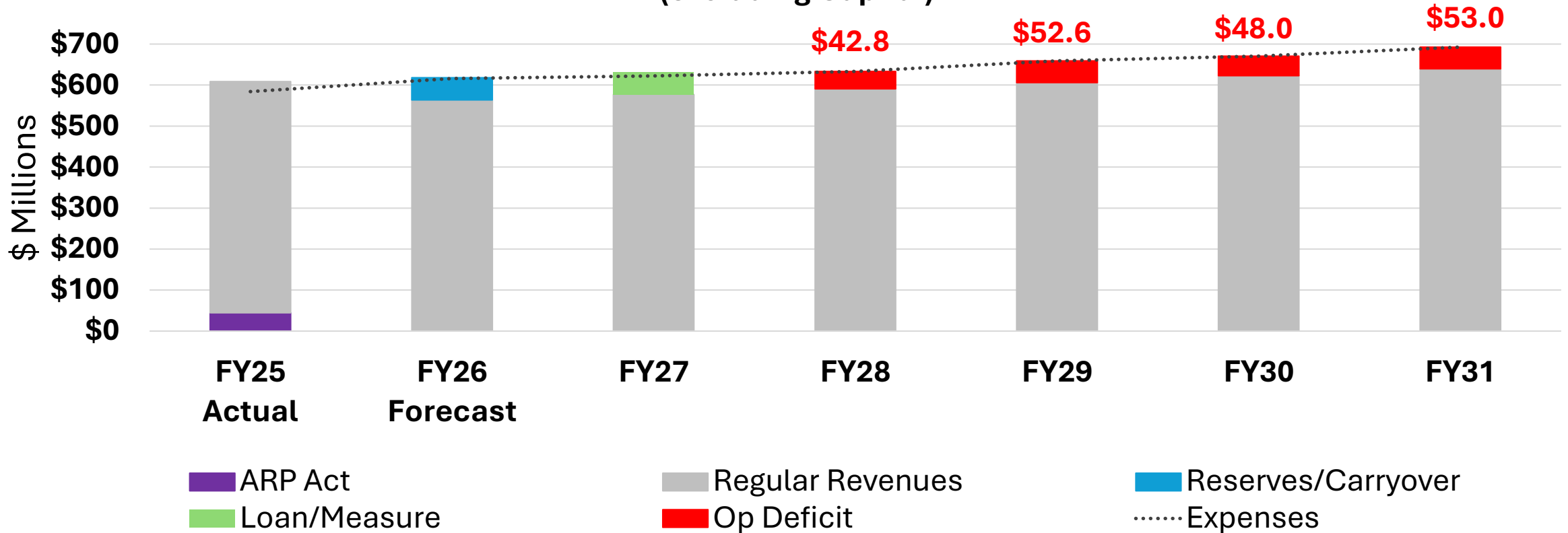


# Financial Update and Proposed Alternate Service Plan Framework

Inter-agency Liaison Committee

# Financial Projection – Unfunded Scenario

Operating Projection  
(excluding Capital)



# Actions Taken to Mitigate Deficit



## Expenditure Reductions

- \$9 million in savings due to reduction non-mission critical costs
- Limited hiring to essential positions only
- Deferred discretionary spending across departments
- Reallocate annual pension obligation
- Negotiating better pricing for contracted transportation services (East Bay Paratransit)

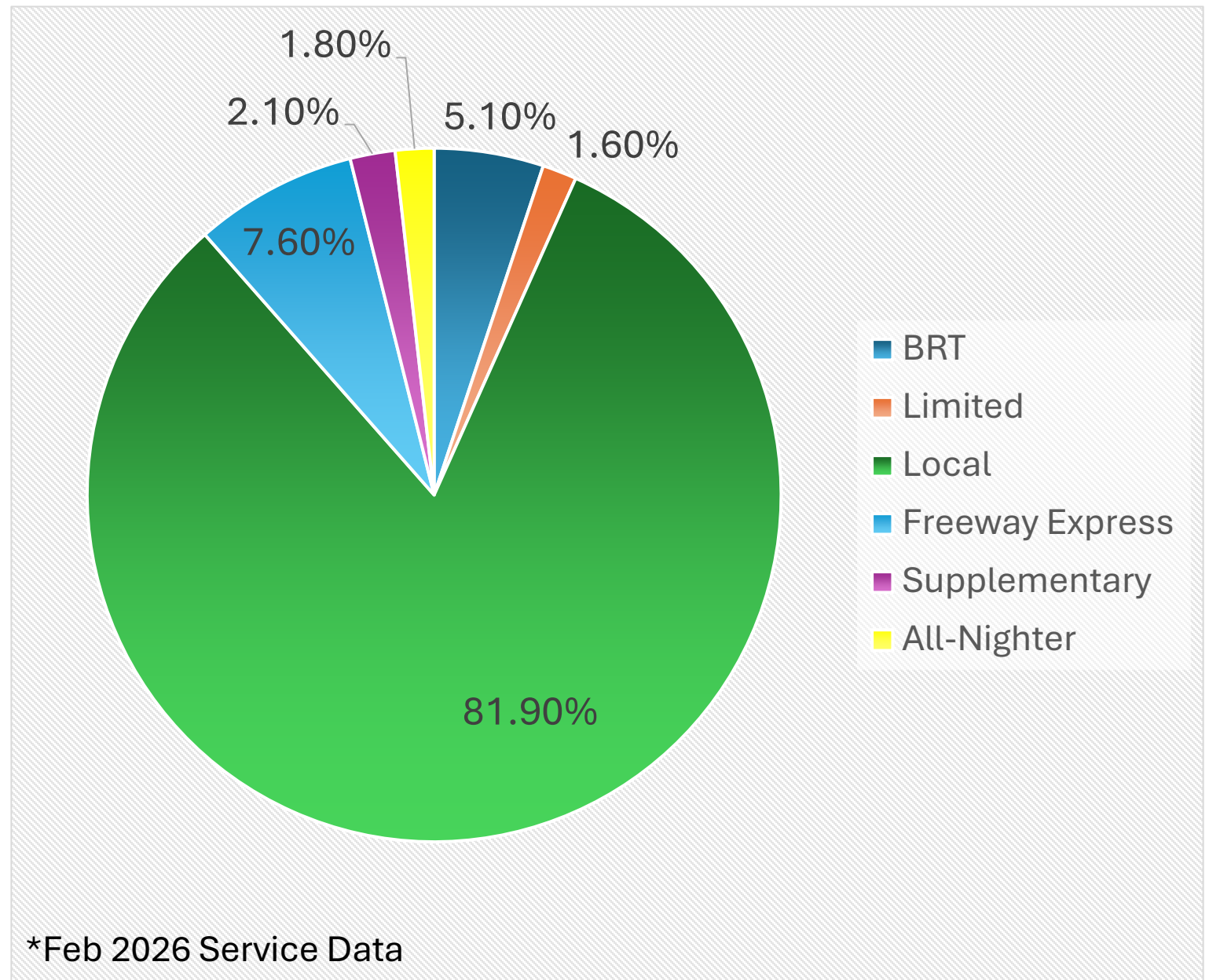


## Increasing Revenues

- Fare adjustments in July 2025 and again on July 1, 2026
- Ongoing effort to grow ridership by improving service

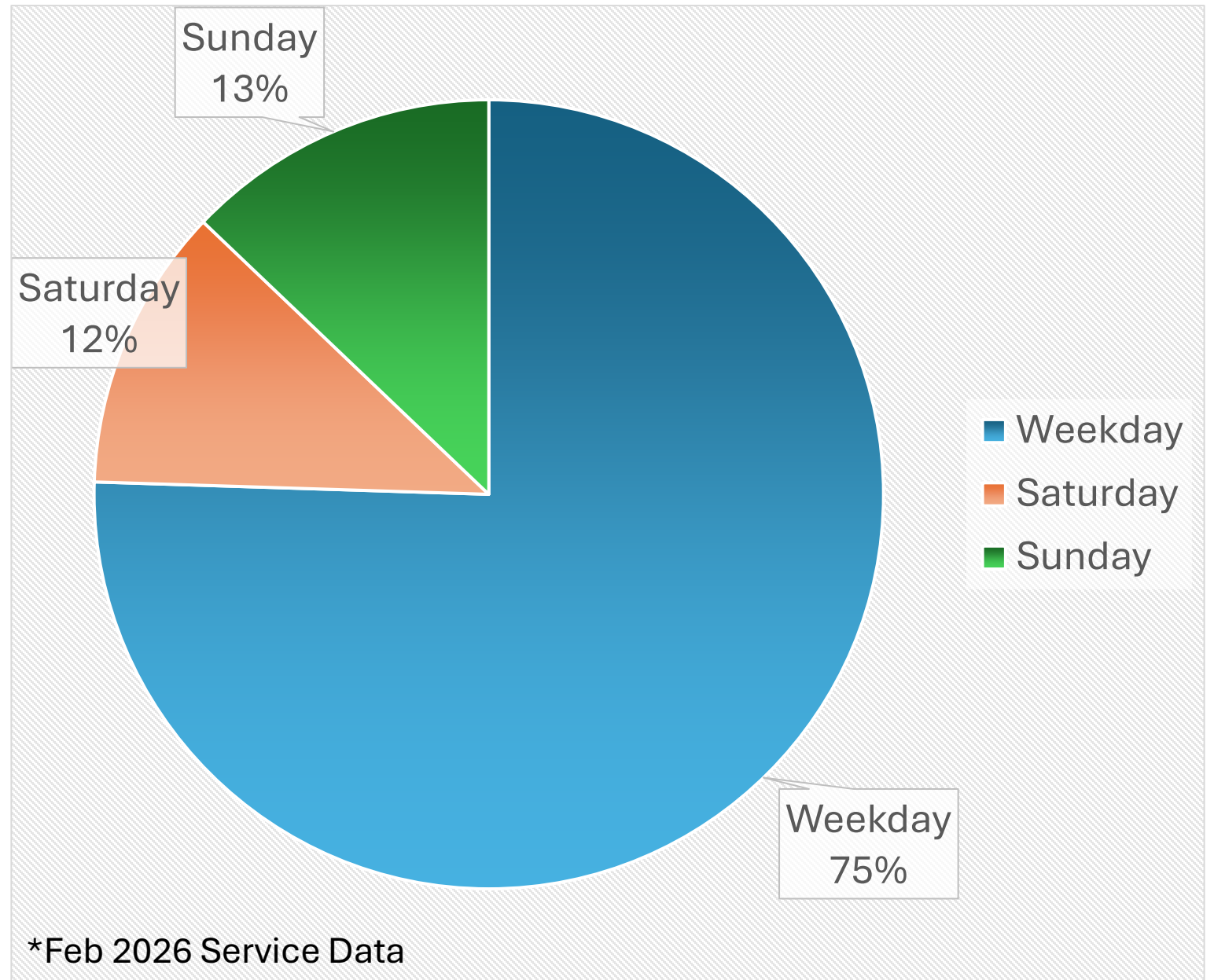
# Existing Conditions

## Annual Service Levels by Route Classification



# Existing Conditions

## Annual Service Levels by Day-type



# Restricted External Operating Funds

Funding Source	Route Type	Lines	FY 25-26 (\$ millions)
RM2 Operating	Transbay	F, L/LA, NL, O, P, U	\$4.6
RM2 Operating	Owl	800, 801	\$1.3
RM2 Operating	BRT	Tempo	\$2.6
RM2 Operating	Peninsula Transbay	DB, DB1	\$3.2
RM3 Operating	Transbay	E, F, G, J, L, NX, V	\$11.8
LCTOP Operating	BRT	Tempo	\$6.9
OUSD- Direct Payment	Supplementary	Various	\$0.5
Stanford University & Hospital	Peninsula Transbay	U	\$0.9
<b>Total</b>			<b>\$31.7</b>

# Proposed Framework

# AC Transit Service Design Standards

---

**Primary Route Network (PRN):** Equity Priority Communities (EPCs), higher density, and higher ridership (Routes 1T, 6, 9, 12, 14, 18, 27, 30/31, 36, 40, 51A, 51B, 52, 54, 57, 62, 72/72M/72L, 73, 76, 88, 97, 210/211, F and NL)

---

**Percent of Service Area Residents Covered** - 70% of population within ¼ mile of local service and 25% of population within ¼ mile of high-frequency service (85% and 40% for EPCs, respectively)

---

**Frequency-** Minimum frequency for the PRN at every 30 minutes with other local service set at every 60 minutes.

---

**Span of Service** - Minimum span of service of 6:00AM to 10:00 PM for the PRN. Other local service has a minimum span of service of 7:00 AM to 7:00 PM.

# Recommended Criteria: Alternate Service Plan

**Maintain the Realign network**

**Minimize complete service  
eliminations**

**Focus on span and frequency  
reductions**

**Restructure high-cost  
services**

**Proportionately reduce  
service in Special District 1  
and Special District 2**

# Alternate Service Plan Framework Scenarios

## Scenario 1 - \$36.75M Reduction

- **11.4%** of Current Service Level
- 69% from weekday/31% from weekend
- Reductions to Local, Transbay and Limited Service
- **Preserve the Primary Route Network**

## Scenario 2 - \$53M Reduction

- **16.4%** of Current Service Level
- 70% from weekday/30% from weekend
- Reductions to Local, Transbay and Limited Service
- **Affects both the Primary Route Network and Non-PRN**

# Alternate Tranches (Not Recommended by Staff)

All Nighter Service

\$3.0 million

Supplementary Service

\$11.3 million

Weekend Service

\$78 million

Friday Service Reductions

~\$5 million

# Timeline + Outreach

## June 2027 Service Change Implementation Schedule

<b>Date</b>	<b>Milestone</b>
03/25/26	Approve Service Reduction Framework
06/10/26	Present Draft Service Plan
TBD	Set Public Hearing
TBD	Public Hearing (as needed)
<b>11/03/26</b>	<b>General Election</b>
12/09/26	Approve Final Plan (as needed)
06/13/27	Implement Service Reductions (as needed)

# Proposed Outreach Plan

- **Public Messaging:** Explain framework and timeline immediately following Board action
- **Public Information Priorities:**
  - Why reductions may occur
  - When decisions will be made
  - How to provide input
  - Narrow engagement window due to condensed timeline
  - Feedback primarily through email
    - Open House-style sessions at the GO
    - Testimony at Board meetings (in person or via Zoom)
- Marketing/communications campaign informed by **Realign** effort

# Additional Outreach

**Sustained, targeted engagement from June through November**

## **Public Information Channels**

- News Releases
- Website updates
- Social media
- eNews
- On-board materials (car cards, brochures)
- Legal notices (as required for hearings)

## **Core Outreach Channels**

- City councils & civic organizations briefings
- Multilingual email notifications
- Leafleting at high-ridership and impacted locations
- Presence at community festivals and events
- “Transit Talks” integration

# Proposed Outreach Plan

1

**Apr–Jun 2026:**  
Raise awareness  
about the 06/10/26  
Presentation of  
Draft Service Plan.

2

**Jun–Aug 2026:**  
Broad outreach  
about Board-  
approved draft  
service plan. Open  
House #1 June 10.

3

**Aug–Nov 2026:**  
Sustained  
outreach; Public  
hearing  
preparation; Open  
House #2 Aug 12.

4

**Nov 2026–Jun  
2027:**  
Additional public  
outreach and open  
houses, if needed.

**Questions?**