

2025 Audit Presentation To
WAUKESHA METRO TRANSIT
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FINANCIAL STATEMENT HIGHLIGHTS

- > Continue to issue a full audit report for the transit. The supplemental information on the Waukesha County Operating Assistance contract is issued in a separate report
- > County information flows through the transit's financial statements
- > Clean audit opinion (pages 1-3)
 - Financial statements are the responsibility of management
 - In our opinion fairly stated
- > Supplemental information on grants (pages 25-27)

MANAGEMENT LETTER

- > Transit Commission should stay involved, review information provided and ask questions.
- > Required communications
 - Communicated in the report on internal controls for the City of Waukesha as presented to the City Council.
 - No immaterial audit adjustment in the current year.
 - No passed audit adjustment in the current year.

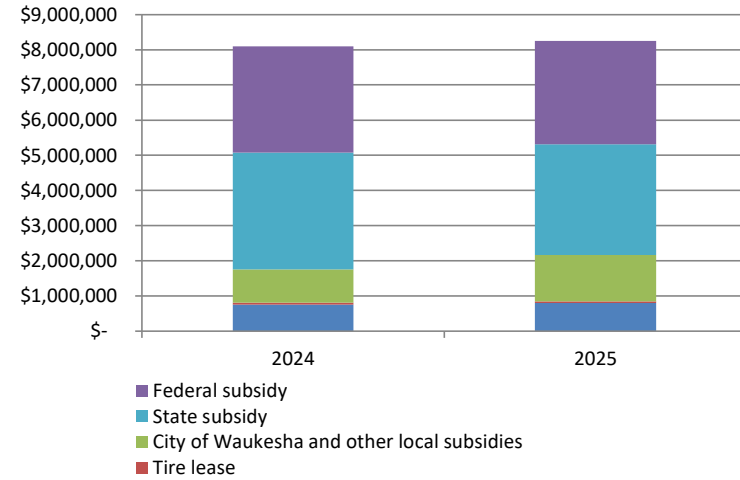
CITYWIDE SINGLE AUDIT

- > Required since city receives more than \$1,000,000 federal and/or state funding.
- > Tests city compliance with laws and regulations related to program requirements, for example allowable costs, cash management, procurement, reporting.
- > Citywide report goes to City Council – No transit findings

WAUKESHA METRO TRANSIT

2025 FINANCIAL STATEMENT HIGHLIGHTS

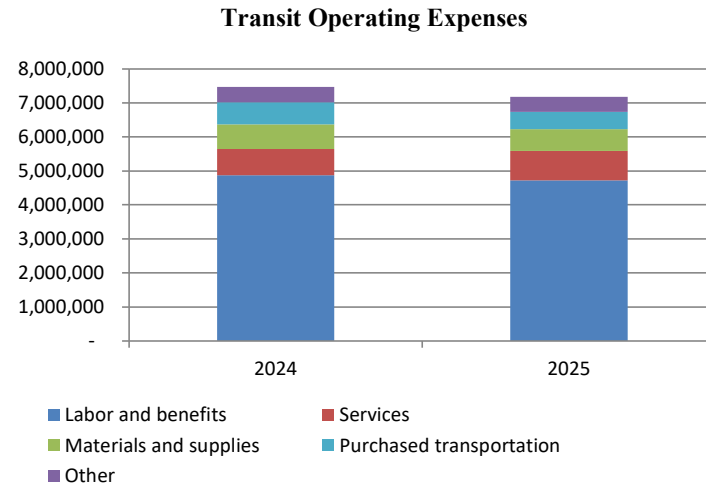
	<u>2024</u>		<u>2025</u>	
<u>Ridership</u>				
Fixed Route	494,915		485,250	
WCL	15,041		9,734	
<u>Operating Revenues</u>				
Passenger fares & other operating	\$ 757,283	9%	\$ 796,171	10%
Tire lease	50,184	0.6%	50,228	0.6%
City of Waukesha and other local subsidies	947,113	12%	1,317,613	16%
State subsidy	3,323,676	41%	3,145,929	38%
Federal subsidy	<u>3,019,802</u>	37%	<u>2,939,865</u>	36%
TOTAL	<u>\$ 8,098,058</u>	100%	<u>\$ 8,249,806</u>	100%



What it means...

Standard state and federal operating subsidies were used to the maximum grant agreement award for operating deficit in 2025. The transit elected to draw \$1.8M of ARPA/CARES funding in 2025.

	<u>2024</u>		<u>2025</u>	
<u>Operating Expenses</u>				
Labor and benefits	4,869,526	65%	4,715,280	66%
Services	772,392	10%	879,477	12%
Materials and supplies	721,321	10%	631,346	9%
Purchased transportation	651,208	9%	511,190	7%
Other	<u>461,080</u>	6%	<u>440,761</u>	6%
TOTAL (excluding depreciation)	<u>\$ 7,475,527</u>	100%	<u>\$ 7,178,054</u>	100%



What it means...

Labor and benefits remained relatively stable in 2025 compared to 2024. The purchased transportation decrease relates to transfers for the share of the Route 1 extension as well as MCTS not operating at all in 2025.