



Fiscal Year 2027 Budget Development Update

April 16th, 2026 | Finance & Budget Audit Committee



FY27 Preliminary Expenditures by Program

**FY
27**

M Metro



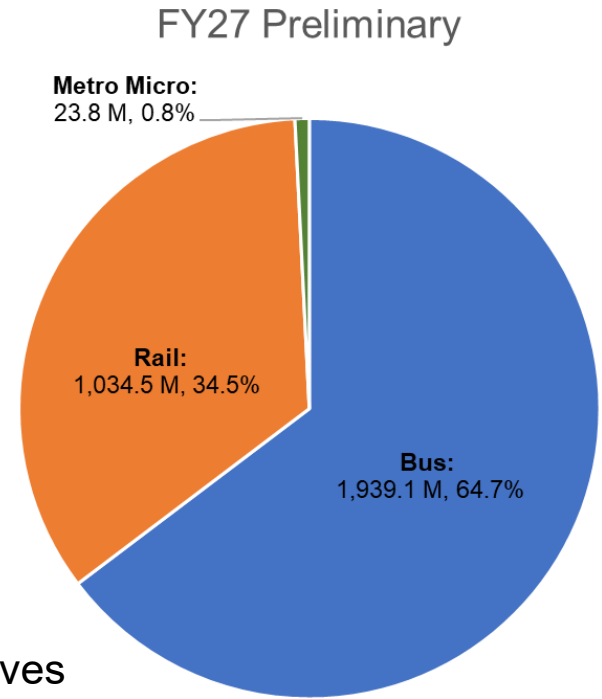
Expenditures by Program Type (\$ in Millions)		FY26 Budget	FY27 Preliminary	\$ Change	% Change
Controllable Costs					
1	Metro Transit - Operations & Maintenance	\$ 1,224.9	\$ 1,177.9	\$ (47.0)	-3.8%
2	Metro Transit - Capital Improvement Program	543.1	486.9	(56.2)	-10.4%
3	Metro Transit Total	\$ 1,768.0	\$ 1,664.8	\$ (103.2)	-5.8%
4	General Planning & Programs	\$ 177.5	\$ 173.7	\$ (3.8)	-2.2%
5	Congestion Management	\$ 119.4	\$ 98.7	\$ (20.7)	-17.4%
6	Oversight & Administration	\$ 126.6	\$ 128.3	\$ 1.6	1.3%
7	Subtotal Controllable Costs	\$ 2,191.5	\$ 2,065.4	\$ (126.2)	-5.8%
8	Labor and Allocations	\$ 1,832.8	\$ 1,970.6	\$ 137.8	7.5%
9	Grand Total	\$ 4,024.3	\$ 4,036.0	\$ 11.7	0.3%

Note: Totals may not add due to rounding.

- FY27 Preliminary budget for these programs is **\$4.04 B**
 - **\$2.07 B for Controllable Costs**
 - **\$1.97 B for Labor and Allocations**
- In alignment with the CEO's Equitable Zero-Based Budget (EZBB) and cost-efficiency focus, a reduction of **\$126.2 million or 5.8% in controllable expenses** was identified in FY27 compared to the FY26 budget.

Operations & Maintenance (\$ in millions)	FY26 Budget	FY27 Preliminary	\$ Change	% Change	% of Total
1 Bus	\$ 1,895.5	\$ 1,939.1	\$ 43.6	2.3%	64.7%
2 Rail	997.6	1,034.5	36.9	3.7%	34.5%
3 Metro Micro	22.5	23.8	1.4	6.0%	0.8%
4 Operations & Maintenance Total	\$ 2,915.5	\$ 2,997.5	\$ 81.9	2.8%	100.0%

Note: Totals may not add due to rounding.



- O&M Preliminary Budget: **\$2.99B**, increase of \$81.9M (2.8%) over FY26
- Total of **8.8M RSH** on bus, rail, and Metro Micro service
 - ✓ **Bus:** Maintain NextGen Bus Plan and expand NextGen speed and reliability initiatives
 - ✓ **Rail:** Full year operation of D Line Extension Section I, and opening of D Line Extension Section II
 - ✓ **Enhanced customer experience**
 - Station Experience: Public Restroom, Station Lighting, Elevator Modernizations, and taller faregates
 - Cleaning Initiatives: Cleaning of Buses, End of Line and Mid-line Rail Cars, Transit Centers, Rail Stations and other Facilities
 - Safety: Investment in multi-layered resource deployment and in safety infrastructure projects

CIP Category (\$ in Millions)	FY26 Budget	FY27 Preliminary	\$ Change	% Change	% of Total
1 Bus	\$ 170.3	\$ 186.0	\$ 15.7	9.2%	32.8%
2 Rail	223.5	186.4	(37.0)	-16.6%	32.8%
3 Other Asset Improvements	226.2	195.2	(31.0)	-13.7%	34.4%
4 CIP Total	\$ 619.9	\$ 567.6	\$ (52.3)	-8.4%	100.0%

Note: Totals may not add due to rounding.

- CIP Preliminary Budget: **\$567.6M**
 - ✓ Focus on maintaining, upgrading, and modernizing assets to ensure equipment and peripheral systems provide reliable and high-quality service
- **Program highlights**
 - ✓ *Zero Emissions Buses (ZEB)*: to continue procurement of buses **\$47.1M** & infrastructure **\$71.7M**
 - ✓ *Rail Cars*: Major investment of **\$108.8M** in new vehicles and refurbishment of existing vehicles
 - ✓ *Public Safety*: **\$37.7M** for continued faregate retrofits, intrusion detection, fencing installation, and security technology upgrades
 - ✓ *NextGen*: **\$49.9M** for Bus stops in CIP and other NextGen related programs
 - ✓ *Customer Experience*: **\$15.8M** for systemwide signage, elevator modernization and art refurbishment

Expenditures by Program Type (\$ in Millions)		FY26 Budget	FY27 Preliminary	\$ Change	% Change
1	General Planning & Programs	\$ 257.9	\$ 258.8	\$ 0.9	0.3%
2	Congestion Management	129.6	110.6	(19.1)	-14.7%
3	Oversight & Administration	101.3	101.5	0.3	0.3%
4	Total	\$ 488.9	\$ 471.0	\$ (17.9)	-3.7%

Note: Totals may not add due to rounding.

General Planning and Programs (GPP)

- Active Transportation, Bike & Other Studies **\$89.5**
- Property Management **\$90.4**
- Financial, Grants Management and Admin **\$48.8**
- Other Planning & Strategic Initiatives **\$30.1**



Congestion Management (CM)

- Express Lanes **\$39.0**
- Freeway Service Patrol **\$43.5**
- Motorist Services **\$14.6**
- Rideshare Services **\$13.5**



Oversight and Administration (O&A)

- Recurring Activities **\$62.6**
- Valuing Workforce **\$39.0**



Combined Activities - Preliminary Results

FY
27

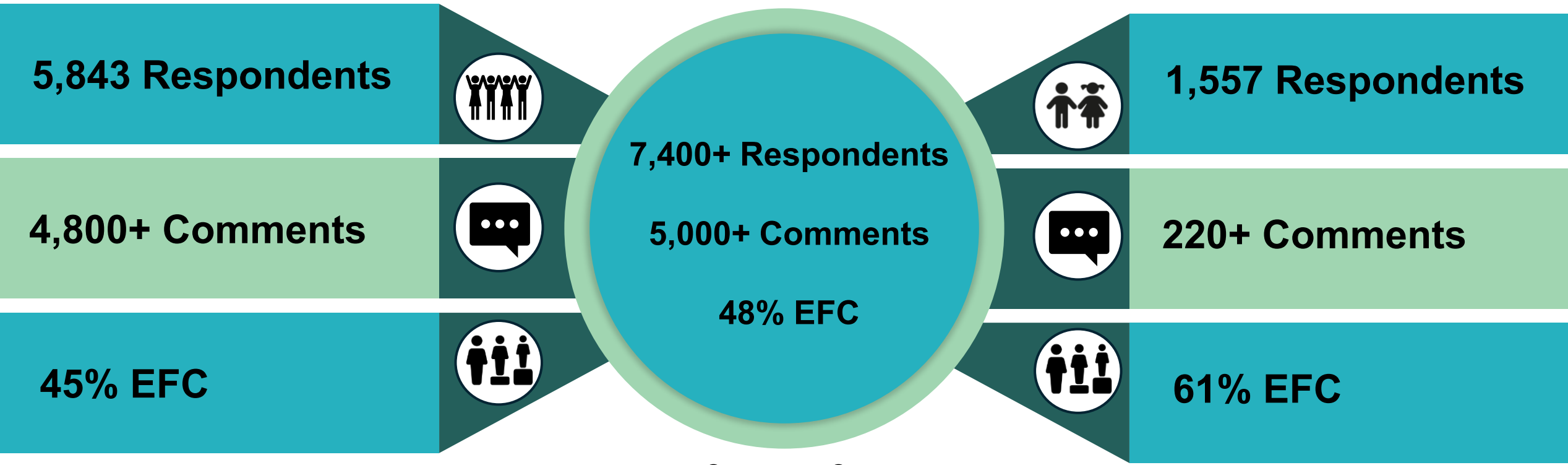


My Metro Budget Activity

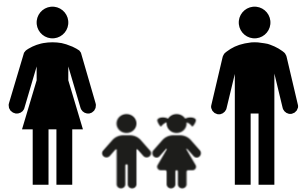
All Results

(Exceeds FY26 outreach)

My Metro Priorities



*FY27 collection period: November 2025 - May 2026
*Responses to Date (March 30, 2026)



*FY27 collection period: September 2025 - May 2026
*Responses to Date (March 30, 2026)