

2013-118 AUDIT SCOPE AND OBJECTIVES—San Francisco Bay Area Rapid Transit District

The audit by the California State Auditor will provide independently developed and verified information related to the revenues, expenditures, and workers' compensation practices of the San Francisco Bay Area Rapid Transit (BART) District and will include, but not be limited to, the following:

1. Review and evaluate the laws, rules, and regulations significant to the audit objectives.
2. Review and assess annual financial statements for the most recent four fiscal years. In addition, identify salaries by employee classification.
3. Review revenues and expenditures over the most recent four fiscal years to determine whether they were reasonable and allowable.
4. Review and assess projected revenues and expenditures for the next four fiscal years, including an assessment of the projected costs and funding sources for capital equipment replacement.
5. For the time period beginning in 2009 through June 30, 2013, perform the following:
 - (a) Determine for a selection of cases whether BART followed all applicable laws, rules, policies, and procedures related to workers' compensation practices.
 - (b) Review BART's workers' compensation practices to determine whether BART used contract employees in lieu of "ready to return to work" union employees. If so, determine whether this practice resulted in a cost savings to BART.
 - (c) Review the number of reported batteries against BART employees to determine whether this number has increased and, if so, determine the impact this increase has had on workers' compensation claims.
 - (d) Determine what actions BART has taken or plans to take to reduce batteries against its employees.
 - (e) Compare the ratio of management to labor employees at BART to that of rail systems with comparable daily ridership.
6. Review and assess any other issues that are significant to the BART District.