



SFMTA

Fiscal Year 2025-2026 Budget and 5-Year Projection

SFMTA Board of Directors
September 2, 2025

Agenda

- Fiscal Year (FY) 25-26 Budget
- 5-Year Deficit

SFMTA Budget

Every two years, SFMTA adopts a fixed two-year budget.

| SFMTA Budget Adopted in 2024 | | |
|-------------------------------------|----------------------|----------------------|
| Fiscal Year (FY) | FY24-25 (\$M) | FY25-26 (\$M) |
| Budget Year | One | Two |
| Start Date | July 1, 2024 | July 1, 2025 |
| End Date | June 30, 2025 | June 30, 2026 |
| Budget | \$1,521.8* | \$1,560.7* |

*Signed by the Mayor Aug 1, 2024

In 2024, SFMTA adopted FY24-25 and FY25-26 budget

In 2026, SFMTA will adopt FY26-27 and FY27-28 budget

Revised FY 25-26 Budget

SFMTA FY25-26 Revised Budget is \$22M less than FY25-26 Original Budget, reflecting efficiency gains.

| FY25-26 Budget | | | |
|-----------------------------|----------|---------|--------|
| Category | Original | Revised | Change |
| FY 25-26 Budget (\$M) | 1,474 | 1,452 | -22 |
| Budgeted Standard Positions | 4,423 | 3,894 | -529 |
| Budgeted Transit Operators | 2,670 | 2,522 | -148 |
| Total Budgeted Positions | 7,093 | 6,416 | -677 |

SFMTA may create a Revised Budget by amending Year Two budget. Revised budget and budgeted positions must be equal to or less than the Original budget AND the amount budgeted to each fund must change 5% or less AND be consistent with MTAB policy direction.

Policy Changes

Major Changes in the 2025 off-year budget cycle for FY 25-26:

Muni Service Cuts

\$7.2M in Muni service cuts to partially balance projected \$50M deficit.

Additional Revenue

\$18.0M in parking revenue projected to be achieved by optimizing existing policy.

Fewer Positions

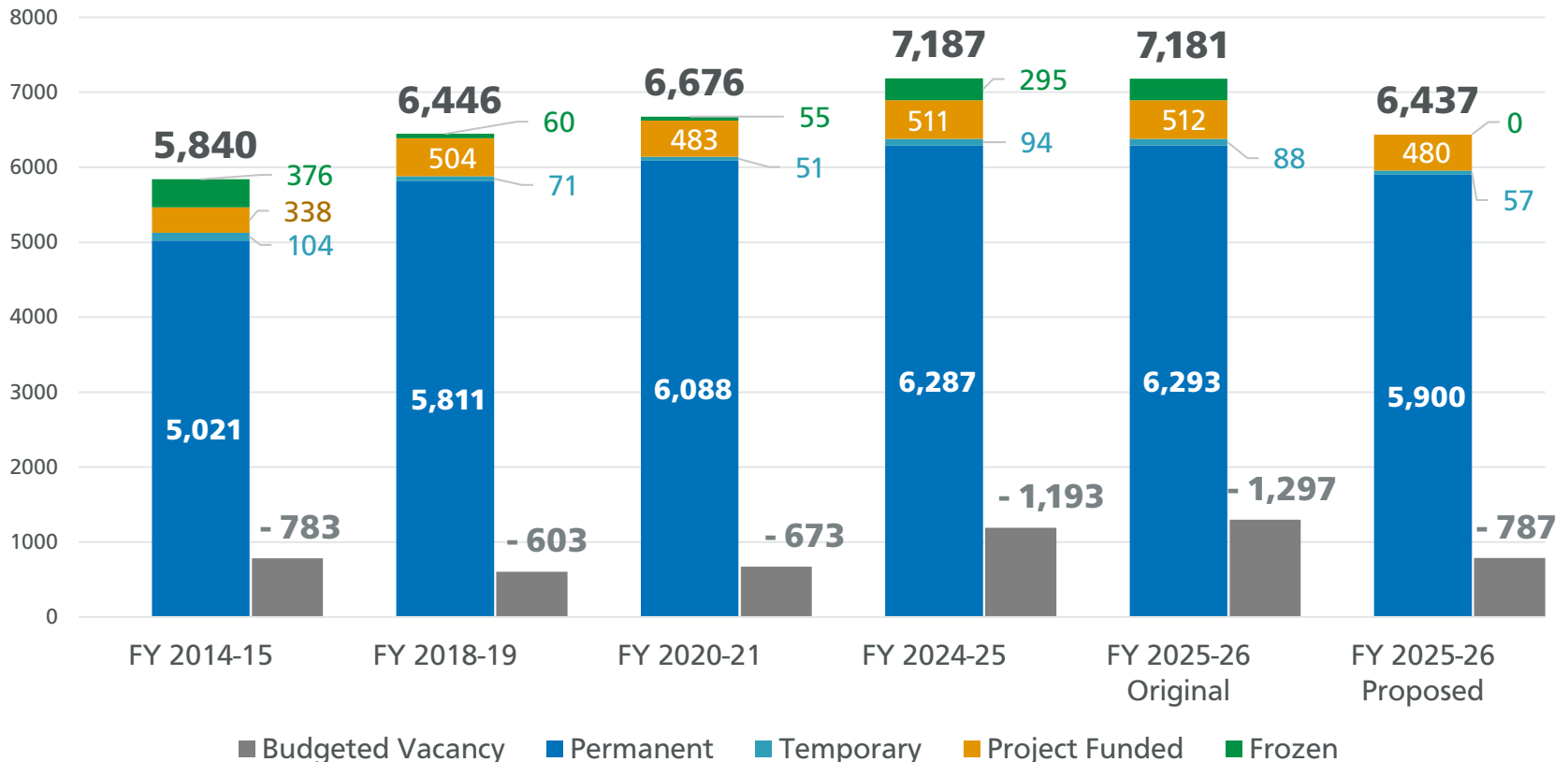
Deleted 500+ positions, including 30 managerial positions.

Budget Cuts and Clean-Up

Made minor budget cuts and did budget clean-up to increase fiscal accountability and transparency.

Fewer Positions

Deleted 500+ vacant positions to limit future budget growth and reduce budgeted vacancy from 25% to 18%, improving expenditure control and simplifying budget communication.



Budget Reductions and Clean-Up

Implemented budget cuts and clean-up to improve fiscal accountability and transparency.

Budget Reductions

Decreased travel and travel reimbursements by 50 percent, consistent with city.

Reduced workorder budget \$2M, consistent with city.

Decreased information technology professional services \$6M to achieve one-time savings, consistent with project cashflow.

Budget Clean-Up

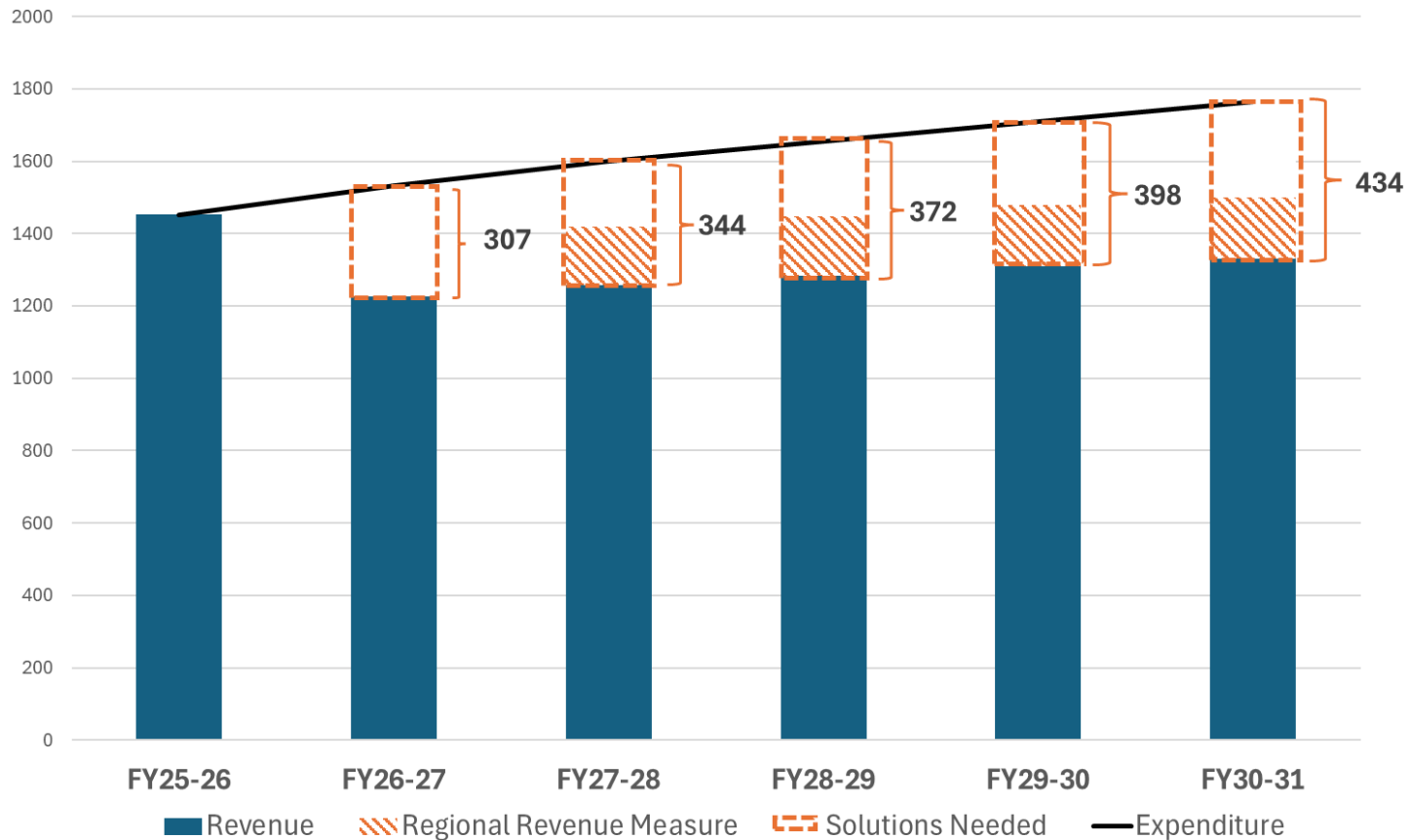
Aligned budget chart fields with actual expenditure to streamline purchasing.


Updated revenue estimates to reflect FY25-26 projections to facilitate budget monitoring.

Consolidated Transit budget units from 91 to 67 to streamline payroll and facilitate budget monitoring.

FY26-27 Deficit

Regional revenue measure will help resolve some of the deficit in the out years. However, one-time sources and self-help are needed to fully close deficit.



An aerial photograph of a city street, likely in New York City, showing a grid of buildings and a central thoroughfare. The image is overlaid with a semi-transparent blue filter. The text "Thank you Questions?" is centered in white. The street below has lane markings for "BUS ONLY", "TAXI", and "BUS". A building on the right has a sign that reads "STREET VENDOR PERMITS".

Thank you
Questions?