MINUTES: Finance Audit and Budget Committee. June 10, 2026

Noticed for 9:30 a.m. / Commenced: 9:30 a.m.

AGENDA: The posted agenda for the meeting can be found at www.transitchicago.com, "About CTA", "Transit Board Meetings", "Meeting Notices, Agendas, and Minutes" , "June 10, 2026", "Committee on Finance Audit, and Budget."

Committee Chairperson Director Bernard Jakes called the meeting to order at 9:30 a.m.

ROLL CALL: Chairman Lester Barclay, Director Neema Jha, Director Rosa Ortiz, Director L. Bernard Jakes, Director Michael Eaddy and Director Lily Diego-Johnson. There was a quorum with six (6) board members present.

Director Jakes requested a motion to admit Director Roberto Requejo to attend the meeting remotely due to his inability to be in person because of illness. Director Ortiz moved to admit Director Requejo to attend the meeting remotely. The motion was seconded by Director Diego-Johnson. The motion passed by unanimous roll call vote.

MINUTES: The committee reviewed the minutes of May 13, 2026. The motion to approve the minutes was made by Director Ortiz and there was a second to the motion made by Director Diego-Johnson. The vote to approve the minutes was unanimous by roll call vote.

FINANCE REPORT: The Chicago Transit Authority Chief Financial Officer Tom McKone gave the Finance Report to the committee members. There were no questions or discussions.

AGENDA NO. 4: CFO McKone introduced the independent audit team from Crowe and Adelfia to present the findings from the independent audit for fiscal year 2025.

Christine Torrez from Crowe reported that her firm and Adelfia, were engaged to audit the financial statements and determined that they were reasonably stated in all material requests. She further stated that they audited the federal grant funds to ensure that they are in accordance with the guidelines set forth by the federal government for compliance with laws and regulations.

Ms. Hollis Hanson-Pollock stated that the financial statement audit has been completed, and a clean independent auditor's report was issued. The amounts presented in the financial statements and in the notes to the financial statements are fairly states in all material responses.

She further stated that as required by government auditing standards, the team also looked at internal controls to determine whether there were any items that needed to be reported under those standards and there were no findings to report from the government auditing standards.

Ana Ausen provided an update on the federal audit and reported on that the unmodified opinion found compliance with the federal programs for the year end of December 31st, 2025. Based on the federal guidelines, the audit team focused their testing on two major programs: (1) the federal transit cluster and (2) the retail rail and transit program. There were no findings.

Following the summaries, the audit team thanked everyone in the CTA Finance Department, and the other departments at the Authority for providing information quickly, professionally and working through the audit process.

That concluded the report of the 2025 independent audit team.

Chairperson Jakes thanked the team for their report and called them "rock stars," and he thanked CFO Tom McKone and the entire CTA finance team. Several members of the CTA board echoed the sentiments of the FAB Committee Chairperson.

Chairman Barclay commended the team and requested that the team explain for the general public the number of hours that are expended to perform the audit.

Ms. Torrez explained the process and how the interim work begins in December during which they investigate control structures and gain an understanding of the big grant programs. From February through the end of April the audit team follows up with questions. The entire process takes approximately 100 work-hours.

There were no further comments or questions.

The FAB Committee members reviewed and approved the following ordinances:

AGENDA NO. 5: An ordinance adopting an amended budget for calendar year 2026.

Chief Finance Officer, Tom McKone gave the presentation about the ordinance. There were no questions or discussion about the ordinance.

Director Ortiz moved, and Director Diego-Johnson seconded the motion. The motion passed by unanimous roll call vote.

AGENDA NO. 6: An ordinance amending Ordinance 025-118, approving the Fiscal Year's 2026 through 2030 Capital Improvement Program.

Chief Finance Officer Tom McKone gave the presentation about the ordinance. There were questions and discussions.

Director Ortiz moved, and Director Diego-Johnson seconded the motion. The motion passed by unanimous roll call vote.

AGENDA NO. 7: An ordinance authorizing the chief financial officer/treasurer to execute a natural gas contract.

Chief Finance Officer Tom McKone gave the presentation about the ordinance. There were no questions or discussions.

Director Ortiz moved, and Director Diego-Johnson seconded the motion. The motion passed by unanimous roll call vote.

AGENDA NO. 8: An ordinance authorizing a permanent easement agreement with Comcast and Astound for the red line extension project.

Chief Infrastructure Officer Bill Mooney gave the presentation about the ordinance. There were questions and discussions.

Director Ortiz moved, and Director Diego-Johnson seconded the motion. The motion passed by unanimous roll call vote.

AGENDA NO. 9: An ordinance consenting to the Bryn Mawr Landmark District, which includes CTA's property located at 113-115 West Bryn Mawr Avenue on the red line.

Chief Infrastructure Officer Bill Mooney gave the presentation about the ordinance. There were no questions or discussions.

Director Ortiz moved, and Director Diego-Johnson seconded the motion. The motion passed by unanimous roll call vote.

AGENDA NO. 10: An ordinance authorizing the purchase of primary and excess property insurance coverage for Policy Year 2026-2027.

Acting Deputy General Counsel Ashley Neuhauser gave the presentation about the ordinance. There were no questions or discussions.

Director Ortiz moved, and Director Diego-Johnson seconded the motion. The motion passed by unanimous roll call vote.

<u>AGENDA ITEM NO. 11 - CONTRACT AWARD RECOMMENDATIONS:</u>

Then, after extensive review by the committee, Director Jakes asked for the following:

- A motion to place nine (9) contracts on the omnibus and recommended that the Board approve the omnibus:

The approved items are as follows:

1. Contract Number C25FT103270913r:	$	1,188,191.00
2. Contract Number B26OP00439:	$	375,000.00
3. Contract Number B24OP00138:	$	400,000.00
4. Contract Number B22OP80127:	$	300,000.00
5. Contract Number B25CT04742:	$	323,688.00
6. Contract Number B25OP00598R:	$	800,000.00
7. Contract Number B19OP03283:	$	245,278.36
8. Contract Number C25FT103126729:	$	370,867.00
9. Contract Number B23OP03246	$	202,500.00

Director Ortiz moved, and Director Diego-Johnson seconded the motion to place the nine (9) contracts on the omnibus. The motion passed by unanimous roll call vote.

MOTION TO APPROVE THE OMNIBUS AND RECOMMEND THE OMNIBUS FOR BOARD APPROVAL: Director Jha then moved to approve the omnibus and recommend the omnibus for board approval. Director Eaddy seconded the motion. The motion passed by a unanimous roll call vote.

MOTION TO ADJOURN: Director Jakes asked for a motion to adjourn the Finance, Audit, and Budget Committee meeting of July 10, 2026. Director Ortiz moved that the meeting be adjourned with said motion being seconded by Director Diego-Johnson, the motion was approved unanimously by roll call vote, and the meeting was adjourned at 10:06 a.m.

Signature: Georgette C. Greenlee
Secretary of the CTA Board of Director

Dated: July 8, 2026