

**Metropolitan Transportation Commission  
Regional Network Management Committee**

**April 10, 2026**

**Agenda Item 2d**

**MTC Resolution No. 4662, Revised. Clipper BayPass Phase 2 Pilot – Allocation and  
Authorization to Distribute Revenues to Transit Operators**

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**Subject:**

Revisions to MTC Resolution No. 4662 to allocate and authorize the distribution of Clipper BayPass Phase 2 Pilot revenues to transit operators for trips taken during the period from January 1, 2025, to June 30, 2025.

**Background:**

In January 2024, MTC and transit operators jointly launched Phase 2 of the Clipper BayPass Pilot Program. Phase 2 involves selling the Clipper BayPass product to institutions (employers, educational institutions, housing properties, transportation management associations, etc.) around the Bay Area, with the intent that the revenues generated from the sale of the Clipper BayPass are sufficient to reimburse transit operators for all trips taken using Clipper BayPass.

In November 2023, MTC and transit operators signed a Clipper BayPass Participation Agreement which defines roles and responsibilities for MTC and transit operators during the Clipper BayPass Phase 2 Pilot. Under the terms of the Participation Agreement, MTC is responsible for allocating revenue generated from the sale of Clipper BayPass to the transit operators every six months for the duration of the Phase 2 Pilot. MTC staff intend to bring forward these allocations each fall and spring to reimburse operators for Clipper BayPass trips taken in the preceding six months (January to June for fall allocations and July to December for spring allocations).

From July 1, 2025 to December 09, 2025, 4,119,672 trips were taken with the Clipper BayPass Phase 2 Pilot transit pass. These trips represent \$10,032,077 of reimbursable fare revenue to transit operators. Over that same six-month period, the sales of Clipper BayPass to institutional customers generated contract value revenue of \$10,626,892. This results in a revenue surplus, which will remain available to support reimbursement to operators for the duration of the Phase 2 Pilot as specified in the Clipper BayPass Participation Agreement. Details on the amount


proposed to be allocated and distributed (by transit operator) are included in Attachment A to Resolution No. 4662.

**Recommendations:**

Refer MTC Resolution No. 4662 to the Commission for approval.

**Attachments:**

- MTC Resolution No. 4662
  - Attachment A

A handwritten signature in blue ink that reads "Andrew B. Fremier". The signature is written in a cursive style and is positioned above a horizontal line.

Andrew B. Fremier