



Fiscal Year 2027 Budget Development Update

March 2026 | Office of Management & Budget



Major Infrastructure Investment & Regional Allocations

FY 27

M Metro



Transit Infrastructure Development

\$2,058.1M (-5.6%)



Highway Multimodal Development

\$887.1M (39.1%)



Metro Regional Rail

\$241.0M (+110.4%)



Regional Allocation & Passthroughs

\$1,756.2M (-2.7%)



The four programs typically make up roughly 50% of the annual budget.

Transit Infrastructure Development (\$2.1B)

FY 27



Planning

\$221.4M

Countywide BRT Planning	\$ 3.5
E Line Eastside LRT Phase 2	73.7
Eastside Access	0.1
K Line Extension to Torrance	60.7
Metro Command & Control Center	20.8
Sepulveda Corridor	61.7
SGV Forward	0.9

In Construction

\$1,752.5M

A Line Foothill Ext. 2A & 2B	\$ 94.1
D Line Extension	686.3
East San Fernando Valley LRT	320.5
G Line BRT Improvements	281.7
NoHo to Pasadena BRT Connector	44.7
Southeast Gateway Line	190.0
Vermont Transit Corridor BRT	135.3

Revenue Readiness

\$40.3M



D Line Extension Section 2	\$ 8.5
D Line Extension Section 3	30.0
G Line BRT Improvements	1.8

- \$8.9M budget for closeout projects such as K Line (Crenshaw/LAX), Regional Connector, etc.
- \$34.9M in program support and admin including Business Solution Center

- **FY27 Budget: \$2,058.1M:** ↓ \$123.1M (-5.6%) from FY26, driven by project phase shifts
- **Transit Construction (87% of program):** ↓ \$95.6M (-5.0%) due to wind-down of major rail projects
 - Continues East San Fernando Valley LRT & Southeast Gateway Line
 - Increased BRT funding
- **Transit Planning (11% of program):** ↓ \$34.3M (-13.4%), Supports K Line Extension to Torrance, E Line Eastside Phase 2, Sepulveda Corridor, Metro Command & Control Center, etc.

Highway Multimodal Program: \$887.1M

FY
27



**Bus
Improvements**

\$46.3M

-\$0.2m (-0.4%)



**Capacity
Improvements**

\$157.5M

+\$22.9m (17.0%)



**Express / HOV
Improvements**

\$340.5M

+\$177.7m (109.2%)



**General
Planning**

\$5.6M

-\$2.4m (-30.3%)



**Local
Subregional
Improvements**

\$335.1M

+\$56.3m (20.2%)



**Traffic Noise
Reduction &
Property
Maintenance**

\$2.0M

-\$5.0m (-71.4%)

Overview:

- FY27 Preliminary Highway Budget is a \$249M or 39% increase over FY26 (\$637.7M)
- Increases are attributable to I-105 ExpressLanes acceleration and (3) I-605 Hotspot projects transitioning to construction phase.
- Investments in Bus-Only Lanes includes Games-related bus lane projects supported by federal RCN Grant.

Regional Rail: \$241.0M

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Link Union Station

- ROW acquisition
- Ongoing design and construction activities

\$165.9M

+124.2m (297.7%)



Grade Separation Projects

- Rosecrans: closeout activities
- Doran St: ramp up construction

\$25.4M

-\$8.7m (-26%)



Double Tracking Projects

- Brighton to Roxford: construction ongoing
- Lone Hill to White: funding plan

\$31.7M

+\$18.7m (143.8%)



HDC/Other Regional Rail Project

- High Desert Corridor Rail Service Plan and Other Metro Regional Rail Projects

\$18.0M

-\$7.4m (-29.2%)



Metrolink

- Metrolink's FY27 Budget is still under development and will be available upon receipt

Currently In Development

Overview:

- Link Union Station project advancing ROW acquisitions and early construction activities
- Double Tracking and Grade Separation projects advance into the Construction Phase
- Growth rate of Metrolink's operating subsidy requests are outpacing sales tax revenue growth

Regional Allocations & Pass Throughs

FY
27

M Metro



Local Agencies

- Local Return
- TDA 3
- TDA 8

\$861.8M

+\$17m (2.0%)



Regional Transit

- Municipal Operator Funds
- Local Operator Funds
- Access Services

\$730.0M

-\$31.6m (-4.1%)



Major Projects

- AV Metrolink Line
- ITC

\$23.3M

-\$49.2m (-67.9%)



Other Local Programs

- Call for Projects
- ATP-Transit
- CRD Toll
- Federal Pass-Thru
- TOD Grants

\$85.2M

+\$14.0m (19.7%)



Regional Federal Grants

- JARC
- New Freedom
- 5310
- Federal Exchange

\$20.7M

+\$0.2m (1.0%)



Fare Assistance

- LIFE

\$35.3M

+\$0.2m (0.5%)

Overview:

- Overall - FY27 estimated budget of \$1.76B reflects a -\$49.4M or -2.7% reduction from FY26
 - Programs that allocate funds to other local agencies to implement projects
- Sales Taxes – Majority (Local Agencies & Regional Transit) linked to sales tax projections
 - 86% to transit agencies & local jurisdictions per Fed/State law & Board policy
 - 14% for Access Services & LIFE Program
- Final Access Services & Transit Fund allocations will be presented to Board for action in May

Combined Activities - Preliminary Results

FY
27



My Metro Budget Activity

All Results

My Metro Priorities

(Exceeds FY26 outreach)

5,400+ Respondents



4,500+ Comments



45% EFC



6,500+ Respondents

4,600+ Comments

48% EFC



1,100+ Respondents

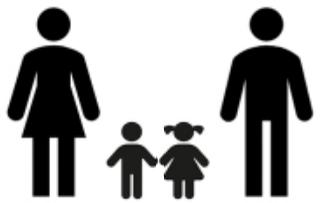
180+ Comments



61% EFC



*FY27 collection period: November 2025 - May 2026
*Responses to Date (February 20, 2026)



*FY27 collection period: September 2025 - May 2026
*Responses to Date (February 20, 2026)



Budget Development Parameters:

- Sales Tax Forecast, Resources Assumption
- Cost Inflation Estimate

Feb



- Budget Workshop for Board Members
- Transit Infrastructure Expansion
- Multimodal Highway Investments, Regional Rail
- Regional Allocations and Pass-Throughs

Mar



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

Apr



FY27 Budget: Public Hearing and Board Adoption

May