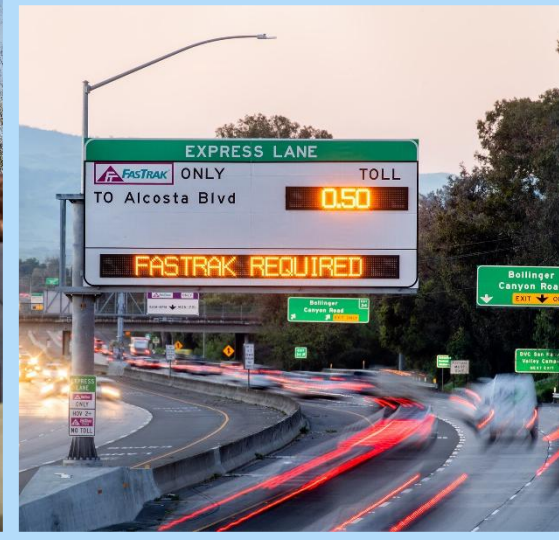




FY 2025-26 Operating and Capital Budget, Amendment No. 1



METROPOLITAN
TRANSPORTATION
COMMISSION

Date: December 17, 2025

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Summary of Changes



Approval of one new term-limited Technical Assistance Planner position for ABAG to increase MTC's total approved positions to 430



MTC Capital project increase of \$4.1 million for ERP project



\$6 million transfer of donation revenue from MTC to BAHFA for new Mixed-Income Loan Fund and to support administration costs



\$15.5 million increase in Clipper C1 and C2 operating costs due to delay in account-based system launch from July to December 2025



Bay Area Forward increase of \$24 million for SR37 and West Oakland Link Projects

Proposed FY 2025-26 Operating Budget Amendment No. 1

Operating Revenue

- Federal grants decreased, primarily due to reductions in STBG programming
- Reduced REAP 2.0 grant revenue
- Increased Exchange Funds and Donations

Operating Expense

- Salary & Benefits increased marginally for position reallocations due to department reorganization, offset by vacancy savings
- Computer Services increased primarily due to ERP Managed Services

Transfers Out

\$6 million donation from Chan Zuckerberg Initiative passed through to BAHFA

Metropolitan Transportation Commission	FY 2025-26 Approved (millions)	FY 2025-26 Amendment No. 1 (millions)	% Change	\$ Change (millions)
Revenue				
Federal Grants	\$182.3	\$182.1	0.0%	(\$0.3)
State Grants	70.1	66.5	-5.0%	(3.5)
Local	35.7	45.0	26.0%	9.2
TDA General Fund	16.8	16.8	0.0%	0.0
Transfer from Other Entity/Fund	7.9	7.9	0.0%	0.0
Administrative Overhead	35.5	35.5	0.0%	0.0
Other	2.7	2.7	0.0%	0.0
Total Revenue	\$351.0	\$356.5	2.0%	\$5.4
Expense				
Salary & Benefits	\$61.4	\$61.9	1.0%	\$0.5
Computer Services	9.0	9.6	7.0%	0.6
General Operations	6.4	6.0	-6.0%	(0.4)
Contract Services	271.3	270.3	0.0%	(1.0)
Other	2.1	2.2	3.0%	0.0
Total Expense	\$350.2	\$350.0	0.0%	\$0.3
Operating Surplus/(Deficit) Before Transfers	\$0.8	\$6.5	678.6%	\$5.7
Operating Surplus/(Deficit) After Transfers	\$0.8	\$0.5	-39.2%	(\$0.3)



FY 2025-26 Clipper Budget

- \$9.8 million increase in Clipper 1 Operating budget to fund Clipper 1 Operations & Maintenance (O&M) costs due to the revised timeline for C2 go live
- \$5.8 million increase in Clipper 2 Operating budget to fund Customer Service Center costs and C2 Payment Services Operation
- \$2.8 million decrease to Clipper Capital Budget to support Clipper 1 O&M costs

MTC Draft FY 2025-26 Amendment No.1

Bay Area Forward

- \$3.5M decrease of STBG funds that are no longer available from Napa Forward.
- New funds for West Oakland Link Project (\$7.5M) and SR 37 (\$20M)

	FY 2025-26 (LTD) (millions)	FY 2025-26 Amendment No.1 (millions)	Total (LTD)
Bay Bridge (2016)	\$25.9	--	\$25.9
Bay Bridge (2020)	40.7	--	40.7
RSR	4.4	--	4.4
FPI – 680	14.0	--	14.0
FPI – 880	5.3	--	5.3
FPI – US 101	3.1	--	3.1
Dumbarton Forward	9.4	--	9.4
Napa Forward	8.2	-3.5	4.7
SR 37	54.0	20.0	74.0
SR 237	1.0	--	1.0
SR 4	1.0	--	1.0
I-680 ARM	2.0	--	2.0
West Oakland Link	57.7	7.5	65.2
US 101 ARM	1.0	--	1.0
I-80 ARM	1.0	--	1.0
Total LTD Budget	\$228.5	\$24.0	\$252.5

Staff Recommendation

Adoption of MTC Resolution No. 4703 Revised, approving the Metropolitan Transportation Commission (MTC) FY 2025-26 Operating and Capital Budget, Amendment No. 1