



Ernst & Young LLP
One Manhattan West
New York, NY 10001

Tel: +1 212 773 3000
Fax: +1 212 773 6350
ey.com

Independent Accountant's Report

Management of the New York City Economic Development Corporation:

We have performed the procedures enumerated in Attachment A, related to the financial data contained in the Contractual Relationship (B30) form, the Sources of Funds – Funds Expended and Funds Earned (F-10) form, the Operating Expenses (F30) MB PT and FB PT forms, and the Operating Expenses Summary Form (F-40) for the fiscal year ended June 30, 2025 (“Subject Matter”). The New York City Economic Development Corporation’s (NYCEDC) management is responsible for the Subject Matter.

NYCEDC (the “Engaging Party”) and the United States Department of Transportation – Office of the Inspector General (“together, Specified Parties”) have agreed to and acknowledged that the procedures performed are appropriate for the intended purpose of assisting the Specified Parties in evaluating that the forms reported on and described in Attachment A, required under Title 49 U.S.C. 5335(a), are in conformity with requirements of the Federal Transit Administration (FTA) as set forth in the National Transit Database (NTD) Uniform System of Accounts (USOA), and are derived from an accounting system that uses the accrual basis of accounting and is directly translated to the accounting treatment and categories specified by USOA, the (“Criteria”). No other party acknowledged the appropriateness of the procedures. This report may not be suitable for any other purpose. We did not perform any other procedures other than those reported herein. The procedures performed may not address all of the items of interest to a user of the report and may not meet the needs of all users of the report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes. We make no representation regarding the appropriateness of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

The procedures and the associated findings are included in Attachment A.

This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants (“AICPA”). An agreed-upon procedures engagement involves the practitioner performing specific procedures that the engaging party has agreed to and acknowledged to be appropriate for the purpose of the engagement and reporting on findings based on the procedures performed. We were not engaged to and did not conduct an examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on NYCEDC’s annual NTD Forms listed above for the fiscal year ended June 30, 2025, being in accordance with the NTD USOA. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of NYCEDC and to meet our other ethical responsibilities, as applicable for agreed-upon procedures engagements set forth in the Preface: Applicable to All

Members and Part 1 – Members in Public Practice of the Code of Professional Conduct established by the AICPA.

Furthermore, we undertake no responsibility to update this report for events and circumstances occurring after the date of this report.

This report is intended solely for the information and use of the management of the New York City Economic Development Authority and the United States Department of Transportation – Office of the Inspector General and is not intended to be and should not be used by anyone other than these specified parties.

Ernst + Young LLP

March 27, 2026

Attachment A

1. Compare purchased transportation services to fare revenues as reported on the Contractual Relationship form (B-30) to NYCEDC's general ledger and related supporting schedules as of and for the year ended June 30, 2025, which were used to prepare the audited financial statements.

Response: We compared the purchased transportation fare revenue reported on the Contractual Relationship (B30) – HNY Ferry, LLC for the Motor Bus (MB) and Ferry Boat (FB) modes in the amounts of \$0 and \$24,494,833, respectively, to NYCEDC's general ledger and related supporting schedules as of and for the year ended June 30, 2025, which was used to prepare the audited financial statements based on the accrual basis of accounting, and found them to be in agreement.

2. Compare the Funds Earned amount as reported on the Source of Funds – Funds Expended & Funds Earned form (F-10) to form B-30 and to NYCEDC's general ledger and related supporting schedules as of and for the year ended June 30, 2025, which were used to prepare the audited financial statements.

Response: We compared the total Directly Generated Funds - Passenger Fares (Total Passenger Fares 4110) for FB Purchased Transportation – General (PT) as reported on F-10 in the amount of \$24,494,883 to Form B30 and to NYCEDC's general ledger and related supporting schedules as of and for the year ended June 30, 2025, which were used to prepare the audited financial statements based on the accrual basis of accounting, and found them to be in agreement.

3. Compare the other Directly Generated Funds amount in form F-10 to NYCEDC's general ledger and related supporting schedules as of and for the year ended June 30, 2025, which were used to prepare the audited financial statements.

Response: We compared the other Directly Generated Funds (4100) of \$1,957,512 reported as Other Agency Revenues (4150) to NYCEDC's general ledger and related supporting schedules as of and for the year ended June 30, 2025, which were used to prepare the audited financial statements based on the accrual basis of accounting, and found them to be in agreement.

4. Compare the Funds Allocated to Transit out of the General Revenue of the Government Entity as reported in form F-10 to NYCEDC's general ledger and related supporting schedules as of and for the year ended June 30, 2025, which were used to prepare the audited financial statements.

Response: We compared the General Revenues of the Local Government Funds (4300) which is comprised of General Revenues of the Local Government (4310) and Other Local Funds (4390) reported in form F-10, in the amounts of \$7,443,166 and \$52,259,596, respectively, to NYCEDC's general ledger and related supporting schedules as of and for the year ended June 30, 2025, which were used to prepare the audited financial statements based on the accrual basis of accounting, and found them to be in agreement. We also compared the Other USDOT Grants amount reported under Federal Funds (4500) in the amount of \$645,403 to NYCEDC's general ledger and related supporting schedules as of and for the year ended June 30, 2025, which were used to prepare the audited financial statements based on the accrual basis of accounting, and found them to be in agreement.

5. Compare the operating expenses reported on the Operating Expenses forms F-30 MB-PT and FB-PT and the Operating Expenses Summary form F-40 to NYCEDC’s general ledger and related supporting schedules as of and for the year ended June 30, 2025, which were used to prepare the audited financial statements.

Response: We compared the amounts reported on each of the forms F30 – MB PT and F30 – FB PT for Operating Expenses, in the amounts of \$1,519,591 and \$84,049,939, respectively, to the amounts in NYCEDC’s general ledger and related supporting schedules which were used to prepare the audited financial statements based on the accrual basis of accounting, as of and for the year ended June 30, 2025, and found them to be in agreement. We compared the sum of total operating expenses reported on forms F30 – MB PT and F30 – FB PT in the amounts of \$1,519,591 and \$84,049,939, respectively, to the total operating expenses reported on form F40 in the amount of \$85,569,530 and found them to be in agreement.

We compared the purchased transportation costs for ferry and bus in the amounts of \$76,837,272 and \$2,525,122, respectively, used in the allocation calculation, to NYCEDC’s general ledger and related supporting schedules as of and for the year ended June 30, 2025, and found them to be in agreement. We also recalculated the allocation ratio with no exceptions noted.

We agreed the operating expenses as listed in the table below to the general ledger as of and for the year ended June 30, 2025, which was used to prepare the financial statements, based on the accrual basis of accounting, and found them to be in agreement. These expenses were allocated to ferry and bus operations based on the percentage of purchased transportation costs allocated between ferry and bus, 96.8% and 3.2%, respectively.

Category	Operating expenses per general ledger	Amount allocated to ferry F-30- FB PT	Amount allocated to bus F-30-MB PT
Other salaries and wages and other paid absences	\$2,208,551	\$2,138,276	\$70,275
Fringe benefits	602,242	583,079	19,163
Services	3,312,571	3,207,166	105,405
Other material and supplies	216,166	209,288	6,878
Utilities	719,004	696,127	22,878
Casualty and liability costs	834,849	808,284	26,565
Miscellaneous	184,328	178,463	5,865