

FY26 Budget Development Status Update

April 17th, 2025 | Finance, Budget and Audit Committee



Metro Transit Operation & Maintenance

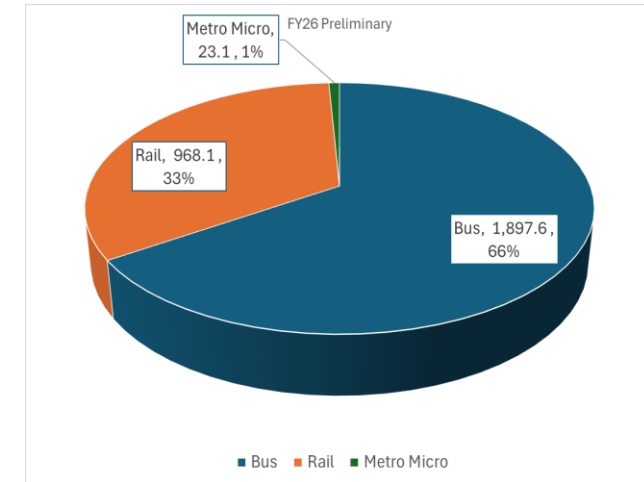
**FY
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M Metro



Operations & Maintenance (\$ in millions)		FY25 Budget	FY26 Preliminary	\$ Change	% Change	% of Total
1	Bus	\$ 1,792.9	\$ 1,897.6	\$ 104.8	5.8%	65.7%
2	Rail	896.2	968.1	71.8	8.0%	33.5%
3	Metro Micro	42.1	23.1	(19.0)	-45.2%	0.8%
4	Operations & Maintenance Total	\$ 2,731.2	\$ 2,888.8	\$ 157.6	5.8%	100.0%

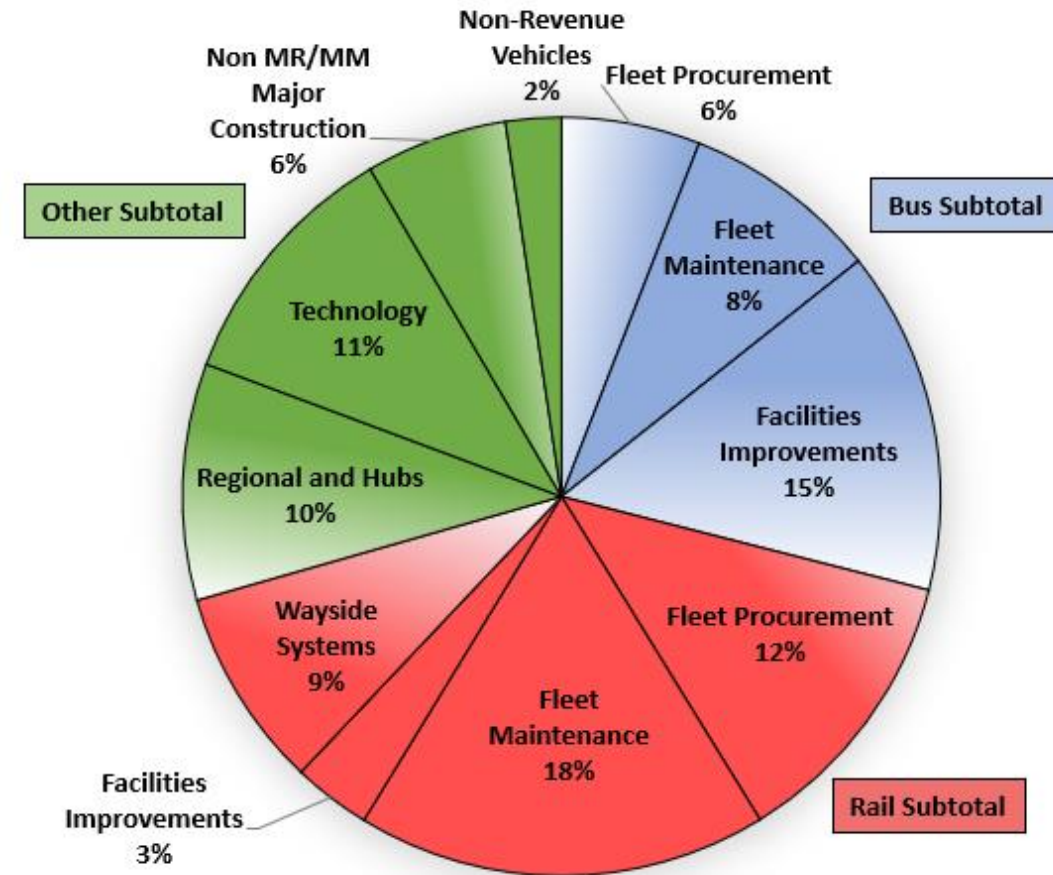
Note: Totals may not add up because of rounding.



- Metro Transit Operation & Maintenance Preliminary Budget: **\$2.89B**, increase of \$157.6M (5.8%) over FY25
- Attract and retain ridership by delivering best in class transit services with **8.9M RSH** on bus, rail, and Metro Micro service.
 - **Bus:** Maintain existing NextGen Bus Plan service levels, continuing to expand NextGen speed and reliability initiatives
 - **Rail:** A Line to Pomona & D Line Section 1 extensions and improved service frequencies
 - **Enhanced customer experience**
 - ❑ Station improvement strategies (Public Restroom, Station Lighting, Elevators Modernizations).
 - ❑ Cleaning Initiatives: Cleaning of Buses, End of Line Rail Cars, Transit Centers, Rail Stations and other Facilities (13.1% increase over FY25)
 - ❑ Continued investment in multi-layered public safety resource deployment and in safety infrastructure projects (6.7% increase over FY25)
 - **New Metro Micro Pilot Business Model:** New service operations and software services contracts, enhancing control and financial sustainability while maintaining the same geographical coverage.



Capital Category (\$ in millions)	FY25 Budget	FY26 Preliminary	\$ Change	% Change	% of Total
1 Fleet Procurement	\$ 47.5	\$ 36.0	\$ (11.5)	-24.2%	5.9%
2 Fleet Maintenance	49.1	51.2	2.1	4.3%	8.4%
3 Facilities Improvements	48.8	89.1	40.4	82.8%	14.6%
4 Bus Subtotal	\$ 145.4	\$ 176.4	\$ 31.0	21.3%	29.0%
5 Fleet Procurement	58.5	74.6	16.1	27.6%	12.3%
6 Fleet Maintenance	94.2	106.6	12.4	13.2%	17.5%
7 Facilities Improvements	19.0	20.3	1.3	6.7%	3.3%
8 Wayside Systems	64.1	52.0	(12.1)	-18.9%	8.5%
9 Rail Subtotal	\$ 235.7	\$ 253.4	\$ 17.7	7.5%	41.6%
10 Regional and Hubs	77.9	61.4	(16.5)	-21.2%	10.1%
11 Technology	69.8	66.4	(3.5)	-5.0%	10.9%
12 Non MR/MM Major Construction	39.6	36.8	(2.8)	-7.0%	6.1%
13 Non-Revenue Vehicles	8.9	14.4	5.5	61.8%	2.4%
14 Other Asset Improvements Subtotal	\$ 196.3	\$ 179.0	\$ (17.2)	-8.8%	29.4%
15 Total Proposed CIP Budget	\$ 577.4	\$ 608.8	\$ 31.4	5.4%	100.0%



- Metro Transit CIP Preliminary Budget: **\$608.8M**, increase of \$31.4M (5.84) over FY25
 - Maintaining the system in a state of good repair
 - Focused on maintaining, upgrading, and modernizing assets to ensure equipment and peripheral systems provide reliable and high-quality service
- Program highlights include:
 - Bus Zero Emissions Buses (ZEB): Continue procurement of buses (\$35.0M) & infrastructure (\$57.2M)
 - Rail Cars: Major investment of \$153.8M in new vehicles and refurbishment of existing vehicles
 - Safety: \$16.6M Enhancements for Fire & Life Safety, communication, and monitoring systems
 - NextGen: \$43.4M for Bus Mobile Validators for all door boarding, Transit Signal Priority, and Bus stops in CIP and related programs
 - Customer Experience: \$19.2M in tech enhancements to improve the customer experience



Other Programs: GPP, CM, O&A

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Expenditures by Program Type (\$ in millions)		FY25 Budget	FY26 Preliminary	\$ Change	% Change	% of Total
1	General Planning & Programs	257.9	280.0	22.1	8.6%	3.1%
2	Congestion Management	124.4	129.9	5.5	4.4%	1.4%
3	Oversight & Administration	89.4	101.7	12.4	13.8%	1.1%
4	Total	\$ 471.7	\$ 511.6	\$ 39.9	8.5%	5.7%

General Planning and Programs (GPP)

Active Transportation, Bike & Other Studies	\$99.1
Property Management	\$87.6
Financial, Grants Management and Admin	\$51.5
Unsolicited Proposals, P3, and other	\$41.8



Congestion Management (CM)

- Express Lanes \$62.1
- Freeway Service Patrol \$38.2
- Motorist Services \$15.9
- Rideshare Services \$13.6



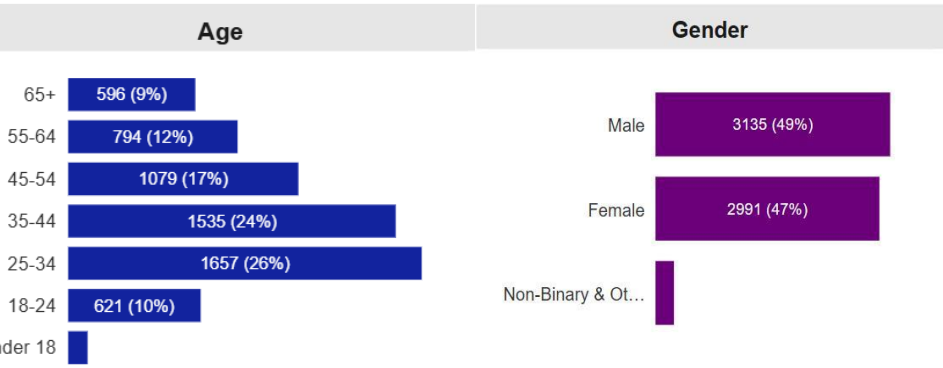
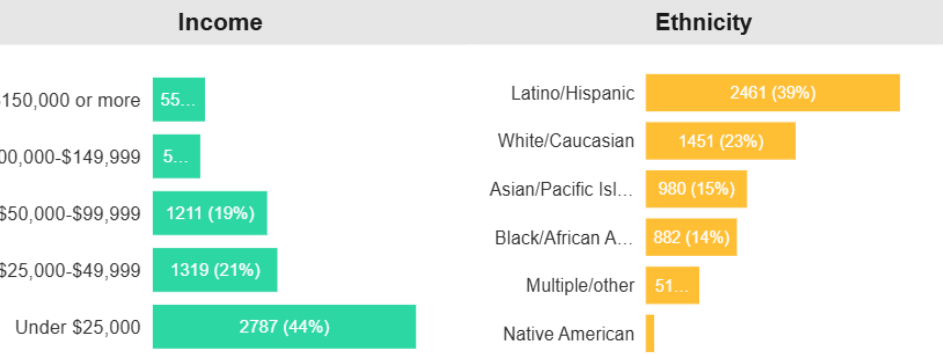
Oversight and Administration (O&A)

- Ongoing Activities \$65.2
- Valuing Workforce \$25.3
- Customer Experience \$11.2



My Metro Budget Activity

Demographic Questions – Results to Date



Female Funding Priorities

- Sustainability & ZEB
- Homeless Outreach & Ambassadors
- Metro Micro

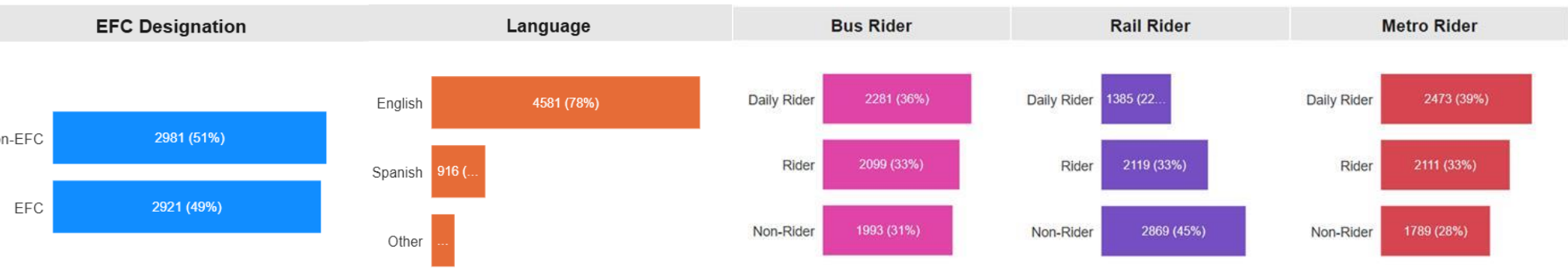
Overall Funding Priorities

- Rail Service & Reliability
- Bus Lanes & Improvements
- System Cleanliness
- Metro Transit Security
- Homeless Outreach

6200+
Total Respondents
4,200+ Comments

EFC Funding Priorities


- Bus Service
- Bus Lanes & Improvements



Note: Results from October 31, 2024 – March 25, 2025.
Actively working to increase youth group participation.

Daily Rider: 5+ days a week
Rider: 1-4 days a week
Non-Rider: <1 day a week



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- Metro Transit – Operations & Maintenance (O&M)
Capital Improvement Program (CIP)
 - General Planning and Programs
 - Congestion Management
 - Oversight and Administration

Apr.



FY26 Proposed Budget:

- Public Hearing and Board Adoption

May