

**ALAMEDA-CONTRA COSTA TRANSIT DISTRICT**  
**Combining Balance Sheet and Statement of Revenues, Expenditures,**  
**and Changes in Fund Balance of**  
**Measure B Funds with**  
**Independent Auditor's Report**  
**For the Year Ended June 30, 2014**

## INDEPENDENT AUDITOR'S REPORT ON MEASURE B COMPLIANCE

Board of Directors  
Alameda-Contra Costa Transit District  
Oakland, California

### ***Report on Compliance for Measure B Funds***

We have audited, in accordance with the 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 basic financial statements of the Measure B Funds of the Alameda-Contra Costa Transit District (District), as of and for the year ended June 30, 2014 and the related notes to the financial statements, and have issued our report thereon dated September 30, 2014.

### ***Management's Responsibility***

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants specified in the *Master Programs Funding Agreement* between the District and the Alameda County Transportation Commission.

### ***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for the Measure B funds 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; and requirements specified in the *Master Programs Funding Agreement* between the District and the Alameda County Transportation Commission. Those standards and requirements 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 Measure B Funds occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for the Measure B Funds. However, our audit does not provide a legal determination of the District's compliance.

### ***Opinion on Measure B Funds***

In our opinion, the District is in compliance with the laws and regulations, contracts, and grant requirements related to *2000 Measure B* funds as specified in the *Master Programs Funding Agreement* between the District and the Alameda County Transportation Commission.

### ***Report on Internal Control Over Compliance***

Management 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 the District's internal control over compliance with the types of requirements that could have a direct and material effect on Measure B Funds determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for the Measure B Funds and to test and report on internal control over compliance, 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 the District'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 Measure B Funds 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 Measure B Funds 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 Measure B Funds 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, specified in the *Master Programs Funding Agreement* between the District and the Alameda County Transportation Commission. Accordingly, this report is not suitable for any other purpose.



Pleasant Hill, California  
February 20, 2015

ALAMEDA CONTRA COSTA TRANSIT DISTRICT  
ALAMEDA COUNTY TRANSPORTATION COMMISSION - MEASURE B FUNDS

COMBINING BALANCE SHEET  
JUNE 30, 2014

	Paratransit	Mass Transit	Total
<b>ASSETS</b>			
Measure Direct Local Program Distribution Receivable	\$791,556	\$2,272,711	\$3,064,267
<b>Total Assets</b>	<b>\$791,556</b>	<b>\$2,272,711</b>	<b>\$3,064,267</b>
<b>FUND BALANCES</b>			
Restricted for:			
Paratransit Programs	\$791,556		\$791,556
Measure B Projects & Programs		\$2,272,711	2,272,711
<b>Total Fund Balances</b>	<b>791,556</b>	<b>2,272,711</b>	<b>3,064,267</b>
<b>Total Fund Balances</b>	<b>\$791,556</b>	<b>\$2,272,711</b>	<b>\$3,064,267</b>

See accompanying notes to financial statements.

ALAMEDA CONTRA COSTA TRANSIT DISTRICT  
ALAMEDA COUNTY TRANSPORTATION COMMISSION - MEASURE B FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE  
FOR THE YEAR ENDED JUNE 30, 2014

	<u>Paratransit</u>	<u>Mass Transit</u>	<u>Total</u>
<b>REVENUES:</b>			
Measure B direct Local Distribution Program Revenue			
Direct Local Program Distribution	\$4,899,366	\$20,461,362	\$25,360,728
<b>Total Revenues</b>	<u>4,899,366</u>	<u>20,461,362</u>	<u>25,360,728</u>
<b>EXPENDITURES:</b>			
Paratransit	4,107,810		4,107,810
Transportation and operations		18,188,651	18,188,651
<b>Total Expenditures</b>	<u>4,107,810</u>	<u>18,188,651</u>	<u>22,296,461</u>
<b>REVENUES OVER/UNDER EXPENDITURES:</b>	<u>791,556</u>	<u>2,272,711</u>	<u>3,064,267</u>
<b>FUND BALANCES:</b>			
Beginning Fund Balance	-	-	-
Ending Fund Balance	<u><u>\$791,556</u></u>	<u><u>\$2,272,711</u></u>	<u><u>\$3,064,267</u></u>

See accompanying notes to financial statements.

**ALAMEDA-CONTRA COSTA TRANSIT DISTRICT**

Schedule of Revenues and Expenses of Measure B Funds  
For the Year Ended June 30, 2014

Revenues:

Paratransit - AC Transit - North	\$ 3,999,965
Paratransit - AC Transit - Central	899,401
Sub-total	<u>4,899,366</u>
AC Transit: North	10,185,749
AC Transit: Central	5,609,419
AC Transit: South	1,905,309
ACTD: Welfare to Work - North	1,467,443
ACTD: Welfare to Work - Central	260,353
Measure B DLD exchange with Alameda CTC	<u>1,033,089</u>
Sub-total	<u>20,461,362</u>
Total Revenues	<u><u>\$25,360,728</u></u>

Operating Expenses:

Paratransit - AC Transit - North	\$ 3,999,965
Paratransit - AC Transit - Central	899,401
Sub-total	<u>4,899,366</u>
AC Transit: North	10,185,749
AC Transit: Central	5,609,419
AC Transit: South	1,905,309
ACTD: Welfare to Work - North	1,467,443
ACTD: Welfare to Work - Central	260,353
Measure B DLD exchange with Alameda CTC	<u>1,033,089</u>
Sub-total	<u>20,461,362</u>
Total Operating Expenses	<u><u>\$25,360,728</u></u>