

Integrity Monitor Report
Category 3

Integrity Monitor Firm Name: RSM US LLP
Quarter Ending: 9/30/2024
Expected Engagement End Date: 12/31/2026

A. General Info

1. Recovery Program Participant:

New Jersey Transit

2. Federal Funding Source (e.g. CARES, HUD, FEMA, ARPA):

Coronavirus Aid, and Economic Security Act (CARES),

Coronavirus Response and Relief Supplemental Appropriation Act (CRRSAA),

American Rescue Plan Act (ARPA)

3. State Funding Source (if applicable):

Not applicable

4. Deadline for Use of State or Federal Funding by Recovery Program Participant:

Coronavirus Aid, Relief, and Economic Security Act ("CARES") – to remain available until expended (no deadline),

Coronavirus Response and Relief Supplemental Appropriations Act ("CRRSAA") – to remain available until expended (no deadline),

American Rescue Plan Act ("ARPA") – to remain available until September 30, 2024.

5. Accountability Officer:

Kelly Levy

6. Program(s) under Review/Subject to Engagement:

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NJ TRANSIT CARES Section 5307 Operating Assistance

NJ TRANSIT CRRSAA Section 5307 Operating Assistance

NJ TRANSIT ARPA Section 5307 Operating Assistance

7. Brief Description, Purpose, and Rationale of Integrity Monitor Project/Program:

Provide integrity monitor services over the disbursement of CARES, CRRSAA and ARPA funding related to labor, fringes and other eligible expenses (i.e., utilities, purchased transportation services) administered by the NJ Transit Compliance and Finance departments. As outlined in section 1.A. of the RFP, we will evaluate the internal controls over NJ Transit's financial management, cash management, acquisition management, property management and records management, as well as validate compliance with regulatory requirements through inquiry and interviews, review and inspection of evidence, onsite monitoring visits, as needed.

8. Amount Allocated to Program(s) under Review:

NJ TRANSIT CARES Section 5307 Operating Assistance: \$1,423,544,405
NJ TRANSIT CRRSAA Section 5307 Operating Assistance: \$1,129,571,090
NJ TRANSIT ARPA Section 5307 Operating Assistance: \$1,854,773,087

9. Amount Expended by Recovery Program Participant to Date on Program(s) under Review:

NJ TRANSIT CARES Section 5307 Operating Assistance: \$1,423,544,405
NJ TRANSIT CRRSAA Section 5307 Operating Assistance: \$605,205,815
NJ TRANSIT ARPA Section 5307 Operating Assistance: \$1,854,773,087

10. Amount Provided to Other State or Local Entities:

Not applicable

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11. Completion Status of Program (e.g. planning phase, application review, post-payment):

Post Payment

12. Completion Status of Integrity Monitor Engagement:

In Process

B. Monitoring Activities

13. If FEMA funded, brief description of the status of the project worksheet and its support:

a) IM Response

Not applicable

b) Recovery Program Participant Comments

Not applicable

14. Description of the services provided to the Recovery Program Participant during the quarter (i.e. activities conducted, such as meetings, document review, staff training, etc.):

a) IM Response

In Q3 2024, IM performed the following activities:

- Conducted a process walkthrough with Finance on July 31, 2024
- Performed review of requested documents received during this period (grant management)
- Conducted bi-weekly status calls with NJ Transit IA, Compliance, and Finance.
- Submitted bi-weekly progress reports
- Reported monthly DBE activities
- Prepared and submitted quarterly Treasury report

b) Recovery Program Participant Comments

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None

15. Description to confirm appropriate data/information has been provided by the Recovery Program Participant and description of activities taken to review the project/program:

a) IM Response

See item 14. The IM requested and obtained documentation related to grant management.

b) Recovery Program Participant Comments

Not applicable

16. Description of quarterly auditing activities conducted to ensure procurement compliance with terms and conditions of contracts and agreements:

a) IM Response

Not applicable

b) Recovery Program Participant Comments

Not applicable

17. If payment documentation in connection with the contract/program has been reviewed, provide description.

a) IM Response

Not applicable

b) Recovery Program Participant Comments

Not applicable

18. Description of quarterly activity to prevent and detect waste, fraud, and/or abuse:

a) IM Response

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Not applicable

b) Recovery Program Participant Comments

Not applicable

19. Details of any integrity issues/findings, including findings of waste, fraud, and/or abuse:

a) IM Response

Not applicable

b) Recovery Program Participant Comments

Not applicable

20. Details of any other items of note that have occurred in the past quarter:

a) IM Response

Not applicable

b) Recovery Program Participant Comments

Not applicable

21. Details of any actions taken to remediate waste, fraud, and/or abuse noted in past quarters:

a) IM Response

Not applicable

b) Recovery Program Participant Comments

Not applicable

C. Miscellaneous

22. List of hours (by employee) and expenses incurred to perform quarterly integrity monitoring review:

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a) IM Response

For the period July 1, 2024 – September 30, 2024, the following individuals have expended a total of 128.8 hours

Jill Reyes – 4.0 hours
Shawn Dahl – 4.5 hours
Matthew Blondell – 21.5 hours
Stephanie Tantillo – 78.0 hours
Jack Bearden – 20.8 hours

b) Recovery Program Participant Comments

None


23. Add any item, issue, or comment not covered in previous sections but deemed pertinent to monitoring program:

a) IM Response

Not applicable

b) Recovery Program Participant Comments

Not applicable

Name of Integrity Monitor:	RSM US LLP
Name of Report Preparer:	Jill Reyes
Signature:	
Date:	9/20/2024