

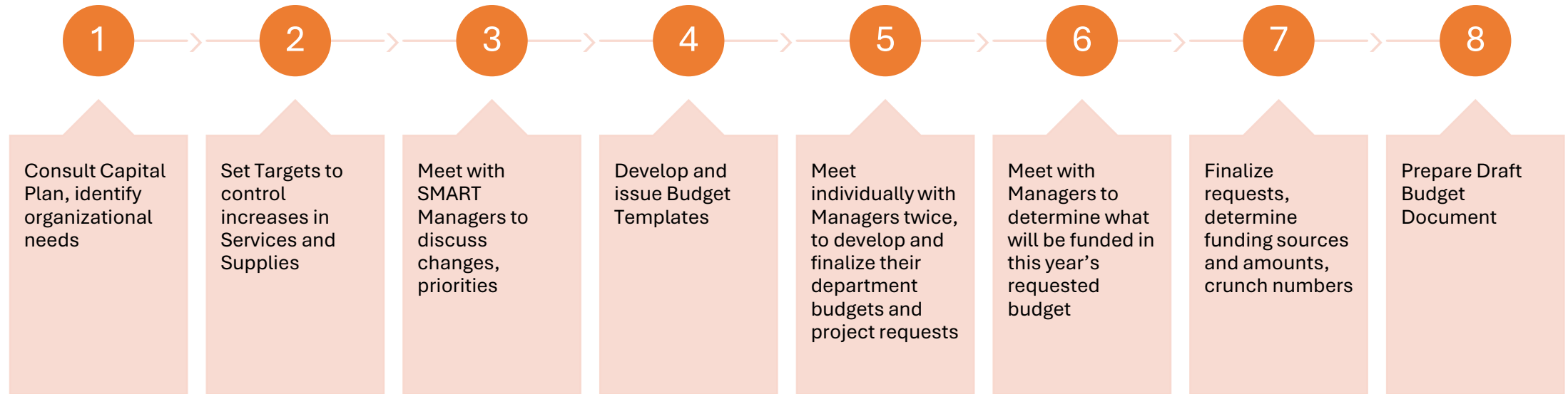
Sonoma-Marin Area Rail Transit District

FY 2025/2026 Budget Workshop

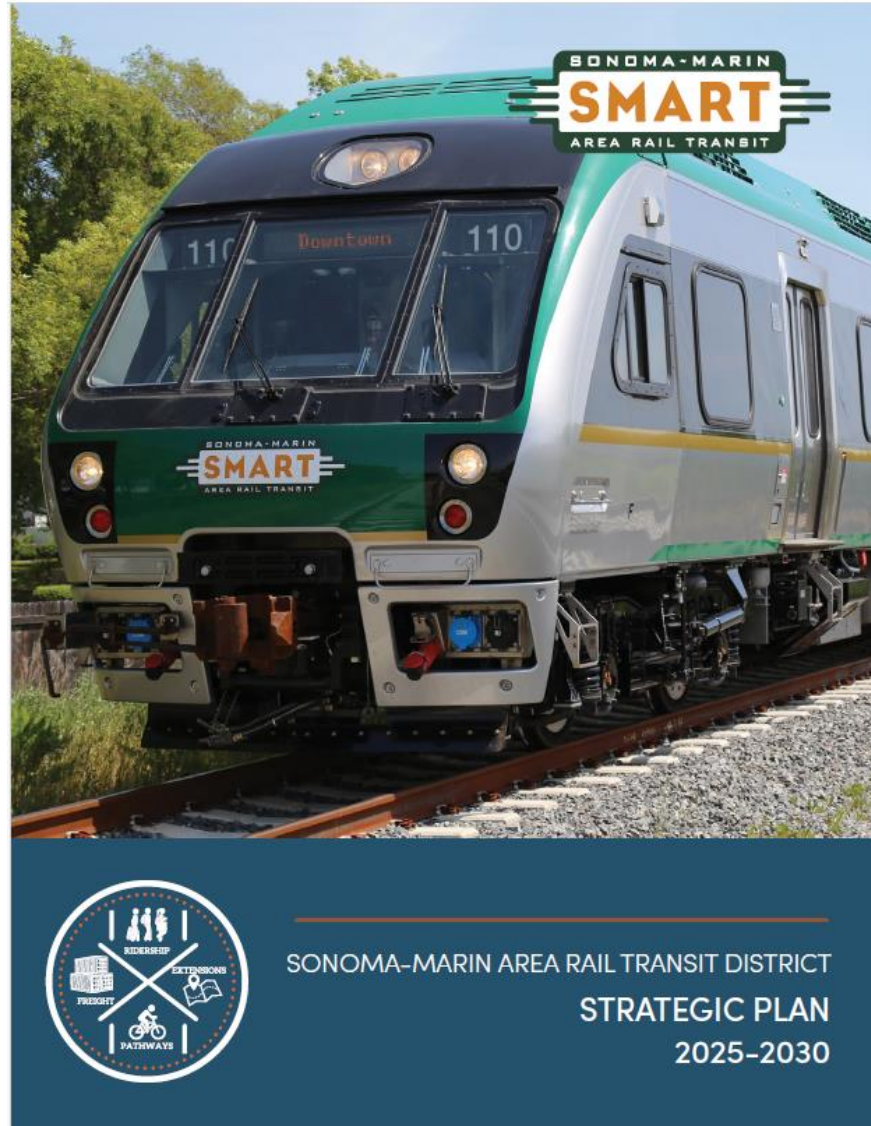
May 8, 2025



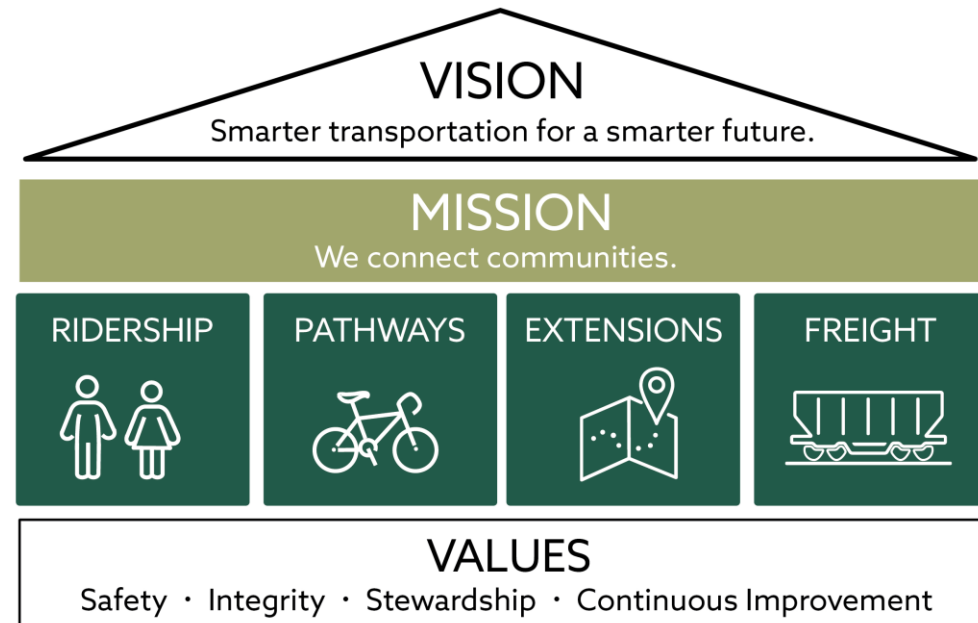
Budget Development Process



Strategic Plan



What informs the Fiscal Year 2025/2026 Budget?



Strategic Plan

■ Goals

- Ridership – Increase to 5,000+ per day
- Pathway – Design & construct planned pathway, maintain existing pathway, and enhance customer experience
- Extensions – Complete system extensions to Healdsburg & Cloverdale
- Freight – Ensure long-term sustainability of freight operations



Ridership

Goals and Expenditures

- Continue “Youth and Seniors Ride Free” program
- Undertake Preventative Maintenance and State of Good Repair projects to maintain the safety, quality, and efficiency of SMART’s rail system
- Maintain compliance with all requirements and regulations
- Collaborate with transit providers to improve bus/ferry connections
- Continue monitoring the system/ridership and adjusting where necessary
- Ridership estimate: 1,210,000

Ridership	
Category	FY26 Budget Amount
Administration	\$ 10,492,618.59
Operations	\$ 27,140,233.00
Website	\$ 154,666.67
Quality of Life & Economic Analysis	\$ 60,000.00
Healdsburg Storage Racks	\$ 36,500.00
Generator Plug Retrofit at all Platforms	\$ 20,489.00
Power Drop at Fulton	\$ 30,000.00
Replace Standby battery banks for wayside signals	\$ 70,400.00
Guideway & Track Main Line Surfacing	\$ 345,338.00
Fire Suppression System	\$ 60,000.00
DMU Light Replacement	\$ 200,000.00
IT Projects	\$ 248,000.00
Bridges - St. Vincent Culvert	\$ 250,000.00
Civic Center Kiss-n-Ride (Design)	\$ 224,000.00
Ram Truck (1502)	\$ 50,000.00
F150 Crew Cab XL (2 axle) - 1608	\$ 48,000.00
F150 Crew Cab XL - 1609	\$ 48,000.00
Used Hyrail boom Truck	\$ 200,000.00
Switches - 4/year	\$ 120,000.00
On-Board DMU Cameras	\$ 750,000.00
Fabric Building for Scrubber storage/ garage	\$ 30,000.00
Backup Generator at Roblar	\$ 50,000.00
Coupler/ Gear Shaft Overhaul	\$ 625,000.00
Cummins New Engine after Treatment System	\$ 700,000.00
Cummins Mid-Life Overhaul or New Engines	\$ 1,250,000.00
Radiator Fan Modification	\$ 150,000.00
Battery Overhaul	\$ 90,000.00
Transmission Overhaul	\$ 90,000.00
Mahle Cooling System Overhaul	\$ 250,000.00
Master Control Overhaul	\$ 192,000.00
DMU Air Brake Overhaul and Air Supply Unit	\$ 1,151,404.00
Energy Cushion Device Crash System	\$ 150,000.00
RailQuip Car Mover	\$ 100,000.00
Calipri Digital Wheel Measurement Gauge	\$ 75,000.00
Total	\$ 45,451,649.26

Extensions – System Map

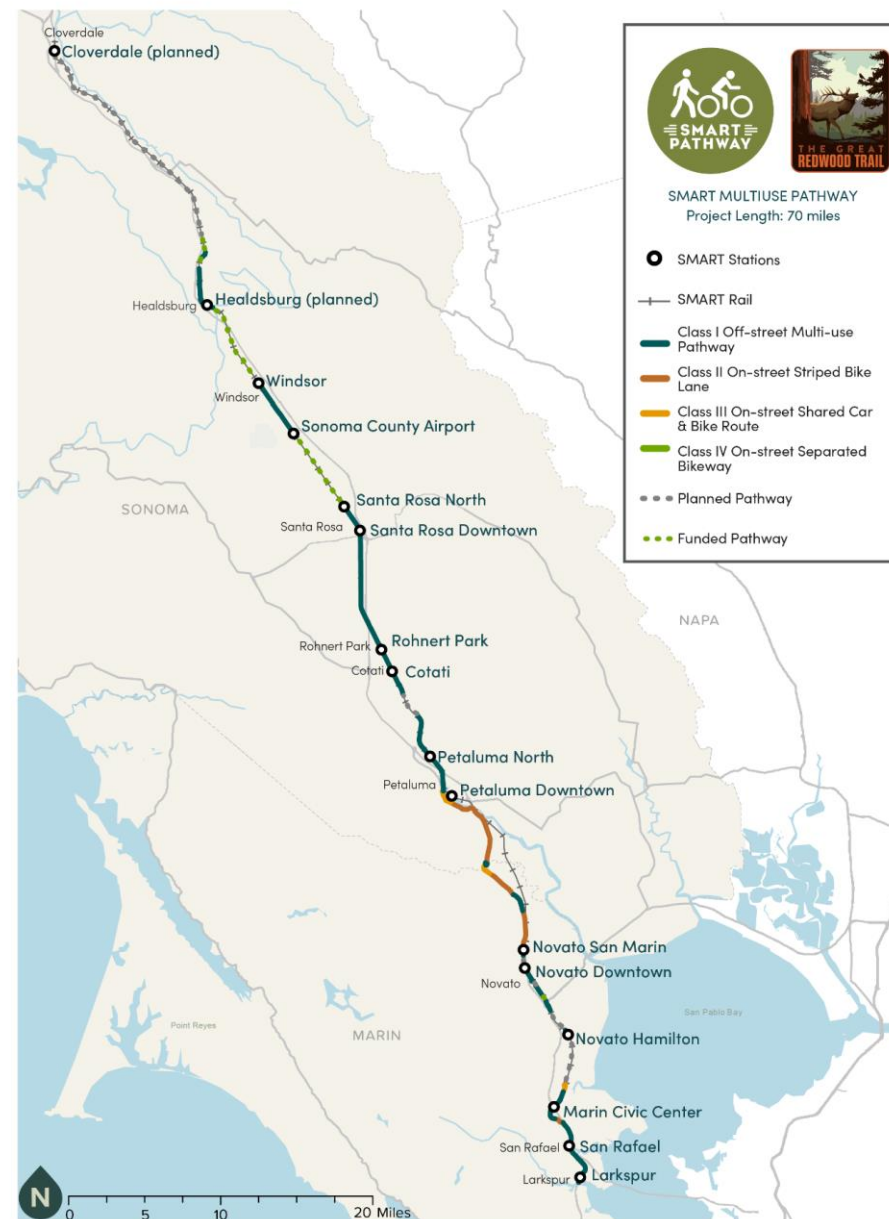


Extension – Goals and Expenditures

- Finish development of the progressive design-build project from Windsor to Healdsburg
- Award Contract for progressive design-build of the Extension from Windsor to Healdsburg
- Installation and implementation of Petaluma North Station solar project
- East/ West Rail
 - Continue participation in Highway 37 corridor activities
 - Work with partners to incorporate rail into the project
- Mitigate Extension/Station projects as required

Extensions	
Category	FY26 Budget Amount
Administration	\$ 6,421,723.12
Engineering	\$ 209,106.82
Website	\$ 154,666.67
IT Projects	\$ 248,000.00
State Route 37 Study	\$ 6,000.00
Quality of Life & Economic Analysis	\$ 60,000.00
Mitigate Extension Projects	
- San Rafael Creek Riparian Construction & Monitoring	\$ 63,816.75
- Las Gallinas Riparian Enhancement & Monitoring	\$ 23,800.00
- Mira Monte Restoration	\$ 195,000.00
- IOS-1 Riparian Mitigation	\$ 240,000.00
Petaluma North - Solar Project	\$ 1,300,000.00
Windsor to Healdsburg Project Development	\$ 236,500.00
Windsor to Healdsburg	\$ 2,257,500.00
Total	\$ 11,416,113.35

Pathways - Map



Pathways – Goals and Expenditures

- Construct funded segments of the pathway
 - Hanna Ranch Rd to Vintage Way
 - Guerneville Rd to Airport Blvd
 - Joe Rodota to 3rd Street
- Complete design and permitting of pathway segments
- Continue mitigation projects to mitigate impact of the pathway as required
- Maintain pathway in a state of good repair
- Complete pathway wayfinding program

Pathways	
Category	FY26 Budget Amount
Administration	\$ 2,330,835.00
Operations	\$ 34,461.00
Engineering	\$ 341,174.28
Website	\$ 154,666.67
IT Projects	\$ 248,000.00
Quality of Life & Economic Analysis	\$ 60,000.00
Mitigate Pathway Segments	
- Petaluma Riparian Construction & Monitoring	\$ 23,800.00
- Crane Creek Riparian Monitoring	\$ 518,930.00
- Helen Putnam Riparian Monitoring	\$ 125,131.82
- Windsor Riparian Mitigation Monitoring	\$ 38,800.00
Design Pathway Segments	
- Marin-Sonoma Pathway - Design	\$ 221,660.17
- Marin Pathway - Design	\$ 275,000.00
- Puerto Suello Pathway - Design	\$ 385,465.00
Pathway Repairs & Rehab	\$ 115,200.00
Pathway Wayfinding Project	\$ 85,000.00
Windsor to Healdsburg Project Development - Pathway	\$ 38,500.00
Windsor to Healdsburg - Pathway	\$ 367,500.00
Construct Pathway Segments	
- Joe Rodota Trail to 3rd Street	\$ 1,454,886.00
- Hanna Ranch Road to Vintage Way	\$ 1,145,000.00
- Guerneville Road to Airport Blvd.	\$ 1,120,000.00
Total	\$ 9,084,009.94

Pathways (continued)



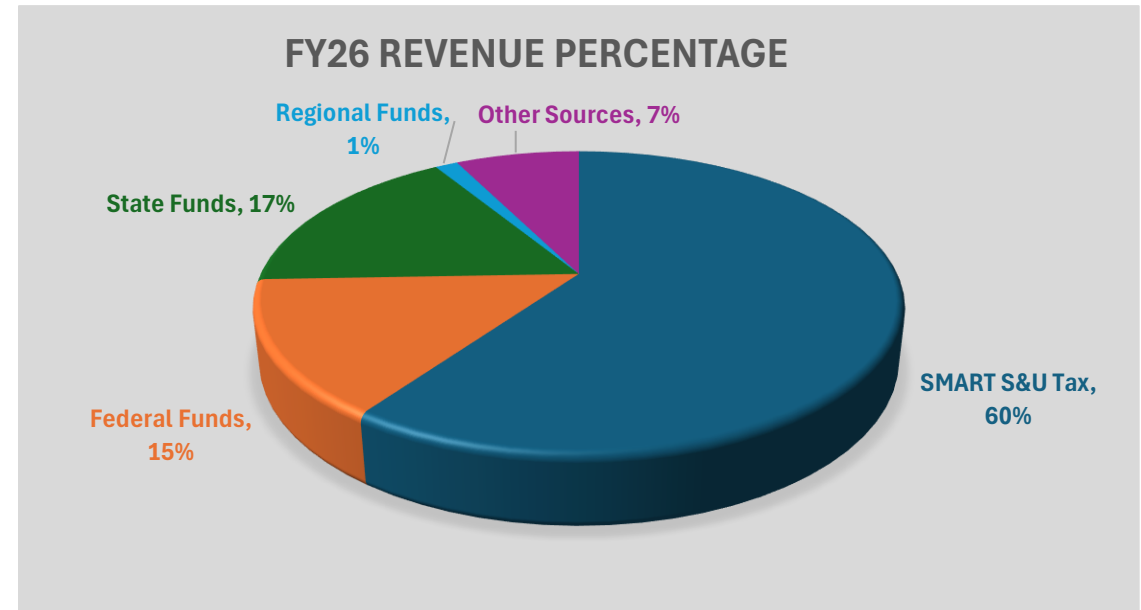
Pathway Segments Completing Design	Length (in miles)
Marin-Sonoma Pathways - \$221,660	6.2
- Main Street to East Railroad Avenue	1.48
- Joe Rodota Trail 3rd Street	0.06
- Santa Rosa Downtown Station to 6th Street	0.04
- Guerneville Road to West Steele Lane	0.32
- West Steele Lane to San Miguel Boulevard	1.2
- San Miguel Boulevard to Airport Boulevard	3.1
Marin Pathways - \$275,000	5.95
- Smith Ranch Road to Main Gate Road/ Novato - Hamilton Station	2.65
- State Access Road to Bay Trail	1.4
- Hanna Ranch Road to South Side of Novato Creek	1.26
- Grant Avenue to Olive Avenue	0.26
- Olive Avenue to Rush Creek Place	0.38
Puerto Suello to San Pedro Road - \$385,465	

Revenues



Fiscal Year 2025/2026 Revenues (non-Freight)

- Revenues
 - Sales Tax
 - Federal formula funds
 - 5307
 - 5337
 - State funds
 - STA- Population, Revenue, & SGR
 - LCTOP & LPP



Revenues	FY25 Amended Budget	FY26 Budget	Difference
SMART S&U Tax	\$ 50,426,000.00	\$ 46,265,300.00	\$ (4,160,700.00)
Federal Funds	\$ 8,444,271.00	\$ 11,273,703.00	\$ 2,829,432.00
State Funds	\$ 54,788,550.00	\$ 12,985,431.00	\$ (41,803,119.00)
Regional Funds	\$ 3,312,689.00	\$ 1,048,400.00	\$ (2,264,289.00)
Other Sources	\$ 4,503,447.00	\$ 5,733,161.47	\$ 1,229,714.47
Total Revenues	\$ 121,474,957.00	\$ 77,305,995.47	\$ (44,168,961.53)

Revenues: Sales and Use Tax

- Currently utilizing the conservative estimate
- Fiscal Year 2026 Amount: \$46,265,300 (vs \$50,426,000 in FY25, reduction of \$4,160,700, or 8.25%)
- Rolling funds from Fiscal Year 2025 for projects that will be completed in Fiscal Year 2026

Revenues by Funding Sources	FY 25	FY 26
Sales and Use Tax		
Measure Q	\$ 50,426,000	\$ 46,265,300
Measure Q Cost of Collection	\$ (800,000)	\$ (683,796)
Net Sales & Use Tax	\$ 49,626,000	\$ 45,581,504
Measure Q Roll forward	\$ 2,291,677	\$ 3,818,460
Transfer from Capital Fund	\$ 1,307,750	\$ 1,500,000
Subtotal	\$ 53,225,427	\$ 50,899,964

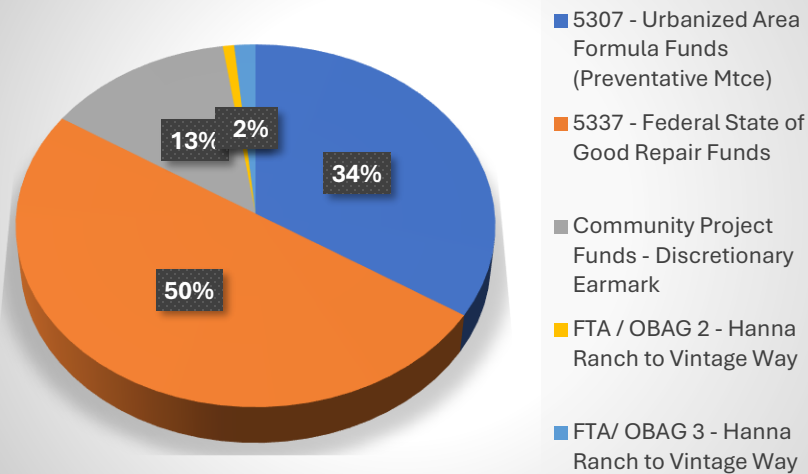
	Sales Tax	Growth Rate	
2009	\$ 4,976,687	0%	
2010	\$ 24,059,929	383.45%	Actual
2011	\$ 26,826,843	11.50%	Actual
2012	\$ 28,303,501	5.50%	Actual
2013	\$ 30,435,753	7.53%	Actual
2014	\$ 32,473,329	6.69%	Actual
2015	\$ 33,845,426	4.23%	Actual
2016	\$ 34,776,012	2.75%	Actual
2017	\$ 36,061,895	3.70%	Actual
2018	\$ 37,135,476	2.98%	Actual
2019	\$ 41,241,140	11.06%	Actual
2020	\$ 38,978,630	-5.49%	Actual
2021	\$ 44,002,410	12.89%	Actual
2022	\$ 49,074,830	11.53%	Actual
2023	\$ 49,649,375	1.17%	Actual
2024	\$ 48,837,349	-1.64%	Actual
2025	\$ 50,426,000	3.25%	Estimated
2026	\$ 46,265,300	-8.25%	Estimated
	\$ 657,369,885		

Revenues: Federal Funds

- 5307 – Urbanized Area Formula Funds
 - Through the Federal Transit Administration (FTA), for preventative maintenance of the SMART system and can be used for capital projects, operating assistance, etc.
- 5337 – Formula Funds
 - Through the FTA, for capital assistance for maintenance, replacement, and rehabilitation projects to help transit agencies maintain their assets in a state of good repair
- Community Project Funds – Discretionary Earmark
 - Through the Consolidated Appropriations Act, 2023, granted the Healdsburg Preliminary Design funds
- One Bay Area Grant 2 (OBAG 2)
 - Federal Highway Administration funds for Bay Area projects, awarded for Hanna Ranch to Vintage Way pathway segment in Novato
- One Bay Area Grant 3 (OBAG 3)
 - Federal Highway Administration funds for projects that improve safety, spur economic development and help the Bay Area meet climate change and air quality improvement goals, funds awarded to Hanna Ranch to Vintage Way pathway segment in Novato

Revenues: Federal Funds (continued)

FY26 Estimated Federal Funds



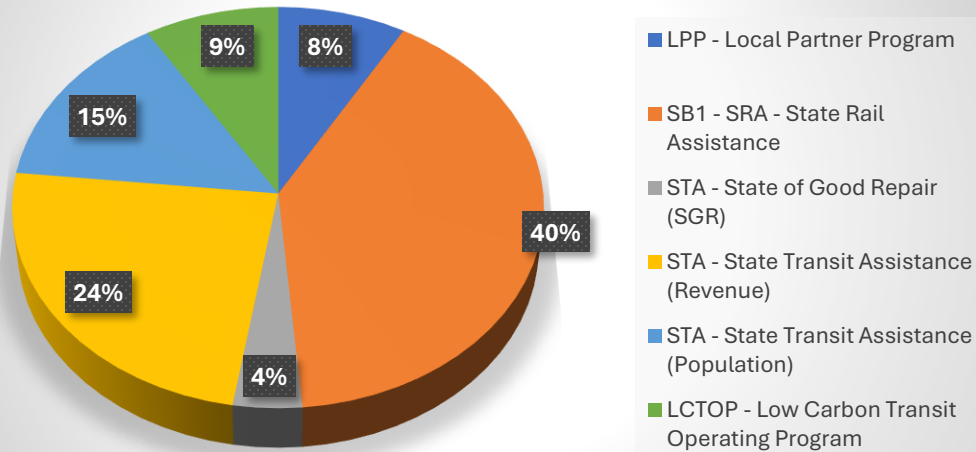
Revenues by Funding Sources	FY 25	FY 26
Federal Funds		
5307 - Urbanized Area Formula Funds	\$ 3,770,292	\$ 3,848,178
5337 - Federal State of Good Repair Funds	\$ -	\$ 5,642,175
Community Project Funds - Discretionary Earmark	\$ 1,800,000	\$ 1,520,000
Quick Strike (CMAQ) McInnis to Smith Ranch Rd Pathway	\$ 1,073,727	\$ -
FRA - Consolidated Rail Infrastructure and Safety Improvements (CRISI)	\$ 1,749,298	\$ -
FRA - Suicide Prevention Grant	\$ 50,954	\$ -
FTA / OBAG 2 - Hanna Ranch to Vintage Way	\$ -	\$ 91,600
FTA/ OBAG 3 - Hanna Ranch to Vintage Way	\$ -	\$ 171,750
Subtotal	\$ 8,444,271	\$ 11,273,703

Revenues: State Formula Funds

- State Transit Assistance (STA)
 - Portion of revenues from SB1, sales tax on diesel fuel purchases and registration fees, allocated to public transit agencies throughout the state based on population and operating revenues by formula
- State Rail Assistance (SRA)
 - 0.5% of SB1 diesel sales tax revenues, half of these funds is split between five commuter rail providers (including SMART)
- State Local Partnership Program (LPP)
 - SB1 created fund source to local and regional transportation agencies that have voter approval of taxes or fees for transportation improvements
- Low Carbon Transit Operations Program (LCTOP)
 - Funds for operating and capital assistance for transit agencies to reduce greenhouse gas emissions and improve mobility, from the state's Cap and Trade auctions

Revenues: State Formula Funds (Continued)

FY26 Estimated State Funds



Revenues by Funding Sources	FY 25	FY 26
State Formula Funds		
LCTOP - Low Carbon Transit Operating Program	\$ 543,086	\$ 760,918
LPP - Local Partner Program	\$ 1,112,280	\$ 727,443
SB1 - SRA - State Rail Assistance	\$ 3,700,000	\$ 3,500,000
STA - State of Good Repair (SGR)	\$ 340,634	\$ 340,634
STA - State Transit Assistance (Revenue)	\$ 2,451,807	\$ 2,094,129
STA - State Transit Assistance (Population)	\$ 1,162,223	\$ 1,266,953
Subtotal	\$ 9,310,030	\$ 8,690,077

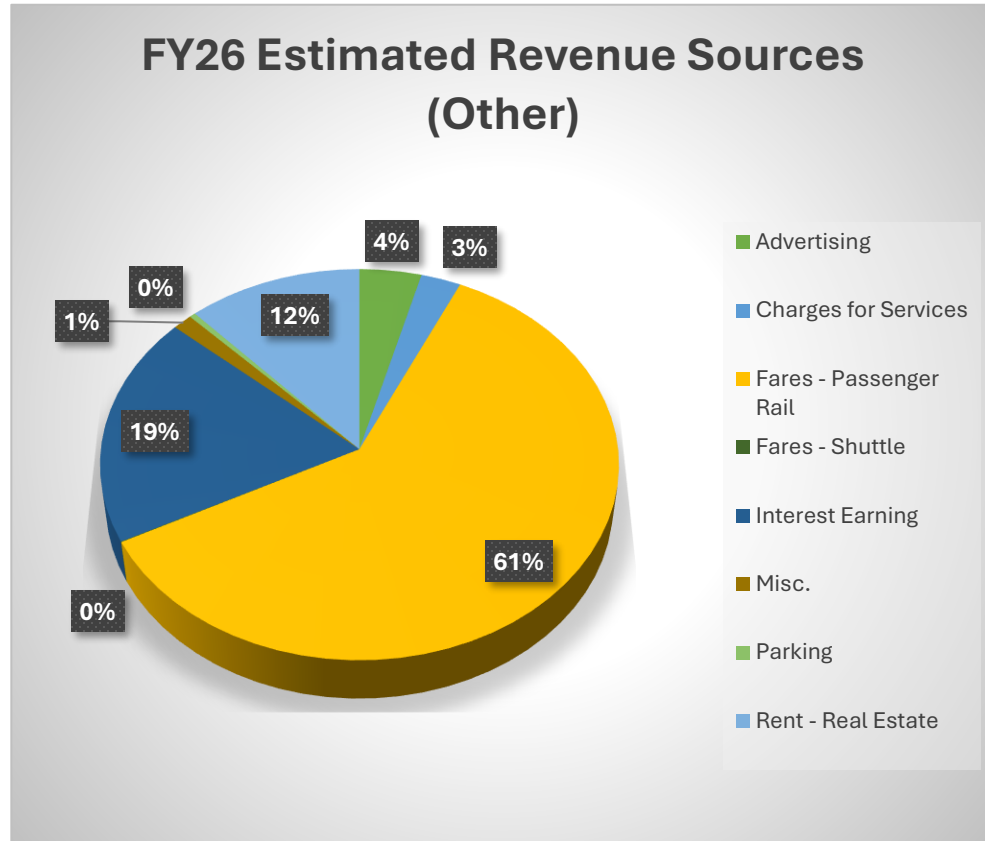
State Funds: Project Specific

- Affordable Housing and Sustainable Communities (AHSC) Program
 - \$1,300,000 Petaluma North Station Solar Project
 - \$225,000 for Joe Rodota Trail to Third Street Pathway in Santa Rosa
 - \$85,000 Workforce Development
- Transit and InterCity Rail Capital Program (TIRCP)
 - \$1,380,000 for the Windsor to Healdsburg Extension Project
- Interregional Transportation Improvement Program (ITIP) Complete Streets
 - \$896,000 for Guerneville Road to Airport Boulevard Pathway in Santa Rosa
- California General Fund Budget Act 2023
 - \$250,000 for Shuttle Service
- Caltrans Sustainable Transportation Planning Grant
 - \$159,354 for the Quality of Life & Economic Impact Assessment

Revenues: Regional Funds/Local Governments/Private Sector

- Regional Measure 3 – Bridge Tolls
 - \$224,000 for the Civic Center Kiss-n-Ride
 - \$824,400 Hanna Ranch Road to Vintage Way pathway segment in Novato
- City of Santa Rosa
 - \$831,804 Joe Rodota Trail to Third Street Traffic Signal
- Private Developer
 - \$703,017 for Fourth Street Station Access (as part of the Joe Rodota Trail to Third Street Pathway)

Revenues: Other



Revenues by Funding Sources	FY 25	FY 26
Other Sources		
Advertising	\$ 132,100	\$ 175,000
Charges for Services	\$ 109,564	\$ 112,851
Fares - Passenger Rail	\$ 2,226,690	\$ 2,541,000
Fares - Shuttle	\$ 1,200	\$ 2,000
Interest Earning	\$ 1,500,000	\$ 800,000
Misc.	\$ 54,257	\$ 55,885
Parking	\$ 11,400	\$ 17,580
Rent - Real Estate	\$ 479,636	\$ 494,025
Other Governments/ Private Sector	\$ 2,029,915	\$ 1,534,821
Subtotal	\$ 6,544,762	\$ 5,733,161

- Fares
 - Continuation of current programs
 - Baypass
 - Low Income
 - Free Youth & Seniors
- *Other funds sources in chart not inclusive of other governments/private sector

Expenditures

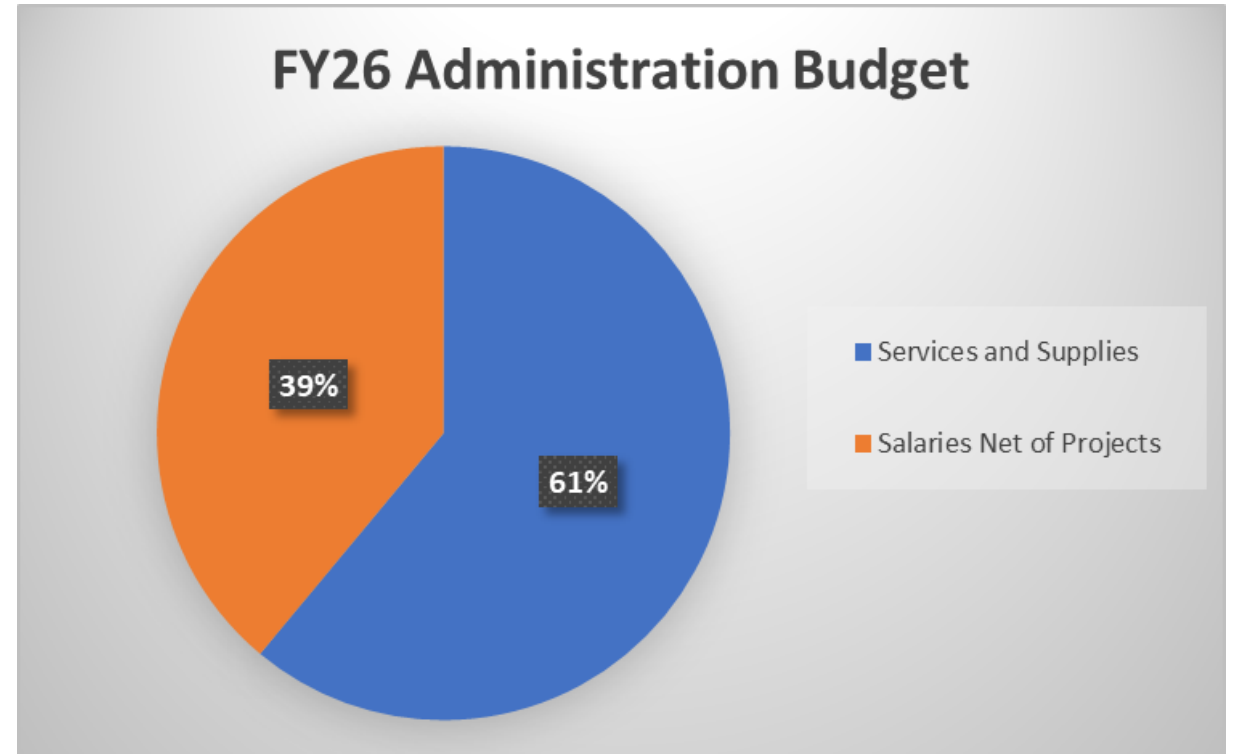


Expenditures (non-Freight)

- Salaries and Benefits make up the highest proportion of the operating budget
 - Collective Bargaining Agreements determine increases for unionized employees
 - Non-unionized employees cost of living increase of 3%
 - Medical Benefits increased greatly in last fiscal year, budgeting 15% for Fiscal Year 2026
 - No new full-time equivalent (FTE) positions authorized in this budget
 - Five (5) Position upgrades, Three (3) intern positions budgeted
- Reduction in Supplies and Services as compared to the Fiscal Year 2025
 - Efforts to reduce budgeted amounts to be more in line with actuals in past fiscal years
 - Implementation of inventory for Vehicle Maintenance department in FY25, Maintenance of Way in this budget
 - Costs that increase outside of control of management due to insurance costs, oil prices, and headcount priced in budget
 - Eliminating contingency amounts in department budgets
- Project Costs
 - Lined up with priorities and funding
 - Evaluated based on whether in Capital Plan
- Overall costs distributed between the pillars according to allocation calculation

Administration Costs

Administration Salaries & Benefits	FY26
Finance	\$ 3,274,876
IT	\$ 685,807
HR	\$ 606,689
Legal	\$ 792,440
Marketing and Outreach	\$ 594,841
Board	\$ 190,962
Real Estate	\$ 582,211
Planning	\$ 392,974
Planning - Pathway	\$ 197,568
Engineering (non-Project Specific)	\$ 401,481
Total:	\$ 7,719,850



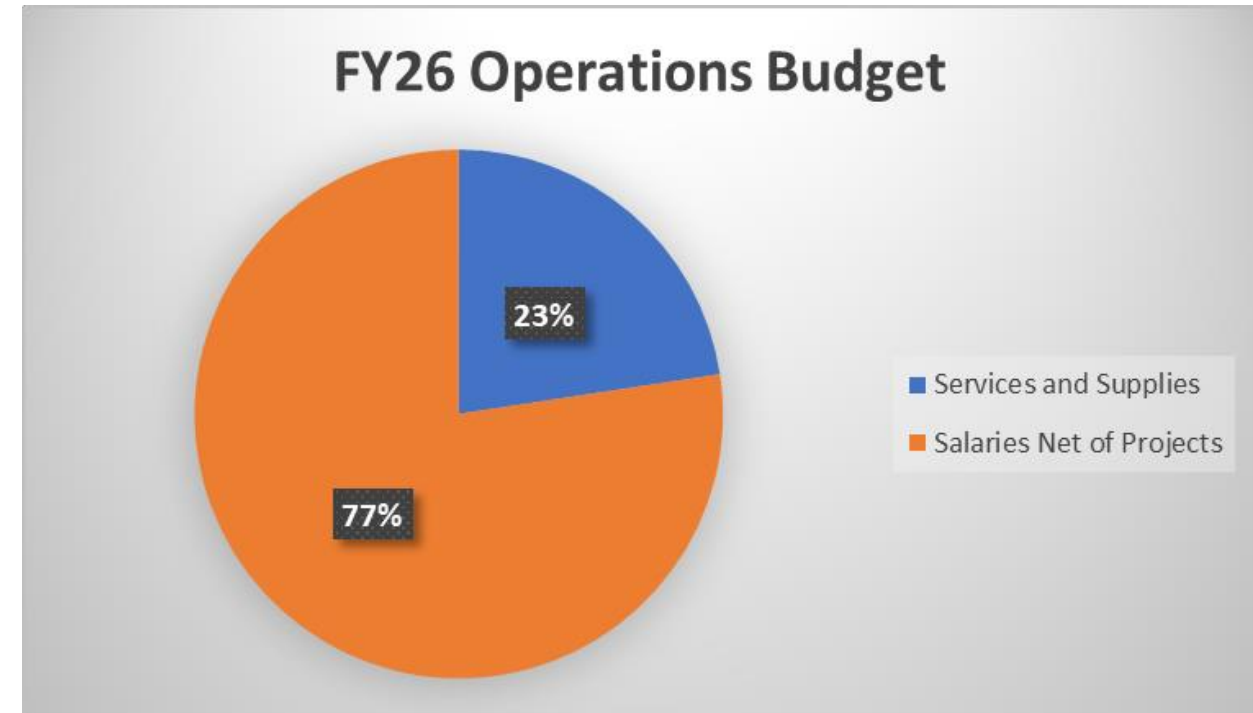
Administration Costs



Account Description	FY 25 Amended Budget	FY26 Requested Budget
Insurance	\$ 3,184,605	\$ 3,652,064
Provisions for Claims	\$ 500,000	\$ 750,000
Maintenance of Radios	\$ 196,910	\$ 233,931
Auditing/ Accounting Services	\$ 61,710	\$ 59,870
Fiscal Accounting Services	\$ 6,300	\$ 4,000
Legal Services	\$ 775,000	\$ 790,000
Agency Extra Help	\$ 155,000	\$ 90,866
Training & Travel Expense	\$ 310,678	\$ 173,760
Contracted Services	\$ 225,000	\$ 110,000
Printing Services	\$ 62,800	\$ 65,400
Fiscal Agent Fees	\$ 5,000	\$ 3,000
Permits/ Fees	\$ 20,090	\$ 30,180
Fare Collection Fees	\$ 306,500	\$ 293,452
Public/ Legal Notices	\$ 64,000	\$ 38,146
Rental/ Leases - Equipment	\$ 56,035	\$ 51,440
Rental/ Leases - Buildings	\$ 453,667	\$ 453,667
Mileage Reimbursement & Auto Tolls	\$ 41,642	\$ 33,212
Contract Services - Administrative	\$ 2,555,479	\$ 2,303,508
Contract Services - Personnel	\$ 270,500	\$ 208,650
Communications	\$ 353,200	\$ 299,908
Claims Processing Payroll	\$ 50,000	\$ 45,000
Facility Services	\$ 3,600	\$ 3,600
Uniform Expense	\$ 5,000	\$ 3,700
Personal Protective Equipment	\$ 3,000	\$ 2,000
Memberships	\$ 62,390	\$ 62,130
Miscellaneous Expense	\$ 1,000,000	\$ 1,000,000
Office Expense	\$ 50,600	\$ 49,600
Books/ Periodicals	\$ 3,500	\$ 2,500
Postage	\$ 8,265	\$ 5,600
Small Tools and Equipment	\$ 1,000	\$ 700
Computer Hardware	\$ 182,500	\$ 171,600
Computer Software	\$ 1,067,570	\$ 986,062
Marketing/ Promotional Items	\$ 30,000	\$ 42,000
Public Relations Expense	\$ 262,000	\$ 75,000
Utilities	\$ 3,600	\$ 3,600
Grand Total	\$ 12,337,140	\$ 12,098,146

Operations Costs

Operations Salaries and Benefits	FY26	
Operations General	\$	1,266,868
Maintenance of Way	\$	4,724,656
Transportation	\$	9,537,047
Vehicle Maintenance	\$	4,403,361
Safety	\$	1,102,757
Total:	\$	21,034,689



Operations Costs



Account Description	FY 25 Amended Budget	FY26 Requested Budget
Maintenance of Equipment	\$ 485,904	\$ 443,947
Maintenance of Signals	\$ 142,500	\$ 190,000
Maintenance of Revenue Vehicles	\$ 361,000	\$ 546,000
Maintenance of Facilities	\$ 263,345	\$ 297,794
Maintenance of Railway	\$ 233,363	\$ 239,300
Maintenance of Pathway	\$ 30,500	\$ 30,500
Training & Travel Expense	\$ 58,050	\$ 66,164
Rental/ Leases - Equipment	\$ 51,960	\$ 56,400
Mileage Reimbursement & Auto Tolls	\$ 1,000	\$ 380
Contract Services - Administrative	\$ 1,132,252	\$ 269,776
Contract Services - Transportation	\$ 842,337	\$ 786,249
Communications	\$ 50,996	\$ 53,700
Uniform Expense	\$ 69,200	\$ 65,000
Personal Protective Equipment	\$ 26,100	\$ 25,500
Fuel and Lubricants	\$ 1,829,684	\$ 1,780,000
Memberships	\$ 1,900	\$ 1,600
Miscellaneous Expense	\$ 10,000	\$ -
Office Expense	\$ 54,000	\$ 54,532
Postage	\$ 32,500	\$ 24,000
Consumables	\$ 62,500	\$ 53,500
Small Tools and Equipment	\$ 79,320	\$ 100,000
Software	\$ 77,823	\$ 25,663
Public Relations Expense	\$ 123,902	\$ 30,000
Utilities	\$ 957,980	\$ 1,000,000
Grand Total	\$ 6,978,116	\$ 6,140,005

Reserves



- Pension and Other Post-Employment Benefits Liability Reserve
 - Funding for future pension costs
 - Adding \$1,000,000 in Fiscal Year 2026
 - Total Reserve of \$6,574,676
- Vehicles & Equipment Reserve
 - Funding future capital equipment (i.e. DMUs)
 - Adding \$1,000,000 in Fiscal Year 2026
 - Total Reserve of \$12,317,250
- Corridor Completion Reserve
 - Set aside for design or environmental work, or to leverage grant funds
 - Utilizing \$1,500,000 in Fiscal Year 2026
 - Total Reserve balance of \$5,500,000
- Operating Reserve
 - Maintaining fund equivalent to 25% operating costs
 - Adding \$1,231,027 in Fiscal Year 2026 to maintain 25%
 - Total Reserve of \$12,959,990

Projects



Non-Capital Projects

- Environmental Projects
 - Mitigation projects extensions and pathway
 - Ongoing requirements once they are established for 5-10 years

Project Name	FY26 Budget Amount
San Rafael Creek Riparian Construction & Monitoring	\$ 63,816.75
Las Gallinas Riparian Enhancement & Monitoring	\$ 23,800.00
Mira Monte Restoration	\$ 195,000.00
Petaluma Riparian Construction & Monitoring	\$ 23,800.00
Crane Creek Riparian Monitoring	\$ 549,712.00
Helen Putnam Riparian Monitoring	\$ 125,131.82
Windsor Riparian Mitigation Monitoring	\$ 38,800.00
IOS-1 Riparian Mitigation	\$ 240,000.00
Total	\$ 1,260,060.57

Non-Capital Projects (Continued)

- Projects that will not result in a SMART asset
- Maintenance projects
- SMART Website, Quality of Life Study
- Project Development and Design
- Work for others

Non-Capital Projects		FY26
Department	Project Name	Amount
Maintenance of Way	Generator Plug Retrofit at all Platforms	\$ 20,489.00
	Power drop - Fulton	\$ 30,000.00
Total		\$ 50,489.00
Marketing and Outreach	Website	\$ 464,000.00
Total		\$ 464,000.00
MOW and Vehicle Maintenance	Healdsburg Storage Racks	\$ 36,500.00
Total		\$ 36,500.00
Engineering - Pathway	Pathway Design - Marin & Sonoma & Puerto Suello	\$ 882,125.17
Total		\$ 882,125.17
Engineering	Windsor to Healdsburg Project Development	\$ 275,000.00
	Joe Rodota Trail to 3rd Street Project - City & Developer	\$ 1,534,821.00
	State Route 37	\$ 6,000.00
Total		\$ 1,815,821.00
Planning	Quality of Life & Economic Analysis	\$ 180,000.00
Total		\$ 180,000.00
Total Non-Capital Projects		\$ 3,428,935

Project-Specific Capital Costs

- These projects tied to specific funding
- Completion of Pathway Wayfinding project
- Pathway Projects Construction:
 - Joe Rodota Trail to 3rd Street, Santa Rosa
 - Hanna Ranch Road to Vintage Way, Novato
 - Guerneville Road to Airport Boulevard, Santa Rosa
- Petaluma North Station Solar Project
- Windsor to Healdsburg Extension preliminary project costs
- Civic Center Kiss-n-Ride Design

Project Specific		FY26
Department	Project Name	Amount
Planning - Pathway	Wayfinding	\$ 85,000.00
Total		\$ 85,000.00
Engineering - Pathway	Joe Rodota Trail to 3rd Street	\$ 1,454,886.00
	Hanna Ranch Road to Vintage Way	\$ 1,145,000.00
	Guerneville Road to Airport Blvd.	\$ 1,120,000.00
Total		\$ 3,719,886.00
Engineering	Petaluma North - Solar Project	\$ 1,300,000.00
	Windsor to Healdsburg Extension	\$ 2,625,000.00
	Civic Center Kiss-n-Ride (Design)	\$ 224,000.00
Total		\$ 4,149,000.00
Total Project Specific		\$ 7,953,886

State of Good Repair Projects

- Repair St. Vincent's Culvert
- Vehicle Maintenance Projects
 - Overhauls, Modifications, Light Replacements, New Cameras On-Board, Fire Suppression System
- Maintenance of Way Projects
 - Guideway and Track Surfacing
 - Pathway Repairs and Rehabilitation
 - Switches and battery banks

Department	Project Name	Amount
Engineering	Bridges	\$ 250,000
Total		\$ 250,000
Vehicle Maintenance	Coupler/ Gear Shaft Overhaul	\$ 625,000
	Cummins New Engine after Treatment System	\$ 700,000
	Cummins Mid-Life Overhaul or New Engines	\$ 1,250,000
	Radiator Fan Modification	\$ 150,000
	Battery Overhaul	\$ 90,000
	Transmission Overhaul	\$ 90,000
	Mahle Cooling System Overhaul	\$ 250,000
	Master Control Overhaul	\$ 192,000
	DMU Air Brake Overhaul and Air Supply Unit	\$ 1,151,404
	On-Board DMU Cameras	\$ 750,000
	Fire Suppression System	\$ 60,000
	DMU Light Replacement	\$ 200,000
Total		\$ 5,508,404
Maintenance of Way	Guideway & Track Main Line Surfacing	\$ 345,338
	Switches - 4/year	\$ 120,000
	Replace Standby battery banks for wayside signals	\$ 70,400
Total		\$ 535,738
Maintenance of Way - Pathway	Pathway Repairs & Rehab	\$ 115,200
Total		\$ 115,200
Other	Miscellaneous State of Good Repair Project	\$ 2,422,381
Total		\$ 2,422,381

Capital Administration and Operations Projects

- IT Equipment projects
- Non-Revenue vehicle replacements
- Maintenance of Way projects
 - Fabric Building for Scrubber storage
 - Backup Generator
- Vehicle Maintenance
 - Energy Cushion Device Crash System
 - Car Mover
 - Digital Wheel Measurement Gauge

Capital Administration and Operations Projects		FY26
Department	Project Name	Amount
IT	IT Equipment	\$ 744,000.00
Total		\$ 744,000.00
Operations Administration	Non-Revenue Vehicles	\$ 346,000.00
Total		\$ 346,000.00
Maintenance of Way	Fabric Building for Scrubber storage/ garage	\$ 30,000.00
	Backup Generator at Roblar	\$ 50,000.00
Total		\$ 80,000.00
Vehicle Maintenance	Energy Cushion Device Crash System	\$ 150,000.00
	RailQuip Car Mover	\$ 100,000.00
	Calipri Digital Wheel Measurement Gauge	\$ 75,000.00
Total		\$ 325,000.00
Total Projects/ Capital		\$ 1,495,000

Revenues vs Expenses

- Utilizing \$7.7 million fund balance in Fiscal Year 2026
- Leaves \$53.8 million in fund balance for future years

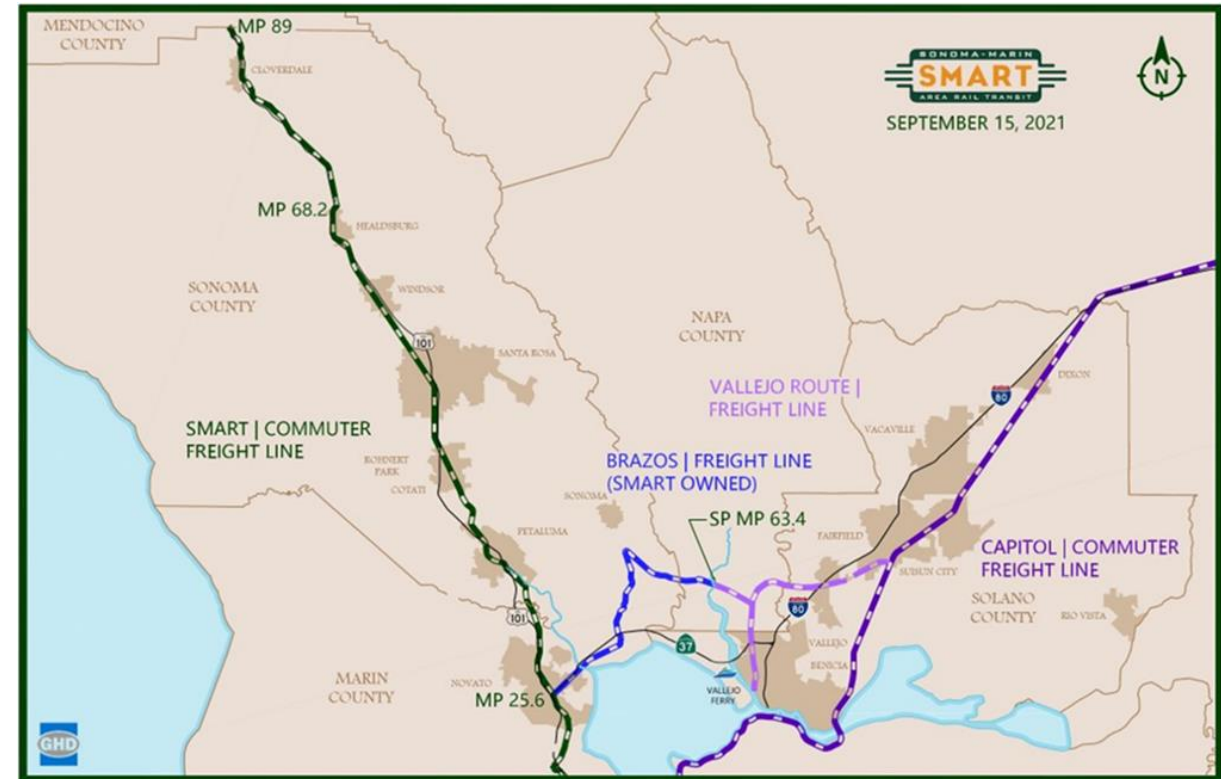
Fund Balance	FY26 Budget
Beginning Fund Balance	\$ 61,508,650
Revenues	FY26 Budget
SMART S&U Tax	\$ 50,899,964
Federal Funds	\$ 11,273,703
State Funds	\$ 12,985,431
Regional Funds	\$ 1,048,400
Other Sources	\$ 5,733,161
Total Revenues	\$ 81,940,659
Expenditures	FY26 Budget
Debt Service	\$ 16,996,844
Salaries & Benefits	\$ 30,418,226
- Reduction for Salaries Charged to Projects	\$ (1,663,687)
- Reduction for Admin Salaries and Services to Freight	\$ (34,944)
Services & Supplies	\$ 18,238,151
Contribution to OPEB/CalPERS Liability Fund	\$ 750,000
Vehicle/Equipment Capital Reserve	\$ 1,000,000
Operating Reserve	\$ 1,231,027
Projects	
Non-Capital	\$ 4,658,214
State of Good Repair	\$ 8,831,723
Equipment	\$ 2,419,000
Facilities	\$ 6,459,886
Infrastructure	\$ -
Non-Revenue Vehicles	\$ 346,000
Land Acquisition	\$ -
Total Expenditures	\$ 89,650,440
Fund Balance	FY26 Budget
Final Fund Balance	\$ 53,798,870

Freight Budget



Freight – Goals

- Manage maintenance requirements
- Fiscal Year 2026 budgets funds to improve bridges
 - Bridge timbers were purchased in prior fiscal years
 - Novato Creek, Sears Point Drainage, Wingo – Sonoma Creek
- Partner to repair Grandview Avenue grade crossing
- Railroad tie replacement to maintain freight right-of-way
- Continue to market freight and storage opportunities at SMART
- Leverage storage track at Schellville and Burdell
- Promote transload opportunities at Victory Station (Schellville)

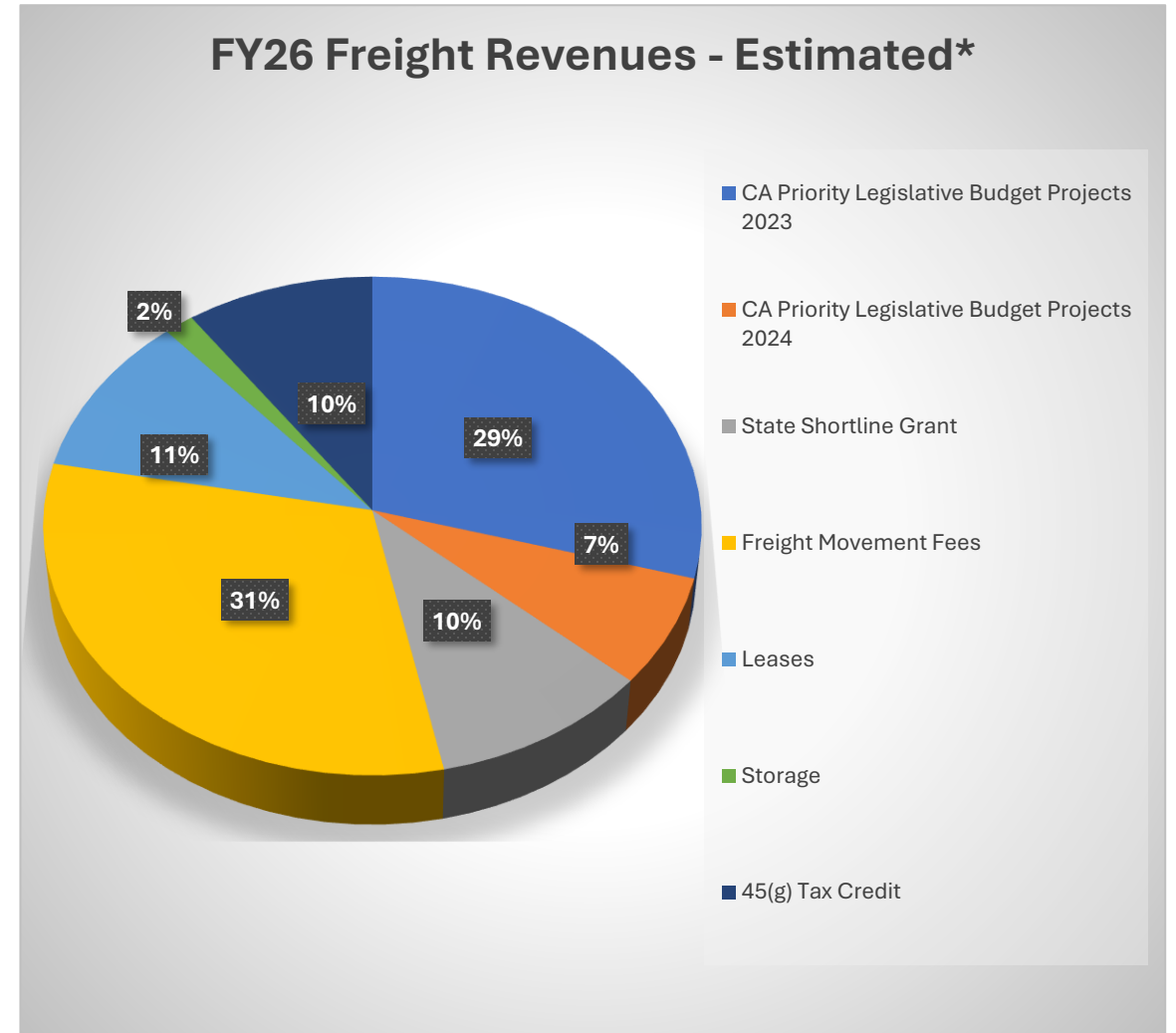


Freight Revenues – State Funding Sources

- California Priority Legislative Budget Projects 2023
 - Funded by legislature through the State of California, administered through Caltrans
 - \$750,000 for freight (split with passenger shuttle operating expenses)
- California Priority Legislative Budget Projects 2024
 - Funded by legislature through the State of California, administered through Caltrans
 - Budgeting \$180,528 of \$4 million grant
- Caltrans funding for SMART engineering support
 - Budgeting \$7,000 for remainder of project
- Short-Line Railroad Infrastructure Program (SLRIP)
 - Funding for short-line railroad infrastructure projects to improve freight mobility, volume thresholds, and modern rail freight traffic
 - \$262,651 budgeted in Fiscal Year 2026

Freight Revenues

Revenues	
CA Priority Legislative Budget Projects 2023	\$ 750,000
CA Priority Legislative Budget Projects 2024	\$ 180,528
Caltrans SR37 Construction Support	\$ 7,000
State Shortline Grant	\$ 262,651
Freight Movement Fees	\$ 800,000
Leases	\$ 270,000
Storage	\$ 40,000
45(g) Tax Credit	\$ 251,000
Misc.	\$ 10,000
Total Revenues	\$ 2,571,179

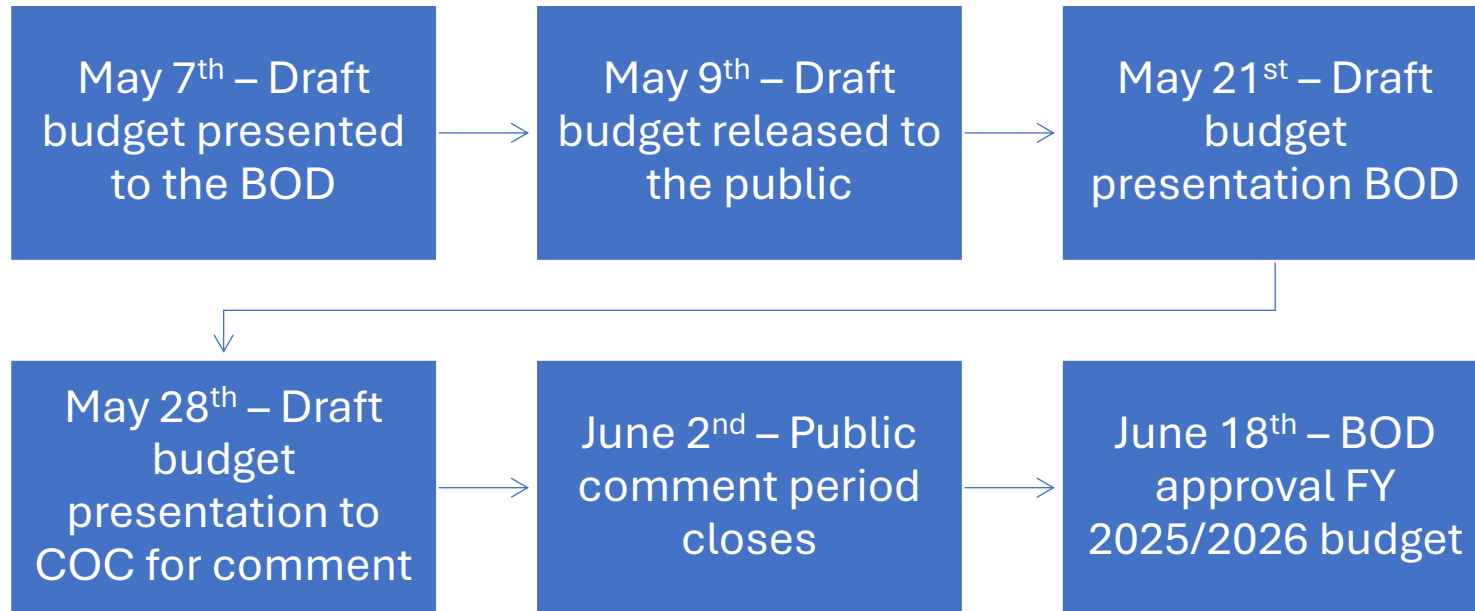


Freight – Expenditures

- Maintaining freight system in a state of good repair
 - Tie replacement
 - General maintenance
- Replacing/improving bridges and crossing

Freight	
Category	FY26 Budget Amount
Salaries and Benefits	\$ 1,075,090.00
Operations	\$ 943,788.00
Grade Crossing Repair (Grandview Avenue)	\$ 20,000.00
Tie Replacement	\$ 50,000.00
Bridges	
- Brazos Branch - Phase II (Novato Creek)	\$ 54,121.37
- Phase II (Sears Point Drainage)	\$ 217,974.36
- Phase II (Wingo - Sonoma Creek)	\$ 203,205.29
Work for Others: SR37 Grade Crossing Modifications	\$ 7,000.00
Total	\$ 2,571,179.02

Calendar



Feedback & Questions