



AGENDA

Metropolitan Transportation Engineering
& Construction Cooperative (MTECC)

Thursday, May 14, 2026, 11:00 a.m.

100 West Cypress Creek Road,

6th Floor, Suite 650

Fort Lauderdale, FL 33309-2181

REGULAR ITEMS

(All Items Open for Public Comment)

1. Call to Order
2. Approval of Minutes
3. Approval of Agenda

ACTION ITEMS

1. MOTION TO APPROVE: Budget Amendment 2 for the Fiscal Year 2025-26 Approved Budget.

DISCUSSION ITEMS

1. Audit Report for Fiscal Year 2024-25
2. MTECC Project Status Update
3. Executive Director's Reports
4. PMC Report
5. General Counsel's Report
6. Board Comments

NEXT MEETING: DATE

***MOTION TO ADJOURN**

* Motion Requested

Persons who require special accommodations under the Americans with Disabilities Act or persons who require translation services (free of charge) should contact Carl Ema, Title VI Coordinator at (954) 876-0033/0052 or emac@browardmpo.org (or via Florida Relay at 711) at least seven days prior to the meeting.

For complaints, questions or concerns about civil rights or non-discrimination please contact: Carl Ema, Title VI Coordinator at the numbers or e-mail above.



**Metro Trans Engineering & Construction
Cooperative (MTECC)**

1.

Meeting Date: 05/14/2026

REQUESTED ACTION:

MOTION TO APPROVE: Budget Amendment 2 for the Fiscal Year 2025-26 Approved Budget.

WHAT THIS ACTION ACCOMPLISHES:

This provides the required budget adjustments to adjust to add the pedestrian crossing to the design phase for the Pembroke Pines Mobility Hub Project and to make adjustments to the overall project cost allocations to the Fort Lauderdale SE 17th Street Mobility Hub Project to add funding for design, construction and CEI for adding the upgrade of the traffic signals along the corridor.

SUMMARY EXPLANATION/BACKGROUND:

Budget Amendment 2 includes updates to the following two key items:

- Pembroke Pines Mobility Hub Project – After a lengthy process and prior denials, FDOT approved a Pedestrian Signal on Pines Blvd. as part of the overall project. This requires an extension of time and changes to Work Order 1 for the CTS Engineering design services team. We are also in discussions with the City of Pembroke Pines for updates to the over project scope as the estimated costs for the current scope exceeds the overall grant budget based on the estimated project costs at the 60% plans stage. This budget amendment will allows the CTS Engineering design services to continue to complete the design. We anticipate a second budget amendment once project design is complete and construction and CEI services have been acquired and the amounts known to complete the project.
- Fort Lauderdale SE 17th Street Mobility Hub – Discussions with the City and County have yielded solid results where the County indicated construction for two signal upgrades will be added to the FY 26-27 County budget recommendation to partner with the Federal grant to provide the design and CEI services for three signal upgrades and construction of one signal upgrade. This will upgrade all major signal intersections in the project during construction of the project. This requires an update to the Work Order 1 for the CHA Consulting design team. This also adds additional construction and CEI services for the overall project. The Budget Amendment updates the overall project budget to be prepared to provide the signal upgrades design, CEI and construction.

The details are included in the Attached proposed Budget Amendment 2 to the Fiscal Year 2025-26 Budget on pages 6, 7, 9 and 10.

MTECC STAFF RECOMMENDATION(S):

Recommend approval of the proposed Amendment 1 to the MTECC Fiscal Year 2025-26 Approved Budget.

ADDITIONAL INFORMATION/PREPARER:

If you have any questions about this item, please contact Lowell Clary at (850) 212-7772 or claryl@mteccfl.org

Attachments

MTECC Approved Budget FY 2025-26 Amendment 2
Resolution Approving Budget Amendment

Metro Transportation Engineering & Construction Cooperative

Approved Fiscal 2025-2026 Budget

Amendment 2

Background

The Metro Transportation Engineering & Construction Cooperative (MTECC) was established in 2022 by Interlocal Agreement “ILA” between the founding member municipal members of City of Hollywood, City of Plantation and the City of Pompano Beach under Section 163.01, Florida Statutes in cooperation with the Broward Metropolitan Planning Organization under Section 339.175, Florida Statutes. The founding municipal members appoint MTECC Board Members from their elected officials that form the MTECC Board. The MTECC Board provides policy direction for the operation of MTECC. MTECC shall be a separate legal entity, pursuant to Section 163.01(7), Florida Statutes. This Agreement was filed and recorded on May 31, 2022, with the Clerk of Court for Broward County, Florida in accordance with Section 163.01(11), Florida Statutes.

MTECC as an organization was created to facilitate the planning, design and construction of transportation related projects throughout the County. Under the ILA, additional municipalities in Broward County may join the MTECC through Interlocal Agreement with MTECC. A municipality must be a member of MTECC for MTECC to provide the planning, design, and construction of transportation related projects in the municipality.

From time-to-time, Federal funds become available through the Florida Department of Transportation and the Federal Transit Administration to fund projects that are on municipal roads and other transportation facilities (transitways, sidewalks, bikeways, etc.). Projects funded through Federal funding must comply with Federal laws, regulations and standards which in most cases vary from other projects implemented by municipalities. MTECC was primarily established to specialize in delivering projects that must meet Federal requirements to be efficient in delivering these projects for the member municipality. This prevents the various municipalities from the expense of meeting the Federal requirements on what may be a Federal funded project once or twice every three to five years.

Budget/Fund Structure

General Fund

General funds are for the general operations of a government entity. The MTECC General Fund supports the administrative operations of MTECC including contributions provided by MTECC municipality members under the ILA and the costs to support the following:

- MTECC Board activities and support.
- Executive Director for administrative activities.
- Board Attorney for administrative activities.
- Finance and Accounting for MTECC activities.
- Procurement support activities.

- Contract Management activities.
- Board public relations and involvement activities.
- Other administrative support activities.

Capital Project Fund

In the initial budget there are no revenues or projects in the MTECC Capital Projects Fund. Projects were added in fiscal year 2023-24 and fiscal year 2024-25 and the Capital Projects Fund for MTECC was created and began operations. The MTECC Capital Projects Fund accounts for projects when the MTECC Board receives a request from a MTECC member city and agrees to support the delivery of the project. The project must have funding associated with the project. Projects in the Capital Projects Fund by their nature may cover multiple years depending on the size and complexity of the project.

Project Accounting

The MTECC accounting system has been established to provide separate accounting for each MTECC project. This will include the project budget, city advances, revenues, expenditures, cash balances and project closeout.

Budget Process

The Proposed Budget is provided to develop the proposed budget in the late Spring of each year with the proposed budget presented to the MTECC Board in June or July of each year to be adopted in September of each year for the subsequent fiscal year October 1 to September 30.

Adopting the Budget

MTECC must adopt a balanced budget. A balanced budget as defined in Florida Statutes 166.241(2) is where the amount available from taxation and other sources, including amounts carried over from prior fiscal years, must equal the total appropriations for expenditures and reserves.

MTECC does not have any taxing authority and relies upon contributions from municipal members and grants for capital projects from partners such as FDOT and the Federal Transit Administration. MTECC will hold a public hearing on the tentative budget that is published for public review at least 5 days before the hearing. The budget becomes effective on October 1. The legal level of adoption is at the Fund Level for the MTECC General Fund and at the project level for the Capital Projects Fund.

Amending the Adopted Budget

State law allows changes to the adopted budget at any time throughout the fiscal year and up to 60 days after the fiscal year end (Florida Statutes 166.241(4)). These changes include budget amendments, which increase or decrease the total budget of a fund. Any budget amendments move funds from Budgeted Reserve in the MTECC General Fund or at a project level for a capital project in the Capital Projects Fund require MTECC Board approval.

Budget Monitoring

The budget is monitored monthly by the Executive Director to track variances between the actual and budgeted amounts, to identify trends and to estimate end-of-year results. Monthly financial reports are distributed to the MTECC Board members and all MTECC municipal members, Broward MPO, and for each project to the funding partner for the project. The Executive Director shall monitor the MTECC

General Fund and each project in the Capital Projects Fund to evaluate the adequacy of funds year to date and through the end of the year. The Executive Director shall propose budget amendments to increase or decrease revenues and/or appropriated expenditures to maintain a balanced budget during each fiscal year for the MTECC General Fund and each project in the Capital Projects Fund.

Operating Budget Policies

Budgetary basis refers to the reporting of revenues and expenditures or expenses in the financial statements as they are recognized in the accounts. The basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. All Governmental Funds are accounted for using the modified accrual basis of accounting except that encumbrances are treated as the equivalent of expenditures, as opposed to a reservation of fund balance. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the fiscal period. Expenditures are generally recognized, under the modified accrual basis of accounting, when the related fund liability is incurred. Debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due, using the current financial resources measurement focus of accounting. At year-end, open encumbrance balances lapse.

The Annual Comprehensive Financial Reporting presents the status of the MTECC's finances on a basis consistent with Generally Accepted Accounting Principles (GAAP) (that is, the Governmental Funds use the modified accrual basis of accounting) In order to provide a meaningful comparison of actual results with the budget, the Annual Comprehensive Financial Reporting presents MTECC's operations on a GAAP basis and also shows fund expenditures and revenues on a budget basis for the Special Revenue and Capital Projects Funds. MTECC is required to prepare a balanced budget in which current revenues will be sufficient to support current expenditures.

MTECC General Fund Financial Reserve Policies

In general, MTECC should maintain adequate fund balances or reserves to handle unexpected decreases in revenues plus a reasonable level for extraordinary unbudgeted expenditures. For measurement purposes, the minimum target fund balance in the MTECC General Fund is the equivalent of 90 days of average expenditure for the MTECC General Fund and should be computed annually and remain unappropriated. On an annual basis, projections of reserve requirements and a plan for the use of additions for the current year shall be made in accordance with relevant MTECC policies.

Capital Projects Fund Project Level Financial Reserve Policies

The Executive Director will analyze each project grant amount and establish a reserve amount for each project in coordination with the project team experts, funding partner and municipal member where the project is located. This reserve shall be maintained at the project level of the Capital Projects Fund and used for unexpected expenditures on the project. This reserve shall be monitored monthly and updated as needed to ensure there is adequate funding for each project.

Capital Improvement Policies

MTECC shall coordinate the development of the MTECC Capital Improvement Plan with the development of the MTECC General Fund Budget and in coordination with funding partners such as the Broward MPO, FDOT, Federal Transit Administration and MTECC municipal members. MTECC shall have a five-year capital improvement plan that identifies specific projects and project phases by year within

the five-year period. Each year, a new year will be added to the five-year capital improvement plan. Future operating expenditures and revenues associated with new capital improvement will be projected and included in the Five-Year Capital Improvement Plan.

MTECC shall capture the expenditures for capital improvement projects by project and at the completion of the project transfer the project value to the municipal member that by agreement will own the project for long-term operations and maintenance.

Revenue Policies

MTECC depends on funding partners to provide grants for the MTECC operations and capital projects being implemented by MTECC. MTECC will include revenues as required by the ILA in the MTECC General Budget and any other grants that may be made by MTECC municipal members for MTECC operations. MTECC Capital Projects Funds revenues shall be developed based on executed grant agreements from project funding partners. Legally restricted revenues will be used for the specific purpose dictated by the issuer. To ensure compliance with revenue, reserve and budget policies, MTECC staff shall analyze and prepare reports annually to monitor, project and estimate revenues and expenditures, on an annual basis and forward for the next fiscal year.

Expenditure Policies

Expenditures are a rough measure of MTECC's service output. While many expenditures can be easily controlled, unanticipated service demands may strain our ability to maintain a balanced budget. To ensure proper control of expenditures and provide for a quick and effective response to adverse financial situations, expenditures and purchase commitments will be made in a form and process that is legal, appropriate, funded, authorized and sufficiently documented. Also, expenditures and purchase commitments will be recorded in an accurate and timely fashion.

Budget In Brief

Proposed budget amounts for fiscal year 2025-2026 includes:

Revenues. The revenues will involve an assessment to the MTECC member cities (assumes cities of Coconut Creek, Deerfield Beach, Fort Lauderdale, Hallandale Beach, Hollywood, Pembroke Pines, Plantation, and Pompano Beach) of \$25,000 per City. Any new MTECC members will be assessed a \$50,000 initial year fee for joining MTECC should additional cities join MTECC during fiscal year 2025-26.

Expenditures. The budget expenditures for general administrative activities in fiscal year 2025-26 include the following major categories.

General Administrative

- Board Expense – these include Board preparation, meeting minutes and related support.
- MTECC Legal Counsel – general support for Board meetings and administrative activities
- MTECC Executive Director – general support for Board meetings and administrative management and oversight of MTECC activities
- Program Management Consultant –
 - general support for Board meetings and technical support for administrative activities,
 - web development and support,
 - media relations and public involvement support for general MTECC activities
- Finance and Accounting – supports finance and accounting activities for MTECC.

- Insurance – overall insurance coverage for the Board and MTECC activities.
- Technology – technology required for general activities of MTECC operations.
- Annual Audit – required annual audit of MTECC activities.
- Other Administrative Expenses – this covers general administrative expenses that made not be addressed in other categories.

Budgeted Reserve. The Budgeted Reserve for the MTECC General Fund Budget for fiscal year 2025-26 is assumed to be \$240,500 or 79% of the annual expenditures of the MTECC General Fund. As projects are added to the MTECC Capital Project Fund any advances from the General Fund will be reimbursed back to the General Fund.

MTECC Capital Project Fund

During Fiscal Year 2023-24, cities (Pembroke Pines (two projects), Coconut Creek and City of Fort Lauderdale) have officially requested and the MTECC Board has approved moving forward with assistance for MTECC support federal grant funded projects. One Pembroke Pines project was relocated to the City and Florida Department of Transportation in fiscal year 204-25. The MTECC Projects Fund has been added to the annual budget with an amended amount for fiscal year 2023-24 and fiscal year 2024-25. Each specific project is brought forward for MTECC Board review and approval to amend in the full project budgets funding from FDOT/City to fund items such as:

- MTECC Executive Director – items such as project scope development, meetings, negotiations, oversight, reporting, management of consultants and related project specific activities
- MTECC Legal Counsel – project level items such as draft agreements, negotiations, finalizing agreements, and availability for any project level issues.
- Procurement – project level task orders and procurement processes
- Program Management Consultant
 - PMC Project Manager – project scope development, meetings, negotiations, oversight, management of PMC staff, reporting, etc.
 - PMC Design Consultant Manager – contract/project manager for design consultant on behalf of MTECC – scope development, manage design consultant activities for oversight, coordination, reporting, invoicing, payments, etc.
 - MTECC/City – design reviews at 30%, 60%, 90% plans and acceptance of 100% plans
 - Construction Bid Preparation – assist design consultant will the development of the plans, specifications, special provisions to prepare for construction bid.
- Design Consultant – team responsible for the implementation of the design project.
- Construction – the contractor responsible for building the project.
- CEI – team responsible for the construction engineering and inspection of the construction project.

The Proposed Budget is amended as each Project and the associated budget is added as Project Agreements and Budget Amendments are approved by the MTECC Board. This will include reimbursement to the General Fund Budget from the Capital Projects Fund.

Capital Project Fund Balances – the anticipated unused budget for each project will be carried forward to the subsequent fiscal year to continue the delivery of each project.

Budget Amendment 1 for Fiscal Year 2025-26

Budget Amendment 1 includes updates to the following two key items:

- **Coconut Creek Lyons Road Mobility and Safety Project** – All final amounts are in for various support contracts, contract for light poles/luminaires and the bid for construction on the project. The amounts are in line with prior design engineer of record estimates for the completion of the project. This will require use of at least a portion of the advance from the City of Coconut Creek of \$349,312. This amount is being added as additional revenue for the Project and allocated among the expense categories to balance to known contract costs and construction bid amounts. This results in the adjustments shown on page 9 of this document. Some key items of note:
 - We expected a savings reduction on the Program Management Work Order for Project Manager, Oversight and Reviews for the Project of at least \$60,000, with the savings being allocated toward completion of the Project. This will result in a Work Order reduction amendment of this amount.
 - We expect a small savings of \$5,000 on the Design Engineering Services Work Order, with the savings being allocated toward completion of the Project. This will result in a Work Order reduction amendment of this amount.
 - The City of Coconut Creek previously budget and appropriated the advance of \$349,312 for the Project. The City notified MTECC in a letter they concur with using the funds as needed to complete the Project. These amount is being added to the Coconut Creek Project in the Capital Projects Fund and allocated to select expense categories for the Project as shown on page 9.
 - This will increase the overall Project budget to **\$3,859,312**.
 - **This will provide the required funds to support execution of the Construction Contract Agreement.**
- **Audit Services-** the audit of the fiscal year 2024-25 financial statements has required additional services to complete. This was not at the fault of the audit team, but due to financial statements not being provided timely to the audit team. This is being addressed by the MTECC team. This requires an increase to the Audit Services expense line item of \$6,000. This is being offset by small reductions in other expense categories in the General Fund that will not result in any reductions in the required MTECC services.

Budget Amendment 2 for Fiscal Year 2025-26

Budget Amendment 2 includes updates to the following two key items:

- **Pembroke Pines Mobility Hub Project** – After a lengthy process and prior denials, FDOT approved a Pedestrian Signal on Pines Blvd. as part of the overall project. This requires an extension of time and changes to Work Order 1 for the CTS Engineering design services team. We are also in discussions with the City of Pembroke Pines for updates to the over project scope as the estimated costs for the current scope exceeds the overall grant budget based on the estimated project costs at the 60% plans stage. This budget amendment will allows the CTS Engineering design services to continue to

complete the design. We anticipate a second budget amendment once project design is complete and construction and CEI services have been acquired and the amounts known to complete the project.

- **Fort Lauderdale SE 17th Street Mobility Hub** – Discussions with the City and County have yielded solid results where the County indicated construction for two signal upgrades will be added to the FY 26-27 County budget recommendation to partner with the Federal grant to provide the design and CEI services for three signal upgrades and construction of one signal upgrade. This will upgrade all major signal intersections in the project during construction of the project. This requires an update to the Work Order 1 for the CHA Consulting design team. This also adds additional construction and CEI services for the overall project. The Budget Amendment updates the overall project budget to be prepared to provide the signal upgrades design, CEI and construction.

General Fund Budget Item	Approved Fiscal Year 2025-26	Amendment 2	Amended Fiscal Year 2025-26
Revenues			
Founding Member Contributions			
City of Hollywood	\$25,000		\$25,000
City of Plantation	\$25,000		\$25,000
City of Pompano Beach	\$25,000		\$25,000
Non-Founding Member Contributions			
City of Deerfield Beach	\$25,000		\$25,000
City of Hallandale Beach	\$25,000		\$25,000
City of Pembroke Pines	\$25,000		\$25,000
City of Fort Lauderdale	\$25,000		\$25,000
City of Coconut Creek	\$25,000		\$25,000
Total Member Contributions	\$200,000		\$200,000
Interest Earnings	\$5,000		\$5,000
Total Revenues	\$205,000		\$205,000
Carry Over Prior Year	\$315,000		\$315,000
Total Available	\$520,000		\$520,000
Appropriations/Expenditures			
Board Expenses	\$2,000		\$2,000
Board Attorney	\$50,000		\$50,000
Executive Director	\$72,000		\$72,000
Program Management Consultant	\$35,000		\$35,000
Finance/Accounting	\$69,000		\$69,000
Insurance	\$11,000		\$11,000
Annual Audit	\$20,500		\$20,500
Procurement	\$36,000		\$36,000
Public Relations/Involvement	\$2,000		\$2,000
Technology	\$3,000		\$3,000
Other Administrative Expenses	\$3,000		\$3,000
Total Appropriations	\$304,500		\$304,500
Advance to MTECC Projects Fund	\$0		\$0
Repayment of Advances	\$25,000		\$25,000
Budgeted Reserve	\$240,500		\$240,500

Capital Projects Fund Budget Item	Approved Fiscal Year 2025-26	Amendment 2	Amended Fiscal Year 2025-26
Revenues			
Project Grants			
Federal Grants	\$12,922,752		\$12,922,752
City Grants	\$799,312		\$799,312
City Reimbursements	\$25,000		\$25,000
Total Grants	\$13,747,064		\$13,747,064
Advances from MTECC General Fund			
Total Revenues	\$13,747,064		\$13,747,064
Total Available	\$13,747,064		\$13,747,064
Appropriations			
Project 449690-1 – Pembroke Pines			
Program Management Consultant - Design	\$0		\$0
Design Consultant			
Contingency			
Project Total	\$0		\$0
Project 4334292 – Pembroke Pines			
Program Management Consultant Design	\$148,914	-10,000	\$138,914
Design Consultant	\$410,000	\$90,000	\$500,000
Right of Way			
Program Management Consultant Construction	\$80,000		\$80,000
Construction	\$2,150,788	-\$40,950	\$2,109,838
CEI	\$260,000	-30,000	\$230,000
Contingency (note includes Ped overpass – to be finalized in design stage)	\$9,050	-\$9,050	\$0
Project Total	\$3,058,752		\$3,058,752
Project B-23-CP-FL-0383 – Coconut Creek			

Program Management Consultant Design and Construction	\$215,265		\$215,265
Design Consultant	\$400,981		\$400,981
CEI	\$279,829		\$279,829
Construction	\$2,380,242		\$2,380,242
Poles/Lights	\$460,780		\$460,780
Contingency	\$122,215		\$122,215
Project Total	\$3,859,312		\$3,859,312
Project 4334282, City of Fort Lauderdale			
Program Management Consultant Design	\$240,000		\$240,000
Design Consultant	\$800,000	\$100,000	\$900,000
Program Management Consultant Construction	\$90,000	\$10,000	\$100,000
CEI	\$420,000	\$80,000	\$500,000
Construction	\$4,098,734	\$800,000	\$4,898,734
Contingency	\$1,155,266	-990,000	\$165,266
Project Total	\$6,804,000	\$0	\$6,804,000
Total Appropriations/Expenditures	\$13,372,752		\$13,372,752
Transfers to MTECC General Fund	\$25,000		\$25,000
Budgeted Reserve	\$0.00		\$0.00

RESOLUTION NO. 2026-__

A RESOLUTION OF THE BOARD OF THE METRO TRANSPORTATION ENGINEERING AND CONSTRUCTION COOPERATIVE (MTECC) AMENDING THE OPERATING BUDGET FOR THE 2025–2026 FISCAL YEAR TO UPDATE FUNDING FOR THE PEMBROKE PINES MOBILITY HUB PROJECT AND THE FORT LAUDERDALE SE 17TH STREET MOBILITY HUB PROJECT; PROVIDING FOR IMPLEMENTATION AND AN EFFECTIVE DATE.

WHEREAS, the Broward Metropolitan Planning Organization (BMPO) is the Grantee of a Community Project Funding Grant (hereinafter referred to as the “Grant”) from the U.S. Department of Transportation, Federal Transit Administration (“FTA” or “Grantor”) for the Pembroke Pines Mobility Hub and Fort Lauderdale SE 17th Street Mobility Hub Projects (the “Project”); and

WHEREAS, the Cities of Pembroke Pines and Fort Lauderdale (the “City”), the BMPO, and MTECC have entered into a Triparty Agreement for the implementation of the Project (the “Project Agreement”); and

WHEREAS, pursuant to the Project Agreement, the BMPO has programmed grant funding in the amount of \$2,609,302 for Pembroke Pines Mobility Hub, and the City has committed to provide local funding, including but not limited to a contribution of \$35,000, and up to \$450,000 for a pedestrian signal at Pines Blvd, applicable project costs, and any cost overruns as required under the Project Agreement; and

WHEREAS, pursuant to the Project Agreement, the BMPO has programmed grant funding in the amount of \$6,804,000 for Fort Lauderdale SE 17th Street Mobility Hub, and the City has committed to provide local funding, including but not limited to a contribution of \$35,000, applicable project costs, and any cost overruns as required under the Project Agreement; and

WHEREAS, MTECC has procured design and related services for the Projects, including updated project costs and allocations among different project phases within the overall grant budget; and

WHEREAS, the MTECC Board desires to amend the MTECC Capital Projects Fund to reallocate funding among the project phases based on updated project costs and to complete the design phase of each project to ensure sufficient resources are appropriated to complete the Project in accordance with the Project Agreement, Grant requirements, and Project specifications.

**NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF THE METRO
TRANSPORTATION ENGINEERING AND CONSTRUCTION COOPERATIVE, AS FOLLOWS:**

Section 1. Recitals Adopted. Each of the foregoing recitals is hereby adopted and confirmed.

Section 2. Budget Amended. The Board hereby amends the MTECC Fiscal Year 2025–2026 budget in the form attached hereto as Exhibit “A” to:

- (a) Update and amend the allocation of grant funds within the phases of work for the Pembroke Pines Mobility Hub within the overall grant amount in the Project Agreement; and
- (b) Update and amend the amounts the allocation of grant funds within the phases of work for the Fort Lauderdale SE 17th Street Mobility Hub within the overall grant amount in the Project Agreement.

Section 3. Implementation. The Executive Director is hereby authorized to take any and all actions necessary to implement the amendment to the Fiscal Year 2025–2026 budget and to carry out the purposes of this Resolution, including administering project funds and executing documents consistent with the Project Agreement.

Section 4. Effective Date. This Resolution shall become effective upon adoption.

ADOPTED this ___ day of _____, 2026.

METRO TRANSPORTATION ENGINEERING AND CONSTRUCTION COOPERATIVE

By: _____
Chair

Attest:

By: _____
Executive Director



**Metro Trans Engineering & Construction
Cooperative (MTECC)**

1.

Meeting Date: 05/14/2026

SUMMARY:

Audit Report for Fiscal Year 2024-25

Attachments

Governing Board Letter
FY25 Financial Statements
Audit Presentation

April 30, 2026

To the Governing Board and Executive Director
Metro Transportation Engineering and Construction Cooperative
Trade Centre South
100 West Cypress Creek Road, Suite 650
Fort Lauderdale, Florida 33309

We have audited financial statements of the governmental activities and each major fund of Metro Transportation Engineering and Construction Cooperative ("MTECC") for the year ended September 30, 2025. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and *Government Auditing Standards*, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated December 16, 2025. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Matters

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by MTECC are described in Note 1 to the financial statements. As described in Note 5 to the financial statements, MTECC adopted Governmental Accounting Standards Board ("GASB") Statement No. 102, *Certain Risk Disclosures*, in 2025. This statement establishes disclosure requirements for certain concentrations and constraints that may make a government vulnerable to the risk of a substantial impact. The adoption of this statement impacted note disclosures and did not result in a cumulative effect adjustment to beginning net position. We noted no transactions entered into by MTECC during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The most sensitive disclosure affecting the financial statements was:

The disclosure in Note 2 to the financial statements of cash in excess of \$250,000, the FDIC limit.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. The attached schedule summarizes uncorrected misstatements of the financial statements. Management has determined that their effects are immaterial, both individually and in the aggregate, to the financial statements taken as a whole. The uncorrected misstatements or the matters underlying them could potentially cause future period financial statements to be materially misstated, even though, in our judgment, such uncorrected misstatements are immaterial to the financial statements under audit. In addition, misstatements identified as a result of audit procedures and corrected by management have been reflected in the financial statements.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated April 30, 2026.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to MTECC's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as MTECC's auditors. These discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We applied certain limited procedures to the Management's Discussion and Analysis, Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – General Fund and Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Capital Projects Fund, which are required supplementary information ("RSI") that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

Restriction on Use

This information is intended solely for the use of the MTECC Governing Board and management of MTECC and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,



S. Davis & Associates, P.A.

Attachment

Metro Transportation Engineering and Construction Cooperative
 Summary of Uncorrected Misstatements
 September 30, 2025

	Description	Fund	Debit	Credit	Fund Balance/Net Position
1	Unrecorded reimbursable grant expenditures, accounts payable, accounts receivable, and grant revenue – year-end cutoff	Capital Projects Fund	Expenditures \$9,018 Accounts Receivable \$9,018	Accounts Payable \$9,018 Grant Revenue \$9,018	No effect – revenues and expenditures both understated
2	Expenditure reclassification – to reclassify expenditures recorded in an incorrect account to the proper expenditure account	General Fund	Expenditures \$5,176	Expenditures \$5,176	No effect – reclassification within expenditures

**METRO TRANSPORTATION
ENGINEERING & CONSTRUCTION
COOPERATIVE**

FINANCIAL STATEMENTS

As of and for the Year Ended September 30, 2025

**METRO TRANSPORTATION ENGINEERING & CONSTRUCTION
COOPERATIVE**

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INDEPENDENT AUDITOR'S REPORT

To the Governing Board and Executive Director
Metro Transportation Engineering and Construction Cooperative

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities and each major fund of the Metro Transportation Engineering and Construction Cooperative ("MTECC") as of and for the year ended September 30, 2025, and the related notes to the financial statements, which collectively comprise MTECC's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of MTECC as of September 30, 2025, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of MTECC, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about MTECC's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

INDEPENDENT AUDITOR'S REPORT - Continued

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of MTECC's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about MTECC's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 7 and budgetary comparison information on pages 14 through 16 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 30, 2026, on our consideration of MTECC's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of MTECC's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering MTECC's internal control over financial reporting and compliance.



Hollywood, Florida
April 30, 2026

METRO TRANSPORTATION ENGINEERING & CONSTRUCTION COOPERATIVE MANAGEMENT'S DISCUSSION AND ANALYSIS

SEPTEMBER 30, 2025

Our discussion and analysis of Metro Transportation Engineering & Construction Cooperative's ("MTECC") financial performance provides an overview of the financial activities for the year ended September 30, 2025. Please read it in conjunction with MTECC's financial statements which immediately follow this discussion.

Financial Highlights

The following are highlights of financial activity for the year ended September 30, 2025:

- MTECC's operations during fiscal year 2025 were funded through contributions from MTECC's member cities.
 - Program revenues for fiscal year 2025 totaled \$1,044,040 from member city contributions, project fees and grant reimbursements. The grant reimbursements are new in fiscal 2025 and account for the reimbursements from federal grants for project expenditures.
- Fiscal Year 2025 included project advance funds from cities of City of Coconut Creek Lyons Road Lighting Project, City of Pembroke Pines Mobility Hub Project, and the City of Fort Lauderdale SW 17th Street Mobility Hub Project. This resulted in cash flow to ensure project expenses were paid timely pending grant reimbursements from the Project Grant. The advances are shown in Due to Other Governments in the Capital Projects Fund.
- Expenditures for fiscal year 2025 totaled \$976,198. Expenditures increased substantially in fiscal 2025 to account for project activities such as engineering design.
- At the end of fiscal year 2025, the Fund Balance totaled \$473,662 for the combined General Fund and Capital Projects Fund.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to MTECC's basic financial statements. These basic statements consist of three sections: government-wide financial statements, governmental fund financial statements, and the notes to the financial statements. This report also contains required supplemental information in addition to the basic financial statements.

Government-Wide Financial Statements

The government-wide financial statements provide both long-term and short-term information about MTECC's overall financial status. These statements use a format similar to a private sector business. They include a statement of net position and a statement of activities.

The statement of net position presents information on MTECC's assets and liabilities. Net position, the difference between these assets and liabilities, is a useful way to measure MTECC's financial health.

The statement of activities presents information showing how MTECC's net position changed during this fiscal year. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid. This statement separates program revenue from general revenue.

Governmental Fund Financial Statements

Traditional users of governmental financial statements will find the governmental fund financial statements presentation more familiar. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives.

METRO TRANSPORTATION ENGINEERING & CONSTRUCTION COOPERATIVE MANAGEMENT'S DISCUSSION AND ANALYSIS

SEPTEMBER 30, 2025

MTECC, like other governments, uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. MTECC uses a general fund to account for all the general operations of the organization.

The General Fund is the general operating fund of MTECC. The General Fund accounts for all financial resources except those that are required to be accounted for in another fund.

For fiscal year 2025 MTECC continued use of a Capital Projects Fund to account for projects underway for its member cities.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, this set of financial statements focuses on events that produce near-term inflows and outflows of spendable resources, as well as on the balances of spendable resources available at the end of the fiscal year and is a narrower focus than the government-wide financial statements.

By comparing functions between the two sets of statements for governmental funds and governmental activities, readers may better understand the long-term impact of the government's near-term financing decisions. Since MTECC is engaged in a single governmental program, the fund financial statements and the government wide statements are combined using a columnar format that reconciles the individual line items of fund-financial data to government-wide data in a separate column on the face of the financial statements.

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 10-13 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents Required Supplementary Information (RSI) concerning the budget to actual data for the General Fund. This information can be found on page 14 of this report.

This report also provides budget to actual data for the Capital Projects Fund. This information can be found on page 15 of this report.

METRO TRANSPORTATION ENGINEERING & CONSTRUCTION COOPERATIVE MANAGEMENT'S DISCUSSION AND ANALYSIS

SEPTEMBER 30, 2025

Government-Wide Financial Analysis

As noted earlier, changes in net position over time can be a useful indicator of a government's financial position. The following table reflects the condensed government-wide statements of net position as of September 30.

	<u>2025</u>	<u>2024</u>
Assets:		
Cash and cash equivalents	\$ 1,105,709	\$ 422,750
Receivables	724,963	-
Prepaid expenses	10,059	9,769
Due from other governments	-	-
Total assets	<u>\$ 1,840,731</u>	<u>\$ 432,519</u>
Liabilities:		
Accounts payable	\$ 248,022	\$ 9,677
Due To Other Governments	831,336	-
Other liabilities	287,711	45,145
Total liabilities	<u>1,367,069</u>	<u>54,822</u>
Net Position:		
Unrestricted	448,662	250,714
Restricted	25,000	126,983
Total net position	<u>473,662</u>	<u>377,697</u>
Total Liabilities and Net Position	<u>\$ 1,840,731</u>	<u>\$ 432,519</u>

Governmental activities increased MTECC's net position by \$72,948 for the year ended September 30, 2025. The net position is made up from the Unrestricted Net Position of \$448,662 and Restricted Net Position of \$25,000. Initial project advances of \$25,000 were made for five projects from the General Fund to the Capital Projects Fund for early project expenditures pending project grant reimbursements. All of these advances, except one, were returned to the General Fund from the Capital Projects Funds during fiscal year 2024-25. Project Fees were received from three active projects during fiscal year 2024-25 for \$35,000 per project. Expenses were less than budgeted for the overall General Fund. These factors resulted in an increase in the overall Fund Balance.

METRO TRANSPORTATION ENGINEERING & CONSTRUCTION COOPERATIVE MANAGEMENT'S DISCUSSION AND ANALYSIS

SEPTEMBER 30, 2025

The following table reflects the condensed government-wide statements of activities for the years ended September 30:

	<u>2025</u>	<u>2024</u>
Revenues		
Program Revenues:		
Operating grants and contributions	\$ 939,040	\$ 225,000
Project Delivery Fees	105,000	-
General Revenues:		
Interest income	5,106	4,800
Total revenues	<u>1,049,146</u>	<u>229,800</u>
Expenses		
General Government	976,198	312,493
Total expenses	<u>976,198</u>	<u>312,493</u>
Excess of revenues over expenses	72,948	(82,693)
Other Financing Sources (Uses)		
Transfers in	125,000	150,000
Transfers out	(125,000)	(150,000)
Total other financing sources (uses)	<u>-</u>	<u>-</u>
Change in net position	<u>72,948</u>	<u>(82,693)</u>
Net Position:		
Beginning of the year, as previously reported	377,697	460,390
Prior period adjustment	23,017	-
Beginning of the year, as restated	<u>400,714</u>	<u>460,390</u>
End of the year	<u>\$ 473,662</u>	<u>\$ 377,697</u>

Analysis of the Government's Funds

The program revenues were funded from MTECC's member cities and grant reimbursements in fiscal year 2025. This included Cities of Hollywood, Plantation, Pompano Beach, Deerfield Beach, Hallandale Beach, Pembroke Pines, Fort Lauderdale, and Coconut Creek at \$25,000 each for their annual fee.

Initial project advances of \$25,000 were made for five projects from the General Fund to the Capital Projects Fund for early project expenditures pending project grant reimbursements. All of these advances, except one, were returned to the General Fund from the Capital Projects Funds during fiscal year 2024-25. Project Fees were received from three active projects during fiscal year 2024-25 for \$35,000 per project. Expenses were less than budgeted for the overall General Fund. These factors resulted in an increase in the overall Fund Balance.

METRO TRANSPORTATION ENGINEERING & CONSTRUCTION COOPERATIVE MANAGEMENT'S DISCUSSION AND ANALYSIS

SEPTEMBER 30, 2025

Currently Known Facts, Decisions, or Conditions

MTECC is supporting three active projects in fiscal 2024-25 including: City of Coconut Creek Lyons Road Lighting, City of Pembroke Pines Mobility Hub, and City of Fort Lauderdale SW 17th Street Mobility Hub. Each project was in the design engineering phase during fiscal year 2024-25. These projects are accounted for in the Capital Projects Fund. Each project is funded by a federal grant and may be supplemented by City funds. During fiscal year 2024-25 project expenses were paid and MTECC began invoicing for grant reimbursement from Grant Agency.

The General Fund supported MTECC Board Activities and the delivery of the three projects through Executive Direction, legal, procurement, technology, finance and accounting and related activities during fiscal year 2024-25.

Please note that the City of Hallandale Beach provided a letter to MTECC in November 2025, expressing a desire to resign from membership in MTECC. This has not been finalized and is in discussion as of April 2026.

The City of Pembroke Pines and the City of Miramar held a discussion in November 2025 with MTECC to support a new project in fiscal year 2027-28. This is in the preliminary discussion stage and no official support request letter from the cities have been received as of April 2026.

Requests for Information

This financial report is designed to provide a general overview of MTECC's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed as follows:

Lowell Clary
Executive Director
Metropolitan Transportation Engineering & Construction Cooperative
100 West Cypress Creek Road
Suite 650
Fort Lauderdale, FL 33309

METRO TRANSPORTATION ENGINEERING & CONSTRUCTION COOPERATIVE
STATEMENT OF NET POSITION AND GOVERNMENTAL FUND BALANCE SHEET

SEPTEMBER 30, 2025

	<u>General Fund</u>	<u>Capital Projects Fund</u>	<u>Total Governmental Funds</u>	<u>Adjustments</u>	<u>Statement of Net Position</u>
Assets:					
Cash and cash equivalents	\$ 499,107	\$ 606,602	\$ 1,105,709	\$ -	\$ 1,105,709
Receivables	-	724,963	724,963	-	724,963
Prepaid expenses	10,059	-	10,059	-	10,059
Total assets	<u>\$ 509,166</u>	<u>\$ 1,331,565</u>	<u>\$ 1,840,731</u>	<u>\$ -</u>	<u>\$ 1,840,731</u>
Liabilities:					
Accounts payable	\$ 27,677	220,345	\$ 248,022	\$ -	\$ 248,022
Due to other governments	-	831,336	831,336	-	831,336
Other liabilities	32,827	254,884	287,711	-	287,711
Total liabilities	<u>60,504</u>	<u>1,306,565</u>	<u>1,367,069</u>	<u>-</u>	<u>1,367,069</u>
Fund Balance/Net Position:					
Unassigned	448,662	-	448,662	(448,662)	-
Unrestricted	-	-	-	448,662	448,662
Restricted	-	25,000	25,000	-	25,000
Total fund balances/net position	<u>448,662</u>	<u>25,000</u>	<u>473,662</u>	<u>-</u>	<u>473,662</u>
Total Liabilities and Fund Balances	<u>\$ 509,166</u>	<u>\$ 1,331,565</u>	<u>\$ 1,840,731</u>		<u>\$ 1,840,731</u>

METRO TRANSPORTATION ENGINEERING & CONSTRUCTION COOPERATIVE
STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUND REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

	General Fund	Capital Projects Fund	Total Governmental Funds	Adjustments	Statement of Activities
Expenditures/Expenses:					
General government	\$ 237,158	\$ 739,040	\$ 976,198	\$ -	\$ 976,198
Total expenditures/expenses	<u>237,158</u>	<u>739,040</u>	<u>976,198</u>	<u>-</u>	<u>976,198</u>
Program Revenues:					
Project Delivery Fees	105,000	-	105,000	-	105,000
Operating grants and contributions	200,000	739,040	939,040	-	939,040
Total program revenues	<u>305,000</u>	<u>739,040</u>	<u>1,044,040</u>	<u>-</u>	<u>1,044,040</u>
Net program revenues (expenditures/expenses)	<u>67,842</u>	<u>-</u>	<u>67,842</u>	<u>-</u>	<u>67,842</u>
General Revenues:					
Interest income	5,106	-	5,106	-	5,106
Total general revenues	<u>5,106</u>	<u>-</u>	<u>5,106</u>	<u>-</u>	<u>5,106</u>
Excess of revenues over expenditures/expenses	<u>72,948</u>	<u>-</u>	<u>72,948</u>	<u>-</u>	<u>72,948</u>
Other Financing Sources (Uses)					
Transfers in	125,000	-	125,000	-	125,000
Transfers out	-	(125,000)	(125,000)	-	(125,000)
Total other financing sources (uses)	<u>125,000</u>	<u>(125,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance/net position	<u>197,948</u>	<u>(125,000)</u>	<u>72,948</u>	<u>-</u>	<u>72,948</u>
Fund balance/net position:					
Beginning of the year, as previously reported	250,714	126,983	377,697	-	377,697
Prior period adjustment	-	23,017	23,017	-	23,017
Beginning of the year, as restated	<u>250,714</u>	<u>150,000</u>	<u>400,714</u>	<u>-</u>	<u>400,714</u>
End of the year	<u>\$ 448,662</u>	<u>\$ 25,000</u>	<u>\$ 473,662</u>	<u>\$ -</u>	<u>\$ 473,662</u>

The accompanying notes to the financial statements are an integral part of this statement.

METRO TRANSPORTATION ENGINEERING & CONSTRUCTION COOPERATIVE NOTES TO THE FINANCIAL STATEMENTS

SEPTEMBER 30, 2025

Note 1—Nature of operations and summary of significant accounting policies

The financial statements of the Metro Transportation Engineering & Construction Cooperative (“MTECC”) have been prepared in conformity with generally accepted accounting principles in the United States of America (“U.S. GAAP”) as applicable to governmental units. The Government Accounting Standards Board (“GASB”) is the accepted standard setting body of establishing governmental accounting and financial reporting principles. The more significant accounting policies of MTECC are described below.

Reporting Entity – MTECC was established in 2022 by an Interlocal Agreement between the founding municipal members of City of Hollywood, City of Plantation, and the City of Pompano Beach under Section 163.01, Florida Statutes in cooperation with the Broward Metropolitan Planning Organization under Section 339.175, Florida Statutes. The founding municipal members appoint a Cooperative Board Member from their elected officials that form the Cooperative’s Board. The Board provides policy direction for the operation of the MTECC.

MTECC, as an organization, was created to facilitate the planning, design, and construction of transportation related projects throughout Broward County. Under the Interlocal Agreement, additional municipalities in the County may join MTECC through Interlocal Agreement with MTECC. A municipality must be a member of MTECC for MTECC to provide the planning, design, and construction of transportation related projects in the municipality.

MTECC is funded by assessments to its member cities for the operations and grants for future capital projects of MTECC.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Government-Wide Financial Statements – The government-wide financial statements (i.e., the statement of net position and the statement of activities) are reported using the *economic resources* measurement focus and the *accrual basis of accounting*. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

The statement of activities presents a comparison between direct expenses and program revenues for each function of MTECC’s governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include grants and contributions that are used to meet the operational or capital requirements of a particular program. Revenues that are not classified as program revenues are presented as general revenues.

Since MTECC is engaged in a single governmental program, the fund financial statements and the government wide statements are combined using a columnar format that reconciles the individual line items of fund-financial data to government-wide data in a separate column on the face of the financial statements.

Governmental Fund Financial Statements - Governmental funds are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Under this method, revenues are recognized when measurable and available. MTECC considers all revenues available if they are collected within 60 days after year-end.

Expenditures are recorded when the related fund liability is incurred. General capital asset acquisitions are reported as expenditures in governmental funds. Acquisitions under leases are reported as other financing sources.

Expenditure driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been satisfied.

METRO TRANSPORTATION ENGINEERING & CONSTRUCTION COOPERATIVE NOTES TO THE FINANCIAL STATEMENTS

SEPTEMBER 30, 2025

Note 1—Nature of operations and summary of significant accounting policies (continued)

MTECC reports the following major governmental funds:

General Fund – this fund is MTECC’s primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Capital Projects Fund – the Capital Projects Fund accounts for the activities of capital projects that are being delivered by MTECC on behalf of MTECC member cities. This includes the work in progress for the engineering and construction of these projects. Once the projects are complete and accepted by the MTECC member city the project will be transferred to the member city for annual operations and maintenance.

MTECC does not report any proprietary funds.

Cash and Cash Equivalents – MTECC’s cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with an original maturity of three months or less.

Prepaid Expenses – MTECC makes payments to certain vendors that are applicable to a future period that are recorded as prepaid items on Statement of Net Position and Governmental Fund Balance Sheet.

Due from Other Governments – Amounts due from other governments are primarily for membership assessments. Based on the fact that these receivables are due from other governments, MTECC considers them fully collectible. Therefore, no allowance for credit losses has been recorded.

Due to Other Governments – Amounts due to other governments primarily relate to advances received from member cities for projects that have not been completed. MTECC considers the amounts to be valid obligations and expects them to be settled in the ordinary course of business.

Payables – Payables include amounts due to vendors for goods received or services rendered.

Net Position – On the Statement of Net Position for government-wide reporting, net position is segregated into three categories: net investments in capital assets, restricted net position; and unrestricted net position.

- Net investment in capital assets - represents total capital assets less accumulated depreciation and capital related debt net of unspent bond proceeds. As of September 30, 2025, there were none to report.
- Restricted net position – represents net position that is not subject solely to the government’s own discretion. Restrictions may be placed on net position by an external third party that provided the resources, by laws or regulation of other governments, by enabling legislation, by endowment agreements, or by the nature of the asset. As of September 30, 2025, the restricted net position was \$25,000.
- Unrestricted net position – represents net position that does not meet the definition of the two preceding categories.

MTECC may fund outlays for a particular purpose from both restricted and unrestricted resources. To calculate the amounts to report as restricted net position and unrestricted net position in the government-wide financial statements, a flow assumption must be made about the order in which resources are considered to be applied. It is MTECC’s policy to consider restricted net position to have been depleted before unrestricted net position is applied.

METRO TRANSPORTATION ENGINEERING & CONSTRUCTION COOPERATIVE NOTES TO THE FINANCIAL STATEMENTS

SEPTEMBER 30, 2025

Note 1—Nature of operations and summary of significant accounting policies (continued)

Fund Balance – In the governmental fund financial statements, fund balance is composed of five possible classifications designed to disclose the hierarchy of constraints placed on how fund balance can be spent. Fund balance is classified as the following:

- Nonspendable fund balance – amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. As of September 30, 2025, there were none to report.
- Restricted fund balance – amounts that are constrained to being used for a specific purpose by external parties such as creditors, grantors, laws, or regulations. As of September 30, 2025, there were none to report.
- Committed fund balance – amounts that are committed can only be used for specific purposes determined by formal action from the Board, MTECC’s highest level of decision-making authority. As of September 30, 2025, there were none to report.
- Assigned fund balance – amounts that have been set aside and are intended to be used for a specific purpose but are neither restricted nor committed. The Board delegates MTECC’s management for the establishment of assignments. As of September 30, 2025, the assigned fund balance was \$25,000.
- Unassigned fund balance – funds that are not reported in any other category and are available for any purpose within the general fund.

When both restricted and unrestricted resources are available for use, it is the Cooperative’s policy to use restricted resources first, followed by committed, assigned, and unassigned fund balance.

Budgetary Data – MTECC must adopt a balanced budget. A balanced budget as defined in Florida Statutes 166.241(2) is where the amount available from taxation and other sources, including amounts carried over from prior fiscal years, must equal the total appropriations for expenditures and reserves.

MTECC does not have any taxing authority and relies upon assessments from municipal members and future grants for capital projects from partners such as FDOT and the Federal Transit Administration. The legal level of adoption is at the Fund Level for MTECC’s General Fund. The budget is prepared using the modified accrual basis of accounting. The Capital Projects Fund budget is a multi-year budget for the life of the project. The revenues and expenditures will grow over time compared to budget as the project progresses through the design engineering and construction phases of the project.

Below is a summary of the annual budget process:

- Proposed budget developed by MTECC management in the late Spring.
- Proposed budget presented to the Board for review in July.
- A public hearing is held before the budget is adopted. The budget is adopted by the Board in September.

State law allows changes to the adopted budget at any time throughout the fiscal year and up to 60 days after the fiscal year end (Florida Statutes 166.241(4)). These changes include budget amendments, which increase or decrease the total budget of a fund. Budget amendments require Board approval. At year-end, open encumbrance balances lapse.

METRO TRANSPORTATION ENGINEERING & CONSTRUCTION COOPERATIVE NOTES TO THE FINANCIAL STATEMENTS

SEPTEMBER 30, 2025

Note 1—Nature of operations and summary of significant accounting policies (continued)

Use of Estimates – The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as of the date of the financial statements, and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

Note 2—Deposits

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank’s failure, MTECC’s deposits may not be returned to MTECC. MTECC does not have a deposit policy for custodial credit risk. At year-end, the carrying amount and bank balance of MTECC’s deposits was \$1,105,709. At year-end, \$250,000 of MTECC’s deposits was covered by federal depository insurance. MTECC mitigates custodial risk by generally requiring public funds to be deposited in a qualified public depository pursuant to State Statutes. Under the State Statutes, all qualified public depositories are required to pledge eligible collateral having fair value equal to or greater than the average daily or monthly balance of all public deposits times the depositories’ collateral pledging level.

Note 3—Interfund Activity

There were 5 interfund transfers from the Capital Projects Fund to the General Fund in the amount of \$25,000 each following transfers in from the following municipalities: two from the City of Pembroke Pines, one from the City of Coconut Creek, one from the City of Hallandale Beach, and one from the City of Fort Lauderdale.

Note 4—Subsequent Events

The City of Hallandale Beach notified MTECC in November 2025 of the desire to resign from membership in MTECC. As of the date of issuance of these financial statements, the matter has not been finalized and remains under discussion.

The cities of Pembroke Pines and Miramar met with MTECC in November 2025 and expressed a desire for MTECC to support the cities in the delivery of a project in fiscal year 2027-28. As of the date of issuance of these financial statements, no official request has been received from the entities.

Management has evaluated subsequent events through April 30, 2026, the date the financial statements were available to be issued, and does not believe that there are any other events or transactions that require disclosure.

Note 5 – Adoption of New Governmental Accounting Standards Board Pronouncements

In December 2023, GASB issued Statement No. 102, *Certain Risk Disclosures*. The objective of this Statement is to provide users of government financial statements with essential information about risks related to a government’s vulnerabilities due to certain concentrations or constraints. The requirements of this Statement are effective for fiscal years beginning after June 15, 2024, and all reporting periods thereafter. Earlier application is encouraged.

Note 6 – Prior Period Adjustment

Fund balance and net position at the beginning of the year have been adjusted for revenue not previously recognized. The cumulative effect increased fund balance and net position by \$23,017.

REQUIRED SUPPLEMENTARY INFORMATION

METRO TRANSPORTATION ENGINEERING & CONSTRUCTION COOPERATIVE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE – BUDGET AND ACTUAL – GENERAL FUND

SEPTEMBER 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Member contributions	\$ 200,000	\$ 200,000	\$ 200,000	\$ -
Project delivery fees	-	70,000	105,000	35,000
Interest	3,000	3,000	5,106	2,106
Total revenues	203,000	273,000	310,106	37,106
Expenditures				
General government:				
Board expenses	10,000	10,000	-	10,000
Board attorney	55,000	58,000	48,319	9,681
Executive director	68,000	72,000	74,539	(2,539)
Program management consultant	60,000	60,000	17,965	42,035
Finance and accounting	68,000	71,000	35,697	35,303
Insurance	10,000	10,000	9,769	231
Annual audit	12,000	12,000	16,500	(4,500)
Procurement	16,000	18,000	27,750	(9,750)
Public relations/involvement	5,000	5,000	-	5,000
Technology	10,000	10,000	1,443	8,557
Other administrative expenses	20,000	20,000	5,176	14,824
Total expenditures	334,000	346,000	237,158	108,842
Excess of revenues over expenditures/expenses	(131,000)	(73,000)	72,948	145,948
Other Financing Sources (Uses)				
Transfers in	170,000	145,000	125,000	(20,000)
Transfers out	-	(50,000)	-	50,000
Total other financing sources (uses)	170,000	95,000	125,000	30,000
Net change in fund balance	\$ 39,000	\$ 22,000	197,948	\$ 175,948
Fund balance, beginning			250,714	
Fund balance, ending			\$ 448,662	

**METRO TRANSPORTATION ENGINEERING & CONSTRUCTION COOPERATIVE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE – BUDGET AND ACTUAL – CAPITAL PROJECTS FUND**

SEPTEMBER 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Local government unit grant - transportation	\$ 6,441,000	\$ 13,492,752	\$ 739,040	\$ (12,753,712)
Interest	-	-	-	-
Total revenues	<u>6,441,000</u>	<u>13,492,752</u>	<u>739,040</u>	<u>(12,753,712)</u>
Expenditures				
Capital Projects:				
Program management consultant	477,714	859,384	83,602	775,782
Design consultant	558,928	1,615,981	655,438	960,543
Contingency	565,828	1,317,675	-	1,317,675
Construction engineering and inspection	465,774	955,470	-	955,470
Construction	<u>4,302,756</u>	<u>8,649,242</u>	<u>-</u>	<u>8,649,242</u>
Total expenditures	<u>6,371,000</u>	<u>13,397,752</u>	<u>739,040</u>	<u>12,658,712</u>
Excess of revenues over expenditures/expenses	<u>70,000</u>	<u>95,000</u>	<u>-</u>	<u>95,000</u>
Other Financing Sources (Uses)				
Transfers in	-	50,000	-	(50,000)
Transfers out	<u>(170,000)</u>	<u>(145,000)</u>	<u>(125,000)</u>	<u>20,000</u>
Total other financing sources (uses)	<u>(170,000)</u>	<u>(95,000)</u>	<u>(125,000)</u>	<u>(30,000)</u>
Net change in fund balance	<u>\$ (100,000)</u>	<u>\$ -</u>	<u>(125,000)</u>	<u>\$ (125,000)</u>
Fund balance, beginning			126,983	
Prior period adjustment			<u>23,017</u>	
Fund balance, beginning, as restated			<u>150,000</u>	
Fund balance, ending			<u>\$ 25,000</u>	

METRO TRANSPORTATION ENGINEERING & CONSTRUCTION COOPERATIVE NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

SEPTEMBER 30, 2025

Note 1—Budgetary Requirements

The Metro Transportation Engineering and Construction Cooperative (“MTECC”) prepares an annual operating budget for the General Fund presented in the financial statements.

MTECC’s budgeting process is based on estimates of revenues and expenditures and requires that all budgets be approved by MTECC’s Governing Board (the “Board”). Subsequent amendments to the budget were approved by the Board.

Budgets are prepared on the same basis of accounting as required for Governmental Fund Types. Any remaining fund balances remain with MTECC at the end of the year.

The Capital Projects Fund includes projects implemented over multiple years. The budget will continue over multiple years until the project engineering and construction is completed and transferred to the member city for operations and maintenance.

For the year ended September 30, 2025, the budget to actual comparison for the major funds were the following:

- General Fund revenues were \$310,106 or \$37,106 higher than the budget.
- General Fund expenditures were \$237,158 or \$98,842 lower than the budget.
- Capital Projects Fund revenues were \$739,040 or \$12,753,712 lower than budget. The Capital Projects Fund budgeted revenues are the total for each project and last the life of the project, which crosses fiscal years.
- Capital Projects Fund expenditures were \$739,040 or \$12,658,712 lower than budget. The Capital Projects Fund budgeted expenditures are the total for each project and last the life of the project, which crosses fiscal years.

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Governing Board and Executive Director
Metro Transportation Engineering and Construction Cooperative

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities and each major fund of the Metro Transportation Engineering and Construction Cooperative ("MTECC"), as of and for the year ended September 30, 2025, and the related notes to the financial statements, which collectively comprise MTECC's basic financial statements, and have issued our report thereon dated April 30, 2026.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered MTECC's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of MTECC's internal control. Accordingly, we do not express an opinion on the effectiveness of MTECC's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements, on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether MTECC's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in blue ink that reads "S. Davis & Associates, P.A." The signature is written in a cursive style and is positioned above the typed name and date.

Hollywood, Florida
April 30, 2026

MANAGEMENT LETTER IN ACCORDANCE WITH RULES OF THE AUDITOR GENERAL OF THE STATE OF FLORIDA

To the Governing Board and Executive Director
Metro Transportation Engineering and Construction Cooperative

Report on the Financial Statements

We have audited the financial statements of the Metro Transportation Engineering and Construction Cooperative ("MTECC"), as of and for the fiscal year ended September 30, 2025, and have issued our report thereon dated April 30, 2026.

Auditor's Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and Chapter 10.550, Rules of the Auditor General.

Other Reporting Requirements

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards* and Independent Accountant's Report on an examination conducted in accordance with AICPA Professional Standards, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports, which are dated April 30, 2026, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding financial audit report. Corrective actions have been taken to address the Financial Management finding and recommendation made in the prior year audit report. The status of the prior year audit finding is presented in Appendix A.

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in the management letter, unless disclosed in the notes to the financial statements. The name or official title and legal authority of the primary government is disclosed in the notes to the financial statements. There are no component units.

Financial Condition and Management

Sections 10.554(1)(i)5.a. and 10.556(7), Rules of the Auditor General, require us to apply appropriate procedures and communicate the results of our determination as to whether or not MTECC met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify the specific condition(s) met. In connection with our audit, we determined that MTECC did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

Pursuant to Sections 10.554(1)(i)5.b. and 10.556(8), Rules of the Auditor General, we applied financial condition assessment procedures for MTECC. It is management's responsibility to monitor MTECC's financial condition, and our financial condition assessment was based in part on representations made by management and review of financial information provided by same.

Section 10.554(1)(i)2., Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

**MANAGEMENT LETTER IN ACCORDANCE WITH
RULES OF THE AUDITOR GENERAL OF THE STATE OF FLORIDA - Continued**

Property Assessed Clean Energy (PACE) Programs

As required by Section 10.554(1)(i)6.a., Rules of the Auditor General, MTECC's management represented that the PACE program authorized pursuant to Section 163.081 or Section 163.082, Florida Statutes, did not operate within MTECC's geographical boundaries during the fiscal year under audit.

Additional Matters

Section 10.554(1)(i)3., Rules of the Auditor General, requires us to communicate noncompliance with provisions of contracts or grant agreements, or fraud, waste, or abuse, that has occurred, or is likely to have occurred, that has an effect on the financial statements that is less than material but which warrants the attention of those charged with governance. In connection with our audit, we did not have any such findings.

Purpose of this Letter

Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, Federal and other granting agencies, MTECC's Governing Body and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.



S. Davis & Associates, P.A.

Hollywood, Florida
April 30, 2026

**MANAGEMENT LETTER IN ACCORDANCE WITH
RULES OF THE AUDITOR GENERAL OF THE STATE OF FLORIDA - Continued**

Appendix A - Prior Year Finding and Recommendation to Improve Financial Management

2024-01 Financial Management

Criteria – Sound financial practices should be maintained that includes a balanced budget, stable revenue sources, and controlled expenditures to ensure long-term financial stability. The Rules of the Auditor General require that recommendations to improve financial management be communicated.

Condition – MTECC has experienced unfavorable financial trends, including a comparison to benchmarks. These trends were anticipated by MTECC and did not result in a negative fund balance.

Cause – A decrease in revenue due to no significant increase in new membership and an increase in operating cost.

Effect – If not addressed for future years, these financial issues could lead to liquidity problems and budget deficits.

Recommendation – We recommend that MTECC develop a plan to increase new members and explore other revenue sources.

Management's Response – MTECC was designed to build cash reserves in the opening years with initial payments from new MTECC member cities. Management anticipated that revenues would be lower than annual expenses for this fiscal year. Annual fees will be paid by MTECC members and as projects are added the MTECC member will pay an "administrative fee" for each project that will augment the General Fund revenues. The MTECC Interlocal Agreement allows the MTECC Board to set the annual fee to be paid by MTECC members, which can also be adjusted if needed in the future to ensure adequate funds are available for the expenses of the General Fund. Management monitors this closely over time and will make recommendations to the MTECC Board on future adjustments as required.

Current Year Status – The comment has been cleared.

**INDEPENDENT ACCOUNTANT'S REPORT ON COMPLIANCE
WITH SECTION 218.415 FLORIDA STATUTES**

To the Governing Board and Executive Director
Metro Transportation Engineering and Construction Cooperative

We have examined Metro Transportation Engineering and Construction Cooperative's ("MTECC") compliance with the requirements of Section 218.415, Florida Statutes, during the fiscal year ended September 30, 2025. Management is responsible for MTECC's compliance with those requirements. Our responsibility is to express an opinion on MTECC's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether MTECC is in accordance with those requirements, in all material respects. An examination involves performing procedures to obtain evidence about MTECC's compliance with those requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion. Our examination does not provide a legal determination on MTECC's compliance with specified requirements.

We are required to be independent and to meet our other ethical responsibilities in accordance with relevant ethical requirements relating to the engagement.

In our opinion, MTECC complied, in all material respects, with Section 218.415, Florida Statutes for fiscal year ended September 30, 2025.



Hollywood, Florida
April 30, 2026

METRO TRANSPORTATION ENGINEERING & CONSTRUCTION COOPERATIVE

Audit Results & Financial Overview

*as of and for the year ended
September 30, 2025*



Scope of the Examination and Auditor's Report

- Audit of financial statements in accordance with Generally Accepted Auditing Standards and *Government Auditing Standards*, and the provisions of Chapter 10.550, Rules of the Auditor General
 - Audited the governmental activities and major funds as of and for the fiscal year ended September 30, 2025 (p. 1)
 - Unmodified opinion on financial statements – clean opinion (p. 1)
 - Considered internal controls over financial reporting (pp. 2 & 17)

Scope of the Examination and Auditor's Report

- Tested controls and compliance with laws, regulations, controls and agreements (p. 17)
- Auditor's report was released on April 30, 2026.

Letter Regarding the Internal Control Structure and Other Matters

- Internal Control & Other Matters
 - No comments were issued for 2025

Financial Highlights – Statement of Net Position (p. 8)

Significant Items	2025	2024	\$ Variance	% Variance
Total Assets	\$ 1,840,731	\$ 432,519	\$ 1,408,212	326%
Cash	\$ 1,105,709	\$ 422,750	\$ 682,959	162%
Receivables	\$ 724,963	\$ 0	\$ 724,963	100%

Financial Highlights – Statement of Net Position (p. 8)

Significant Items	2025	2024	\$ Variance	% Variance
Total Liabilities	\$ 1,367,069	\$ 54,822	\$ 1,312,247	2,394%
Accounts payable	\$ 248,022	\$ 9,677	\$ 238,345	2,463%
Due to other governments	\$ 831,336	\$ 0	\$ 831,336	100%
Other Liabilities	\$ 287,711	\$ 45,145	\$ 242,566	537%
Net Position	\$ 473,662	\$ 377,697	\$ 95,965	25%

Financial Highlights - Statement of Activities (p. 9)

Significant Items	2025	2024	\$ Variance	% Variance
Total General Revenues and Contributions	\$ 1,049,146	\$ 229,800	\$ 819,346	357%
Project delivery fees	\$ 105,000	\$ 0	\$ 105,000	100%
Operating grants and contributions	\$ 939,040	\$ 225,000	\$ 714,040	317%
Total Expenses	\$ 976,198	\$ 312,493	\$ 663,705	212%
Net Increase/(Decrease) in Net Position	\$ 72,948	\$ (82,693)	\$ 155,641	188%

Required Communication to Governance

- Responsibilities, planned scope and timing - Engagement Letter dated December 16, 2025

- Significant Accounting Policies
 - Management is responsible for selection and use of policies – Note 1 to financial statements (pp. 10-13)
 - New accounting policy – GASB No. 102
 - No transactions which lack authoritative guidance or consensus
 - Significant transactions recognized in proper period

Required Communication to Governance

- Significant/sensitive disclosures
 - Note 2 – Deposits in excess of FDIC
 - Disclosures are neutral, consistent and clear
- Corrected and uncorrected misstatements
 - Misstatements have been corrected by management, uncorrected misstatements were trivial
- Other
 - No significant difficulties in dealing with management
 - No disagreements with management

Required Communication to Governance

➤ Other - continued

- No consultations with other independent auditors/accountants
- No discussions held prior to the current year audit were a condition to our retention
- Limited procedures applied to Management's Discussion & Analysis and required supplementary information
- This information is intended solely for the use of the MTECC Governing Board and management and is not intended to be, and should not be, used by anyone other than these specified parties.

Questions?



**Metro Trans Engineering & Construction
Cooperative (MTECC)**

2.

Meeting Date: 05/14/2026

SUMMARY:

MTECC Project Status Update

Attachments

May 2026 Report

LYONS ROAD PEDESTRIAN SAFETY PROJECT (B23-CP-FL0383), City of Coconut Creek

- **Project Summary:** Pedestrian Lighting along west side of Lyons Road, Atlantic Blvd. to Sawgrass Expressway
- **Design Schedule:** Final sealed plans received November 2025
- **Key Activities April 2026:**
 - Luminaires delivered to City in March 2026 and Light poles delivered in April 2026.
 - CEI inspected poles and luminaires and vendor paid.
 - Construction Notice to Proceed and Kickoff/Pre-Construction Meeting in April 2026.
- **Upcoming Major Milestone:** Construction begins in June 2026.
- **Project Critical Path:** Contractor proposing alternative on pole foundations – MTECC designer and program manager review and approval or denial.
- **Anticipated Construction Start:** June 2026
- **Anticipated Project Completion:** Discussed with Contractor earlier completion than 12 months, pending presentation of proposed schedule by mid-May 2026.
- **Project HUD Grant Budget:** \$3,510,000 – Added City funding of \$349,312 to ensure completion of the Project.



PEMBROKE MOBILITY HUB (#4334293), City of Pembroke Pines

- **Project Summary:** Mobility Hub improvements within Pembroke Pines City Center to include transit bus stops, new shared use path, new bike lanes, path lighting, crosswalks, and pedestrian signal.
- **Design Schedule:** 60% plans submitted 1/30/2026, final plans expected in August 2026 due to addition of pedestrian signalization plans for FDOT ROW.
- **Key Activities April 2026:**
 - Discussion with CTS Engineering on adding the pedestrian signal to the design fee and items needed to complete the design.
 - Discussion with City team about project budget (cost estimate for scope elements are in excess of the available grant funds and City amount for pedestrian signal).
 - City set priority for project including: pedestrian signal at Pines Blvd., transit connections (may move from bus shelters to bus stop/pad/bench along Washington), pedestrian/bike safety, and connectivity.
- **Upcoming Major Milestone:** Finalize options for scope adjustments and follow up with the City in mid to late May 2026. Finalize scope adjustments and funding plan.
- **Project Critical Path:** Scope adjustments and funding plan.
- **Anticipated Construction Start:** October 2026
- **Anticipated Project Completion:** December 2027
- **Project FTA Grant Budget:** \$2,609,352, plus \$450,000 in City funds for the pedestrian signal.



SE 17th STREET MOBILITY HUB, City of Fort Lauderdale



- **Project Summary:** 1-mile of complete streets improvements on SE 17th Street, from SE 9th Avenue to US1/Federal Highway to support pedestrian and bike connectivity with existing transit services.
- **Design Schedule:** Began 9/2025, 30% Plans 3/31/2026, 60% Plans 6/15/2026, and final plans 10/30/2026
- **Key Activities April 2026:**
 - Public Meeting #1 (of 2) held April 27, 2026 at Croissant Park Community Center. Commissioner briefing held 4/13/26. Excellent public participation and input being integrated into the design phase.
 - County indicated they would include the construction cost of two signal upgrades along the corridor in the proposed Fiscal Year 2026-27 County Budget. This would match the grant funding of the design and CEI for three signal upgrades and construction of one signal upgrade to cover all three signal upgrades in the corridor.
- **Upcoming Major Milestone:** 60% submittal, 6/15/2026
- **Project Critical Path:** Scheduling Public Meeting #2 to stay on schedule
- **Anticipated Construction Start:** Spring 2027
- **Anticipated Project Completion:** Spring 2029
- **Project Grant Budget:** \$6,804,000

Pending City Format Request of MTECC Support

PEMBROKE ROAD, DOUGLAS ROAD to SR-817/UNIVERSITY DRIVE, City of Pembroke Pines & City of Miramar (FM#4369801)

- **Project Summary:** 1-mile of widening (4 to 6 lanes) and reconstruction
- **Upcoming Major Milestone:** Design completed. ROW Acquisition on-going by FDOT.
- **Project Critical Path:** ROW acquisition
- **Anticipated Construction Start:** Summer 2027
- **Anticipated Project Completion:** Summer 2029
- **Project Funding:** \$18.0 million FY28



**Metro Trans Engineering & Construction
Cooperative (MTECC)**

3.

Meeting Date: 05/14/2026

SUMMARY:

Executive Director's Reports

Attachments

MTECC Executive Director - April 2026 Activities



MTECC Executive Director Activities

April 2026

Board Activities:

- Prepared items for the Board Meeting Agenda.
 - Summaries of Approval Items
 - Reviewed and signed off on Meeting Agenda
- Participated in April 9, 2026, Board Meeting

Administrative Activities:

- MTECC Staff Meetings – routine MTECC staff meetings are held virtually (April 28) to schedule and follow up on key MTECC activities.
- Finance and Accounting Services:
 - Working with outside CPA completed the financial statements for fiscal year ended September 30, 2025.
 - Worked with Audit Firm to complete the audit including the Management Representation Letter, final review of financial statements, review of audit team letter to Board and Executive Director and sign off on all final items.
 - Bill.com planned implementation ready with Wells Fargo in April and working with outside CPA to implement Bill.com in May.
 - Reviewed and recommended approval of invoices submitted for payments during the month of March and cleaned up items on older invoices to catch up all invoices to current.
- Program Management Services:
 - Coordination of activities with Program Management Consultant (PMC) during April.
 - Finalized rate updates for 2025 (for added staff) and rate updates for 2026. This delay invoices and the invoices will be caught up in early May.
- Policies/Procedures/Procurement Update:
 - Working with Program Manager to update Project Management procedures. Work will continue into May with a target to present to the Board in June..

MTECC Board Members

Councilmember

Tim Fadgen, Vice Chair
Plantation, FL

Mayor

Rex Hardin
Pompano Beach, FL

Commissioner

Caryl S. Shuham, Chair
Hollywood, FL

General Counsel

Matthew J. Pearl

Executive Director

Lowell Clary



Page 2 of 4

- CEI library will be procured in partnership with FDOT to ensure library is LAP ready. This will be triggered by upcoming letter from Pembroke Pines for two construction projects in partnership with City of Miramar.

Project Activities (official request for MTECC services):

- **Pembroke Pines – FTA/MPO Project 4334292 - Design Stage:**
 - PMC providing project management/design reviews.
 - CTS engineering under Work Order 1. Discussions to add work to update for FDOT approval of pedestrian signal across Pines Blvd. This will require a budget amendment presented to the Board for review in May.
 - Final Design now targeted for August 2026.
 - Updated project budget estimate and the cost are projected to exceed the grant funds and the City budget for the pedestrian signal. Initial discussions with the City of Pembroke Pines with a follow up scheduled for May 4, 2026 with the Asst. City Manager.
 - City of Pembroke Pines requested MTECC procure the construction for the project.
 - Participated in monthly status project meetings.
 - Reviewed and approved PMC and CTS invoices for processing for payment.
- **Coconut Creek HUD Project – Lighting on Lyons Road - MPO HUD Grant – Design Stage**
 - MTECC PM providing project management/design reviews.
 - Design plans complete in November.
 - February had the following activities:
 - Light Poles/Luminaires delivered and inspected. On-site at the City of Coconut Creek secured facility.
 - Construction Contract Executed in April after Board approved budget amendment for the project. Kickoff/Pre-Construction meeting on April 29, 2026
 - Construction Engineering and Inspection for oversight of construction HBC Engineering. On board and managing the oversight of construction.

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- Project Budget – Budget Amendment approved by the Board in April to add City Advance of \$349,312 to support completion of the project.
 - Work Order Amendments in process to reduce the Program Manager Work Order by a savings of \$60,000 and over \$5,000 on the Design Services Work Order.
- Review and payment of PMC and Marlin invoices.
- Participation in project meetings to finalize key issues during the month on construction contract, budget amendment, letter from the City on City Advance and related activities.
- **City of Fort Lauderdale 17th Street HUB Project – Design Stage**
 - MTECC PMC providing project management/design reviews.
 - CHA Consulting design underway
 - Survey Complete
 - 30% plans delivered 3/31/26.
 - Public Meeting held with strong local participation and input to the project team.
 - Participated in project status meetings.
 - Review and payment of PMC invoices and CHA invoices.

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Potential Projects

- **Deerfield Beach** – The City has a new public works director. A discussion was held in March with the City public works director and we plan to have further discussions to see how MTECC can best integrate into the deliver of LAP projects for the City.
- Invoices submitted to Deerfield Beach on outstanding invoices at the request of the new public works director to clear out old items.
- There will be further discussion on the project that is currently in design with construction funded in fiscal year 2026-27
 - Project Number 4455291 - 2021 MPO CSLOP # 17 VARIOUS LOCATIONS: NW 45TH STREET FROM NW18TH TERRACE TO MILITARY TRAIL; CRYSTAL LAKE DR FROM NW 45TH STREET TO MILITARY TRAIL. - fiscal year 2026-27 **\$2,411,194**



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- **Pembroke Pines/Miramar** – A meeting was held on April 9 to discuss two projects that cover both cities. City of Pembroke Pines in taking the lead on both projects and plans to request MTECC assistance to support delivery of the projects.
 - Provided the City a draft request for MTECC support to assist in drafting the letter from the City.
 - The two projects include the construction phase:
 - 4369801 - PEMBROKE ROAD FROM DOUGLAS ROAD (SW 89 AV) TO SR-817/UNIVERSITY DRIVE – FDOT is providing the design and right-of-way acquisition for the project. In a prior meeting all parties agreed Pembroke Pines would be the lead with MTECC supporting delivery. fiscal year 2027-28 **\$14,227,663**
 - 4496901 - PEMBROKE RD FROM SW 145TH AVE TO FLAMINGO ROAD – Design is underway for a trail for bikes and pedestrians by the City and FDOT. Pembroke Pines has been asked to construct the project.. fiscal year 2027-28 **\$7,495,223**
 - City of Miramar must join MTECC for MTECC to support delivery of the projects since the projects are geographically in Pembroke Pines and Miramar. Discussions were held in April to respond to City of Miramar staff questions about timing to join MTECC and the process. A follow up meeting is scheduled for May 7, 2026.

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