

**Integrity Monitor Report
Category 3**

Integrity Monitor Firm Name: RSM US LLP
Quarter Ending: 12/31/2025
Expected Engagement End Date: 12/31/2027

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") – awarded with a period of performance end date of 12/31/2021,

Coronavirus Response and Relief Supplemental Appropriations Act ("CRRSAA") – awarded with a period of performance end date of 12/30/2025,

American Rescue Plan Act ("ARPA") – awarded with a period of performance end date of 12/30/2025.

5. Accountability Officer:

Kelly Levy

**Integrity Monitor Report
Category 3**

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

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: \$1,129,571,090

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

10. Amount Provided to Other State or Local Entities:

Not applicable

**Integrity Monitor Report
Category 3**

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 Q4 2025, IM performed the following activities:

- Hosted walkthroughs with NJ Transit staff to determine necessary approach with payroll systems for documentation requests and testing
- Performed review of requested documents received during this period
- Formulated methodology for continued sample selection of accounts
- Conducted bi-weekly status calls, as necessary, with NJ Transit IA, Compliance, and Finance
- Submitted bi-weekly progress reports
- Reported monthly DBE activities
- Prepared and submitted quarterly Treasury report

**Integrity Monitor Report
Category 3**

b) Recovery Program Participant Comments

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

See item 14. The IM requested and obtained documentation related to grant management, which included the collection of the updated procurement manual.

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

See item 14. The IM requested and obtained documentation related to grant management, which included the collection of W2s, timesheets, and pay histories for the sampled payroll transactions.

b) Recovery Program Participant Comments

**Integrity Monitor Report
Category 3**

Not applicable

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

a) IM Response

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

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

**Integrity Monitor Report
Category 3**

b) Recovery Program Participant Comments

Not applicable

C. Miscellaneous

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

a) IM Response

For the period October 1, 2025 – December 31, 2025, the following individuals have expended a total of 186.25 hours

Jill Reyes – 3.50 hours
Shawn Dahl – 2.50 hours
Matthew Blondell – 28.50 hours
Jaren Mendel – 45.50 hours
Elizabeth Johnson – 0.5 hours
Jack Bearden – 90.50 hours
Tara Hawkins – 15.25 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

**Integrity Monitor Report
Category 3**

Name of Integrity Monitor: RSM US LLP
Name of Report Preparer: Jill Reyes
Signature:

A handwritten signature in cursive script that reads "Jill E. Reyes". The signature is written in a dark ink and is positioned to the right of the "Signature:" label.

Date: 01/09/2026