



U.S. Department  
of Transportation  
**Federal Transit  
Administration**

REGION IV  
Alabama, Florida, Georgia,  
Kentucky, Mississippi,  
North Carolina, Puerto  
Rico, South Carolina,  
Tennessee, Virgin Islands

230 Peachtree St., N.W.,  
Suite 1400  
Atlanta, GA 30303  
404-865-5600  
404-865-5605 (fax)

April 2, 2024

Mr. Brent Cagle  
Interim Chief Executive Officer  
Charlotte Area Transit System  
City of Charlotte  
600 East Fourth Street  
Charlotte, NC 28202

Re: Financial Management Oversight Full Scope Systems Review Draft Report

Dear Mr. Cagle:

Please find attached, a copy of the Draft Report for the Financial Management Oversight (FMO) Full Scope Systems Review (FSSR) conducted at Charlotte Area Transit System (CATS), prepared by our review contractor, Saggar & Rosenberg, P.C. (S&R). The review began on July 19, 2023 and concluded on February 8, 2024.

The report discusses the criteria necessary for CATS financial management system to comply with the financial management criteria of [2 CFR Part 200.302](#). It also details the significant deficiencies presented during the exit conference on February 8, 2024. Please respond to each significant deficiency as follows:

- Indicate whether you agree or disagree with the finding.
- If you disagree, note the basis for your disagreement, including any evidence that supports your argument.
- Include a corrective action plan, including the estimated date of implementation of corrective actions.

The responses must be provided on CATS' letterhead and submitted to the Regional Office within 30 days of your receipt of the draft report. A summary of the CATS' responses will be included in the body of the report and the full text will be added as Section VII of the report.

Ms. Rhonda King is available to assist if you have any questions or need further assistance. She can be reached at (404) 865-5620 or [rhonda.king@dot.gov](mailto:rhonda.king@dot.gov).

Sincerely,

*Dudley Whyte*

For Yvette G. Taylor, Ph.D.  
Regional Administrator