules of the Auditor General*. Accordingly, this report is not suitable for any other purpose.

(Continued)

TRANSIT ENTERPRISE FUND
(AN ENTERPRISE FUND OF MIAMI-DADE COUNTY, FLORIDA)
SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
Year Ended September 30, 2019

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

We have audited the financial statements of Transit as of and for the year ended September 30, 2019, and have issued our report thereon dated March 25, 2020, 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. The accompanying schedule of expenditures of federal awards and state financial assistance is presented for purposes of additional analysis as required by the Uniform Guidance and Chapter 10.550, *Rules of the Auditor General* 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 is fairly stated in all material respects in relation to the financial statements as a whole.


Crowe LLP

Miami, Florida
May 20, 2020

(Continued)

TRANSIT ENTERPRISE FUND
 (AN ENTERPRISE FUND OF MIAMI-DADE COUNTY, FLORIDA)
 SCHEDULE OF EXPENDITURES OF
 FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
 Year Ended September 30, 2019

Federal Grant or/State Agency	CFDA No.	Grant Identifying Number	Expenditures	Transfer to Subrecipients
Federal Awards				
U.S. Department of Transportation				
<i>Passed through the Florida Department of Transportation</i>				
<i>Highway Planning and Construction:</i>				
Underline Brickell Backyard Phase 1	20.205	GOV15	\$ 1,204,883	\$ -
Total Highway Planning and Construction Grant:			<u>1,204,883</u>	<u>-</u>
<i>Federal Transit Cluster - Capital Investment Grants:</i>				
FTA - FY 06 Bus Related Activities	20.500	FL-04-0016	831,716	-
FTA - FY 07 Fixed Guideway	20.500	FL-05-0095	114,718	-
FTA - FY 08 Fixed Guideway	20.500	FL-05-0100	428,226	-
FTA - FY 09 Fixed Guideway	20.500	FL-05-0105	493,181	-
FTA - FY 17 5309 Master TOD Plan For Miami-Dade County East-West Corridor	20.500	FL-2017-072	171,528	-
Total Federal Transit Cluster - Capital Investment Grants:			<u>2,039,369</u>	<u>-</u>
<i>Federal Transit Cluster - Formula Grants:</i>				
FTA - Capital Funding for Busway Construction	20.507	FL-90-X350	22,064	-
FTA - FY06 Formula Grant	20.507	FL-90-X578	286,262	-
FTA - FY12 Formula Grant	20.507	FL-90-X805	(2)	-
FTA - FY14 Formula Grant	20.507	FL-90-X843	143,495	-
FTA - FY15 Formula Grant	20.507	FL-2016-004	647,983	-
FTA - FY16 Formula Grant	20.507	FL-2016-018	87,888	-
FTA - FY19 Formula Grant	20.507	FL-2019-050	51,049,351	-
FTA - Bridge Inspection/Bicycle Enhancements	20.507	FL-95-X015	245,610	-
FTA - I-95 Managed Lanes	20.507	FL-95-X033	639,895	-
FTA - 344 Street Park & Ride	20.507	FL-95-X035	1,153	-
FTA - University Pedestrian Overpass	20.507	FL-95-X047	15,375	-
FTA - FY16 5307 SR836 Express Project	20.507	FL-2016-014	72,034	-
FTA - FY17 5307 Bridge Inspection Grant	20.507	FL-2017-073	374,129	-
FTA - FY18 5307 Bridge Inspection Grant	20.507	FL-2018-065	367,755	-
Total Federal Transit Cluster - Formula Grants:			<u>53,952,992</u>	<u>-</u>
<i>Federal Transit Cluster - State of Good Repair Grants Program:</i>				
FTA - FY2019 5337 State of Good Repair Formula	20.525	FL-2019-046	30,124,571	-
Total Federal Transit Cluster - State of Good Repair Grants Program:			<u>30,124,571</u>	<u>-</u>
<i>Federal Transit Cluster - Bus and Bus Facilities Formula Program:</i>				
FTA - FY13-5339 Bus & Bus Facilities Formula	20.526	FL-34-0007	10,365	-
FTA - FY14-5339 Bus & Bus Facilities Formula	20.526	FL-34-0012	161,954	-
FTA - FY15-5339 Bus & Bus Facilities Formula	20.526	FL-34-0028	117,045	-
FTA - FY15-5339 Bus & Bus Facilities Formula	20.526	FL-2016-002	147,696	-
FTA - FY16-5339 Bus & Bus Facilities Formula	20.526	FL-2016-019	1,414,318	-
FTA - FY17-5339 Bus & Bus Facilities Formula	20.526	FL-2017-079	178,538	-
FTA - FY18-5339 Bus & Bus Facilities Formula	20.526	FL-2018-092	4,459,916	-
FTA - FY18-5339 Bus & Bus Facilities Formula	20.526	FL-2019-047	10,662,063	-
FTA - FY19-5339 Bus & Bus Facilities Formula	20.526	FL-2019-051	3,818,133	-
Total Federal Transit Cluster - Bus and Bus Facilities Formula Program:			<u>20,970,028</u>	<u>-</u>
Total Federal Transit Cluster			<u>107,086,960</u>	<u>-</u>
<i>Transit Services Programs Cluster - Job Access and Reverse Commute Program:</i>				
FTA - JARC FY 08 and 09	20.516	FL-37-X056	141,625	-
FTA - JARC FY 10 and 11	20.516	FL-37-X066	335,650	-
FTA - JARC FY 2012	20.516	FL-37-X081	223,012	-
Total Transit Services Programs Cluster			<u>700,287</u>	<u>-</u>
<i>Public Transportation Emergency Relief Program:</i>				
FTA-FY18 Emergency Relief Hurricane Irma	20.527	FL-2019-009	4,276,178	-
Total Transportation Emergency Relief Program			<u>4,276,178</u>	<u>-</u>
Total U.S. Department of Transportation			<u>113,268,308</u>	<u>-</u>
U.S. Department of Homeland Security				
<i>Rail and Transit Security Grant Program:</i>				
DHS Hostage Rescue and Counter Terrorism	97.075	EMW-2017-RA-00050-S01	30,384	-
Total U.S. Department of Homeland Security			<u>30,384</u>	<u>-</u>
Total Federal Awards			<u>\$ 113,298,692</u>	<u>\$ -</u>

(Continued)

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 (AN ENTERPRISE FUND OF MIAMI-DADE COUNTY, FLORIDA)
 SCHEDULE OF EXPENDITURES OF
 FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
 Year Ended September 30, 2019

Federal Grant or/State Agency	CSFA No.	Grant Identifying Number	Expenditures	Transfer to Subrecipients
State Financial Assistance				
Florida Department of Transportation:				
<i>Commission for the Transportation Disadvantaged</i>				
<i>(CTD) Trip and Equipment Grant Program:</i>				
Transportation Disadvantaged FY 19	55.001	G0X47	\$ 3,940,202	\$ -
Transportation Disadvantaged FY 20	55.001	G1A49	1,447,892	-
Transportation Disadvantaged Local Program Admin Support	55.001	G0Y26	56,808	-
Total (CTD) Trip and Equipment Grant Program:			<u>5,444,902</u>	<u>-</u>
<i>Commuter Assistance Program / Ride Share Grants:</i>				
Dade-Monroe Express	55.007	G0D76	1,210,647	-
Total Commuter Assistance Program / Ride Share Grants:			<u>1,210,647</u>	<u>-</u>
<i>Public Transit Block Grant Program:</i>				
Public Transit Block Grant Program FY 2019	55.010	G0Y93	21,416,578	-
Total Public Transit Block Grant Program:			<u>21,416,578</u>	<u>-</u>
<i>Park and Ride Lot Program:</i>				
Metrorail Parking Space Counters	55.011	AR074	181,581	-
Total Park and Ride Lot Program:			<u>181,581</u>	<u>-</u>
<i>Transit Corridor Development Program:</i>				
Kendall Enhanced Bus Service	55.013	AQQ61	662,458	-
South Dade Busway Routes	55.013	G0E20	1,189,295	-
Flagler Max Bus Service	55.013	G0H68	1,360,480	-
Flagler Max Bus Service	55.013	G1463	159,653	-
I-95 Express Broward to Dade Civic Center	55.013	G1309	143,009	-
I-95 Express Broward to Miami Central Business District	55.013	G1310	208,346	-
Total Transit Corridor Development Program:			<u>3,723,241</u>	<u>-</u>
<i>Intermodal Access Development Program:</i>				
Dadeland North 2 Additional Elevators	55.014	ARK50	115,821	-
Miami Connector Project	55.014	G0J89	1,616,818	-
MIC Central Operation, Maintenance, and Management	55.014	G1361	1,428,465	-
Total Intermodal Access Development Program:			<u>3,161,104</u>	<u>-</u>
Total Florida Department of Transportation			<u>35,138,053</u>	<u>-</u>
Total State Financial Assistance			<u>\$ 35,138,053</u>	<u>\$ -</u>

See accompanying notes to the
 Schedule of Expenditures of Federal Awards and State Financial Assistance.

TRANSIT ENTERPRISE FUND
(AN ENTERPRISE FUND OF MIAMI-DADE COUNTY, FLORIDA)
NOTES TO SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
Year Ended September 30, 2019

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedule of expenditures of federal awards and state financial assistance (the Schedule) includes the activity of all federal programs and state financial assistance projects of Transit Enterprise Fund (Transit) for the year ended September 30, 2019, and is presented on the accrual basis of accounting. All federal awards and state financial assistance received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies are included in the accompanying Schedule.

The information in this Schedule is presented in accordance with the requirements of the Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Costs Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and Chapter 10.550, *Rules of the Auditor General*. Because the Schedule only presents a selected portion of the operations of Transit, it is not intended to and does not present the financial position, changes in financial position or cash flows of Transit.

Expenditures are recognized following 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.

Transit has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

Transit did not receive any non-cash assistance, including Federal Insurance, during the fiscal year.

NOTE 2 - NEGATIVE EXPENDITURES

Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

NOTE 3 - EMERGENCY RELIEF HURRICANE IRMA GRANT

Expenditures reported on the Schedule for the Emergency Relief Hurricane Irma Grant (CFDA 20.527) is based on project worksheets approved through an executed agreement. Expenditures reported were incurred in prior years.

TRANSIT ENTERPRISE FUND
 (AN ENTERPRISE FUND OF MIAMI-DADE COUNTY, FLORIDA)
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Year Ended September 30, 2019

SECTION I - SUMMARY OF AUDITORS' RESULTS

FINANCIAL STATEMENTS

Type of auditors' report issued	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified	No
Significant deficiency(ies) identified	None reported
Noncompliance material to financial statements noted	No

FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE

Internal control over major federal programs and state projects:	
Material weakness(es) identified	No
Significant deficiency(ies) identified	None Reported
Type of auditors' report issued on compliance for major programs	Unmodified
Audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a) and Chapter 10.550	No

Identification of major programs:

CFDA/CSFA Number

Name of Program

Federal:

20.500/20.507/20.525/20.526	Federal Transit Cluster
20.527	Public Transportation Emergency Relief Program

State:

55.010	Public Transit Block Program
55.013	Transit Corridor Development Program
55.014	Intermodal Access Development Program

Dollar threshold used to distinguish between Type A and Type B programs:	
Federal	\$3,000,000
State	\$1,054,142
Auditee qualified as low-risk	Yes

(Continued)

TRANSIT ENTERPRISE FUND
(AN ENTERPRISE FUND OF MIAMI-DADE COUNTY, FLORIDA)
SUMMARY OF PRIOR YEAR AUDIT FINDINGS
Year Ended September 30, 2019

SECTION II - FINANCIAL STATEMENT FINDINGS

No items noted.

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No items noted.

SECTION IV - STATE FINANCIAL ASSISTANCE FINDINGS AND QUESTIONED COSTS

No items noted.

(Continued)

TRANSIT ENTERPRISE FUND
(AN ENTERPRISE FUND OF MIAMI-DADE COUNTY, FLORIDA)
SUMMARY OF PRIOR YEAR AUDIT FINDINGS
Year Ended September 30, 2019

SUMMARY OF PRIOR AUDIT FINDINGS

There were no prior audit findings.