

RM3 Independent Oversight Committee Annual Report to the Legislature



**METROPOLITAN
TRANSPORTATION
COMMISSION**

RM3 Independent Oversight Committee

November 7, 2025

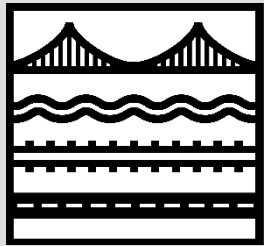
Item 5c – Presentation

Attachment B

MTC Staff

IOC RM3 Annual Report Requirement

Statutory requirement (California Streets and Highways Code Section 320923(h)(1)):



- “**Annually review the expenditure of funds** by the authority for the projects and programs specified in Section 30914.7”
- “**Prepare and submit a report** to the transportation committee of each house of the Legislature summarizing its findings”

Ad-Hoc Committee Update

- Three IOC members selected to form the annual report ad-hoc committee
- Met in September and October
- Used last year's report as a template
- Reviewed draft findings, recommended revisions and additional background info
 - Discussion of MTC/BATA collection and management of RM3 funds
 - Details on Agreed-Upon Procedures (AUP) review
 - Update on federal and state matching funds concerns

Next Steps

- Committee can approve report today, including any minor specific edits and IOC does not need to meet on December 5th
- Alternately:
 - MTC staff will incorporate broader feedback and comments from IOC members and revise the IOC report
 - IOC will meet again on December 5th to review and approve the final report
- Once approved, MTC staff will send the report to the legislature