

**Integrity Monitor Report
Category 3**

Integrity Monitor Firm Name: RSM US LLP
Quarter Ending: 3/31/2024
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:

Chris lu

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

**Integrity Monitor Report
Category 3**

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: \$178,169,177
NJ TRANSIT ARPA Section 5307 Operating Assistance: \$1,854,773,087

10. Amount Provided to Other State or Local Entities:

Not applicable

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

**Integrity Monitor Report
Category 3**

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 Q1 2024, IM performed the following activities:

- Conducted a process walkthrough meeting with NJ Transit Finance personnel in January to gain an understanding of the Accounting and Reporting processes
- Obtained access to NJ Transit workspace repository site for document sharing
- Bi-weekly status meeting with NJ Transit key personnel
- Preparation of bi-weekly and quarterly reports
- Review of regulation and requested documents (e.g., grant agreements)

b) Recovery Program Participant Comments

None

**Integrity Monitor Report
Category 3**

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

The IM obtained the grant agreement for the CARES, CRRSAA and ARPA grants.

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

Not applicable

**Integrity Monitor Report
Category 3**

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:

**Integrity Monitor Report
Category 3**

a) IM Response

For the period January 1, 2024 – March 31, 2024, the following individuals have expended a total of 127.9 hours

Shawn Dahl – 3 hours
Jill Reyes – 2.5 hours
Matthew Blondell – 9 hours
Stephanie Tantillo – 64 hours
Rita Chevalier – 43.4 hours
Jack Bearden – 6 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:	03/25/2024