

**METROPOLITAN TRANSPORTATION COMMISSION**

Independent Accountant's Report  
on Applying Agreed-Upon Procedures  
Regional Measure 3 Funds

Year Ended June 30, 2025



## **Independent Accountant's Report on Applying Agreed-Upon Procedures**

Mr. Derek Hansel, Chief Financial Officer  
Metropolitan Transportation Commission  
San Francisco, California

We have performed the procedures enumerated below, which were agreed to by the Metropolitan Transportation Commission (MTC), on whether the Regional Measure 3 (RM3) funds recipient agencies' expenditures of RM3 funds were substantiated with supporting documentation for the year ended June 30, 2025. Management of the RM3 funds recipient agencies are responsible for substantiating expenditures of RM3 funds. MTC's management is responsible for the list of RM3 expenditure details for the year ended June 30, 2025.

MTC has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of whether the RM3 funds recipient agencies' expenditures of RM3 funds were substantiated with supporting documentation for the year ended June 30, 2025. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

### **PROGRAM DESCRIPTION**

On June 5, 2018, voters passed RM3 raising the toll for all vehicles travelling on the State-owned bridges in the San Francisco Bay Area by \$3.00 phased in over time. RM3 revenues were designated to fund various transportation projects within the region that have been determined to reduce congestion or make improvements to travel in the toll bridge corridors.

### **PROCEDURES**

The procedures and associated findings are as follows:

#### **General Procedures:**

1. Obtain from MTC a listing of RM3 recipients of operating programs and capital programs. MTC selected nine recipients whose total project expenses accounted for 65% of total RM3 expenses (excluding MTC) for the year ended June 30, 2025.
2. For each selected recipient, select invoices with the highest dollar amounts until the selection equals or exceeds 50% of the recipient's project expenses, with a minimum of four invoices to be included, and apply the applicable procedures below to the selected invoices. For recipients with 4 or fewer invoices, select all invoices for review. Transactions less than \$5,000 are not to be selected. MTC reviews and approves the selection of invoices.
3. Request supporting documentation electronically from RM3 recipients for transactions selected for review, and apply the applicable procedures below to the selected transactions.

## **PROCEDURES (Continued)**

### **Capital Programs:**

1. Obtain and determine the Allocation Application includes the following material:
  - a) Sponsor / Sponsor Designating Implementing Agency/ Implementing Agency Resolution of Project Compliance\*;
  - b) Opinion of Legal Counsel / MTC BATA Indemnification\*;
  - c) Board or Official Governing Body Approved Updated Initial Project Report (IPR) and Allocation Request Forms;
  - d) Environmental documentation (as applicable);
  - e) Evidence of Allocation and Commitment of Complementary Funds;
  - f) Submission of Transit-Oriented Communities (TOC) letter or Board/Official Governing Body Approved resolution from jurisdiction(s) impacted by the project (as applicable); and
  - g) Submission of Complete Streets Checklist (as applicable).

\* Project sponsors and/or implementing agencies have the option of consolidating the “Opinion of Legal Counsel / MTC-BATA Indemnification” within the “Implementing Agency Governing Board Resolution of Project Compliance”.
2. Determine whether invoices were submitted to the MTC on a reimbursement basis.
3. Determine whether the expenses included in the invoices were considered eligible expenses, as defined in the Capital Program Guidance section in the Regional Measure 3 Policies and Procedures dated November 2024.
4. Determine whether the expenses included in the invoices were within the scope of the recipient’s Initial Project Report.
5. Verify expenses as reported in the invoices were substantiated by the recipient’s supporting documentation.

### **Operating Programs:**

1. Obtain and determine the Allocation Application includes the following material:
  - a) Cover letter detailing the allocation request;
  - b) Implementing Agency Resolution\*;
  - c) Operating Agreement;
  - d) Opinion of Legal Counsel\*;
  - e) Environmental documentation;
  - f) Certifications and assurances; and
  - g) Fiscal audit.

\* Project sponsors have the option of consolidating the “Implementing Agency Resolution” and the “Opinion of Legal Counsel”.
2. Determine whether the recipient’s invoices were exclusive of depreciation/amortization expenses.
3. Reconcile expenses and fare box revenues as reported in the invoices to the recipient’s supporting documentation. (This procedure excludes other operating subsidies.)
4. Determine whether the expenses included in the invoices were within the scope of the recipient’s Operating Agreement.

## **FINDINGS**

### **Capital Programs:**

No exceptions were found as a result of applying the procedures for capital programs listed in the accompanying Schedule of Expenditures of Regional Measure 3 Funds (Appendix A).

MTC’s Funding Policy and Programs (FPP) Section determines whether RM3 capital projects are subject to Transit-Oriented Communities (TOC) and Complete Streets (CS) policies. The table below lists the recipient agencies and projects that are subject to these requirements. No exceptions were found as a result of applying procedures 1f) and 1g) to these projects.

Recipient Agency	Project No. and Title	TOC	CS
Sonoma Marin Area Rail Transit	6605 Windsor HS Undercrossing	No	Yes
Water Emergency Transportation Authority	4502 Shoreside Electrical Program	Yes	Yes

**Operating Programs:**

No exceptions were found as a result of applying the procedures for operating programs listed in the accompanying Schedule of Expenditures of Regional Measure 3 Funds (Appendix A).

We were engaged by MTC to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the AICPA. We were not engaged to and did not conduct an examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on whether the RM3 funds recipient agencies’ expenditures of RM3 funds were substantiated with supporting documentation for the year ended June 30, 2025. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of MTC and the RM3 funds recipient agencies and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

This report is intended solely for the information and use of MTC and the RM3 Independent Oversight Committee and is not intended to be and should not be used by anyone other than these specified parties.

*Macias Gini É O’Connell LPA*  
Walnut Creek, California  
December 19, 2025

**Appendix A**

**Metropolitan Transportation Commission**  
Schedule of Expenditures of Regional Measure 3 Funds  
Year Ended June 30, 2025

**Capital Programs:**

Index	Recipient Agency	Project No.	Title	Total Expenses	Amount Reviewed
1.	AC Transit	5201	Telegraph Rapid	\$ 1,739,878	\$ 1,739,878
2.	AC Transit	5202	Quick Build Transit Priority	1,242,065	756,841
3.	Alameda County Transportation Commission	4203	I-80 S EL Alameda County	34,529,302	-
4.	Alameda County Transportation Commission	4301	GoPort 7th St Grade Separation	2,670,358	-
5.	Alameda County Transportation Commission	6900	I680/I880/R262 Freeway Connect	227,128	-
6.	Alameda County Transportation Commission	7000	I680/SR84 Interchng Reconstruct	25,482,624	-
7.	Bay Area Rapid Transit	4100	BART Expansion Cars	285,967,906	207,456,409
8.	Contra Costa Transportation Authority	5901	I680/SR4 Interchg Imprv Ph1&2A	2,560,010	-
9.	Contra Costa Transportation Authority	5902	I680/SR4 Intchg-Trail Connectn	80,155	-
10.	Contra Costa Transportation Authority	7401	Mokelumne Trail Bike/Ped SR84	826,340	-
11.	Contra Costa Transportation Authority	7501	Martinez Amtrak Shared Mobilit	39,403	-
12.	Contra Costa Transportation Authority	7503	WalnutCrk BARTSt Shared MobHub	80,613	-
13.	Eastern Contra Costa Transportation Authority	6604	Hydrogen Fueling Station	80,596	80,596
14.	Golden Gate Bridge	6608	San Rafael Transit Center Repl	241,940	-
15.	Metropolitan Transportation Commission	6302	Interim Segment B - PAED & PS&	2,211,131	-
16.	Napa Valley Transportation Authority	6700	State Route 29	8,370,522	8,370,522
17.	San Francisco Municipal Transportation Agency	5002	Light Rail Vehicle Procurement	6,495,096	6,495,096
18.	San Francisco Municipal Transportation Agency	5003	40'/60' hybrid buses	9,208	-
19.	San Francisco Municipal Transportation Agency	5004	Kirkland Electrification	3,465,646	-
20.	San Francisco Municipal Transportation Agency	5005	Battery Electric Bus Procurement	264,965	-
21.	San Francisco Municipal Transportation Agency	5006	Presidio Yard Modernization	89,499	-
22.	San Francisco Municipal Transportation Agency	5008	New Flyer Midlife Overhaul	11,344,000	11,344,000
23.	San Mateo County Transportation Authority	5701	San Mateo Dumbarton Busway	10,415	-
24.	San Mateo County Transportation Authority	5801	101/92 Area Improvements Project	500,404	496,365
25.	San Mateo County Transportation Authority	5802	101/92 Direct Connector Project	383,251	368,318
26.	Santa Clara Valley Transportation Authority	5500	Eastridge-BART Regional Connect	84,260,259	-
27.	Santa Clara Valley Transportation Authority	5601	SJ Diridon-Planning&Early Row	2,777,579	-
28.	Solano Transportation Authority	6100	Sol80/I680/SR 12 Interchange	2,068,717	-
29.	Solano Transportation Authority	6200	I80 Westbound Truck Scales	6,708,047	-
30.	Solano Transportation Authority	6301	SR37 & Fairgrnds Dr Interchge	3,523,536	-
31.	Solano Transportation Authority	6607	SR37/Fairgrnds Dr Intrchg Imp	220,783	-
32.	Sonoma County Transportation Authority	6302	Interim Segment B - PAED & PS&E	303,065	-
33.	Sonoma Marin Area Rail Transit	6605	Windsor HS Undercrossing	2,800,000	2,800,000
34.	Transbay Joint Powers Authority	4900	Caltrain Downtown Extension	72,583	-
35.	Transportation Authority of Marin	6001	Marin Segment	19,834,971	-
36.	Transportation Authority of Marin	6501	US-101/I-580 Direct Connector	906,725	-
37.	Water Emergency Transportation Authority	4501	Mission Bay Ferry L&ing	50,053	-
38.	Water Emergency Transportation Authority	4502	Shoreside Electrical Program	570,294	336,059
39.	Water Emergency Transportation Authority	4503	Berkeley Marina Ferry Facility	107,202	-
40.	Water Emergency Transportation Authority	4504	Three 149-Passenger Elec Ferry	3,180,313	3,034,734
<b>Total capital programs expended during the fiscal year ended June 30, 2025*</b>				<b>\$ 516,296,582</b>	<b>\$ 243,278,818</b>

\*Total may not add due to rounding.

**Operating Programs:**

Index	Recipient Agency	Project No.	Title	Total Expenses	Amount Reviewed
1.	AC Transit	1812	Regional Bus Service	\$ 7,487,318	\$ 6,738,586
2.	Central Contra Costa Transportation Authority	1812	Regional Bus Service	100,000	-
3.	Eastern Contra Costa Transportation Authority	1812	Regional Bus Service	683,627	683,627
4.	Golden Gate Bridge	1812	Regional Bus Service	1,871,325	-
5.	Livermore Amador	1812	Regional Bus Service	696,088	-
6.	Napa Valley Transportation Authority	1812	Regional Bus Service	726,004	303,858
7.	Solano County Transit (SoTrans)	1812	Regional Bus Service	1,018,325	-
8.	Transbay Joint Powers Authority	1700	Transbay Transit Center	3,549,361	-
9.	Water Emergency Transportation Authority	1912	Ferries	26,000,946	25,732,867
10.	Western Contra Costa Transportation Authority	1812	Regional Bus Service	2,502,177	2,502,177
<b>Total operating programs expended during the fiscal year ended June 30, 2025 *</b>				<b>\$ 44,635,171</b>	<b>\$ 35,961,115</b>

*\*Total may not add due to rounding.*