San Francisco
County Transportation
Authority

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Memorandum

AGENDA ITEM 11

DATE: November 24, 2026

TO: Transportation Authority Board

FROM: Cynthia Fong – Deputy Director for Finance and Administration

SUBJECT: 12/08/2026 Board Meeting: Accept the Audit Report for the Fiscal Year Ended June 30, 2026

RECOMMENDATION ☐ **Information** ☒ **Action**	☐ Fund Allocation
Accept the audit report for the fiscal year ended June 30, 2026.	☐ Fund Programming
SUMMARY	☐ Policy/Legislation
The Transportation Authority's financial records are required to be audited annually by an independent, certified public accountant. The Annual Comprehensive Financial Reporting (Audit Report) for the year ended June 30, 2026, was conducted in accordance with generally accepted auditing standards by the independent, certified public accounting firm of Crowe LLP. The Transportation Authority received all unmodified audit opinions from Crowe LLP and did not identify any significant deficiencies or material weaknesses during our audit. A representative from Crowe LLP will present the audit report and answer any questions at the Board meeting.	☐ Plan/Study ☐ Capital Project Oversight/Delivery ☒ Budget/Finance ☐ Contract/Agreement ☐ Other: _____

BACKGROUND

Under its Fiscal Policy (Resolution 24-48), the Transportation Authority's financial records are to be audited annually by an independent, certified public accounting firm. The audits for the fiscal year (FY) ended June 30, 2026, were conducted in accordance with generally accepted auditing standards, the standards applicable to financial audits contained in the Government Auditing Standards, issued by the Comptroller General of the United States. The Audit Report contains formal opinions, or disclaimers thereof, issued by an independent, certified public accounting firm as a result of an external audit performed on an agency. An unmodified audit

opinion (also known as a clean opinion/unqualified opinion) is the best type of report an agency may receive from an external audit and represents that the agency complied with direct and material regulatory requirements or that the agency's financial condition, position, and operations in all material respects were fairly presented.

DISCUSSION

The Audit Report includes an introductory section; the overall basic financial statements; a management discussion and analysis of the Transportation Authority's financial performance during that fiscal year; footnotes; required supplemental information; and other supplementary information, statistical section, and compliance section.

We are pleased to note that Crowe LLP issued all unmodified opinions and did not identify any significant deficiencies or material weaknesses during our audit. The Transportation Authority recognized all significant transactions in the financial statements in the proper period and received no adjustments to any estimates made in the financial statements. For the annual fiscal audit, Crowe LLP has issued an opinion stating that the financial statements present fairly, in all material respects, the financial position of the Transportation Authority. The full audit report is enclosed.

FINANCIAL IMPACT

Expenditures did not exceed the amounts approved in the agency-wide amended FY 2025/26 budget. Budgeted expenditures that were not expended in FY 2025/26 will be included in the FY 2026/27 mid-year amendment.

CAC POSITION

The CAC will consider this item at its December 2, 2026, meeting.

SUPPLEMENTAL MATERIALS

- Enclosure – Annual Comprehensive Financial Report for the Year Ended June 30, 2026