



Item #2025-0404

# Fiscal Year 2026 Transit Fund Allocations

Finance, Budget & Audit Committee

June 18, 2025



# Background

- Metro responsible for allocating transit funds to transit operators and jurisdictions in Los Angeles County
- Funding for local transportation projects & programs
- Programs funded through this action include:
  - Regional transit funding for transit operators
  - Local Return (Proposition A/C and Measure R/M)
  - Transportation Development Act Article 3 (bike & ped) & Article 8 (unmet transit needs)
- Allocations developed per federal, state, local requirements, and Board adopted policies & guidelines
- Approved and reviewed by:
  - Bus Operations Subcommittee (BOS)
  - Local Transit Systems Subcommittee (LTSS)
  - Technical Advisory Committee (TAC)





# Key Recommendations

- APPROVE \$2.9 billion for FY26 transportation fund allocations (Attachment A):
  - 89 LA County local jurisdictions
  - Transit Operators: Included, Eligible, Tier 2 and Local Transit systems
- Exchanges of Metro funds for transit operator federal & state grants so funds can be drawn down quickly and minimize administrative processes
- Funding actions subject to state and federal funding availability
- Request revision to Included & Eligible Operator Zero Emission Transit Capital Program (ZETCP)-Equivalent allocations due to state cut in Metro's ZETCP grant
- Administrative actions to enable flow of funds
  - Adopt Transportation Development Act resolution
  - Authorize CEO to execute agreements and amendments