



Office of the Chief Administrative Officer  
Audit Services Branch

## Memorandum

TO: Audit Committee  
FROM: Paul J. J. Duggan, Director, Audit Services  
DATE: January 26, 2016  
RE: **Consulting Assignment, York Region Rapid Transit Corporation**

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Audit Services has conducted a consulting assignment at the York Region Rapid Transit Corporation (YRRTC) with the assistance of KPMG. This memo provides an overview of the assignment and the results of that work.

The assignment was to examine the financial risks as they currently exist for three main areas of the project: construction; property; and human capital. A secondary objective was to examine the control environment with YRRTC and make any recommendations as required.

The review indicated that for all areas examined, YRRTC has adequate reserves to manage the current financial risks identified by the assignment. In addition, control enhancements were suggested by KPMG for certain areas and YRRTC management will be developing an action plan to address these recommendations.

A presentation has been made to the YRRTC board on January 21, 2016 providing more details of the findings.

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Paul J. J. Duggan