



**October 23, 2024**

**To:** Finance and Administration Committee

**From:** Darrell E. Johnson, Chief Executive Officer

Janet Sutter, Executive Director  
Internal Audit Department

**Subject:** Federal Transit Administration Drug and Alcohol Compliance Audit

### **Overview**

The Federal Transit Administration has completed a Drug and Alcohol Compliance audit of the Orange County Transportation Authority and contractors Transdev, Keolis Transit America, and Cabco Yellow, Inc. Management has addressed all deficiencies, and the audit is now closed.

### **Recommendation**

Receive and file the Federal Transit Administration Drug and Alcohol Compliance Audit as an information item.

### **Background**

In 1991, the Omnibus Transportation Employee Testing Act (Act) directed the Federal Transit Administration (FTA) to issue drug and alcohol testing regulations. These regulations are applicable to recipients of Sections 5309, 5307, and 5311 funds. The Act provides statutory authority for the FTA to require drug and alcohol testing of its grantees' safety-sensitive employees as a condition of FTA funding.

In order to assess compliance with these requirements, the FTA conducted a site visit from April 29, 2024 through May 2, 2024, of the Orange County Transportation Authority (OCTA) and contractors Transdev, Keolis Transit America (Keolis), and Cabco Yellow, Inc. (Cabco).

***Discussion***

Results of the FTA audit were discussed with management on May 3, 2024 (Attachment A). Responses to the 54 deficiencies identified, along with evidence of corrective actions, were submitted by OCTA staff by the due date of August 1, 2024. The FTA issued a compliance letter closing the audit on October 8, 2024, and finding OCTA fully compliant (Attachment B).

***Summary***

The FTA has completed a Drug and Alcohol Compliance audit of OCTA and contractors Transdev, Keolis, and Cabco. All deficiencies identified during the audit have been adequately addressed.

***Attachments***

- A. Final Audit Report FTA Drug and Alcohol Compliance Auditing Program
- B. Letter from Lyon Rosario, Sr. Drug and Alcohol Program Manager, Federal Transit Administration, to Darrell E. Johnson, Chief Executive Officer, Orange County Transportation Authority, re: FTA Drug and Alcohol Compliance Auditing Program, Dated October 8, 2024

**Authorized by:**



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