Sonoma-Marin Area Rail Transit
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August 19, 2026

Sonoma-Marin Area Rail Transit Board of Directors
5401 Old Redwood Highway, Suite 200
Petaluma, CA 94954

SUBJECT: Fiscal Year 2026/2027 Budget Amendment #2

Dear Board Members:

RECOMMENDATIONS:
Adopt Resolution No. 2026-25, amending Resolution No. 2026-17, the Fiscal Year 2026/2027 Adopted Budget to modify spending authority.

BACKGROUND:

To continue work on projects that were not completed in Fiscal Year 2026, SMART is requesting funds be rolled or integrated into the current fiscal year. This amendment completes the following actions:

- Healdsburg Extension Development Project: Roll forward the remaining $836,314 of Transit and Intercity Rail Capital Program (TIRCP) funds for this project from Fiscal Year 2026 to Fiscal Year 2027.

- St. Vincent Culvert Repairs Project: Roll forward the $21,230 remaining in Fiscal Year 2026 to 2027 and add $75,156 in funding after the formal procurement was completed. The funds for this project are 80% 5337 Federal State of Good Repair matched with SMART Sales and Use Tax funds.

- Olive Avenue Path-of-Travel Project: add $105,000 of SMART Sales and Use Tax funds to the project based on the funding agreement.
This project is a collaboration between SMART and the City of Novato to implement safety improvements to the pathway at the Olive Avenue railroad crossing.

- Civic Center Kiss-and-Ride Project: Roll $18,159 of Regional Measure 3 (RM3) funds from Fiscal Year 2026 into Fiscal Year 2027 to complete the design work.

- Black Point Bridge Emergency Repair Project: Rolling the $59,577 remaining in CA Priority Legislative Projects 2024 funding for the project from Fiscal Year 2026 to 2027 to complete the work.

These actions allow SMART to continue work on projects that were in progress at the end of the year and allows the integration of funds necessary for these projects in Fiscal Year 2027.

FISCAL IMPACT:

The increase in spending authority for freight is balanced by an increase in grant funding, therefore maintaining a fund balance of $0. The passenger budget will add $935,828 in revenues and $1,055,858 in expenses, reducing the fund balance by $120,030 for a remaining fund balance of $48,537,772.

Sincerely,

/s/

Claire Springer
Budget and Finance Manager

Attachments: 1.) Resolution No 2026-25 – FY 2026/2027 Budget Amendment #2
2.) Revised Appendix A
3.) Revised Appendix B

Resolution No. 2026-25
Sonoma-Marin Area Rail Transit District
August 19, 2026

RESOLUTION OF THE BOARD OF DIRECTORS OF THE SONOMA-MARIN AREA RAIL TRANSIT DISTRICT, STATE OF CALIFORNIA, AMENDING RESOLUTION NO. 2026-17, THE ANNUAL BUDGET FOR FISCAL YEAR 2026-2027 TO INCREASE SPENDING AUTHORITY

WHEREAS, as part of its approval of the Annual Budget for Fiscal Year 2026-2027, the Board of Directors considered the annual expenditures necessary for the Sonoma-Marin Area Rail Transit District; and

WHEREAS, the Board approved Budget Amendment #1 to modify expenditure authority; and

WHEREAS, the Board desires to amend the Annual Budget Resolution No. 2026-17 to increase expenditure authority for freight and passenger rail.

NOW, THEREFORE, BE IT RESOLVED that the expenditure authority in Resolution No. 2026-17, Fiscal Year 2026-2027 Adopted Budget, Appendices A and B are hereby amended.

BE IT FURTHER RESOLVED except as specifically amended or supplemented by this Resolution, Resolution No. 2026-17, together with all supplements, amendments, and exhibits thereto is, and shall continue to be, in full force and effect as originally adopted, and otherwise contained herein shall, or shall be construed to, modify, invalidate, or otherwise affect and provision of Resolution No. 2026-17.

PASSED AND ADOPTED at a regular meeting of the Board of Directors of the Sonoma-Marin Area Rail Transit District held on the 19th day of August 2026, by the following vote:

DIRECTORS:

AYES:
NOES:
ABSENT:
ABSTAIN:

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Chris Coursey, Chair, Board of Directors
Sonoma-Marin Area Rail Transit District

ATTEST:

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Kyreen Jorgensen, Clerk of the Board of Directors
Sonoma-Marin Area Rail Transit District

Appendix A - Passenger Rail/Pathway Sources & Uses					
FISCAL YEAR 2026-2027 BUDGET - SOURCES					
		FY27 Requested Budget	Amendment #1	Amendment #2	Total
1	**Beginning Fund Balance ***	$ 57,338,843	$ -		$ 57,338,843
2	**Revenues**				
3	**SMART Sales and Use Tax**				
4	Measure Q	$ 50,408,000	$ -		$ 50,408,000
5	Measure Q Cost of Collection	$ (850,000)	$ -		$ (850,000)
6	Net Sales & Use Tax	$ 49,558,000	$ -		$ 49,558,000
7	Measure Q Roll Forward	$ 1,626,044	$ 40,648	$ 4,246	$ 1,670,938
8	Transfer from Capital Fund	$ -	$ -		$ -
9	Transfer from Coridor Reserve	$ -	$ -		$ -
10	**Subtotal**	**$ 51,184,044**	**$ 40,648**	**$ 4,246**	**$ 51,228,938**
11	**Federal Funds**				
12	5307 - Urbanized Area Formula Funds (Preventative Maintenance)	$ 4,202,279	$ -		$ 4,202,279
13	5337 - Federal State of Good Repair Funds	$ 6,987,499	$ 162,593	$ 77,109	$ 7,227,201
15	**Subtotal**	**$ 11,189,778**	**$ 162,593**	**$ 77,109**	**$ 11,429,480**
16	**State Funds**				
17	AHSC - Affordable Housing and Sustainable Communities	$ 290,000	$ -		$ 290,000
18	LCTOP - Low Carbon Transit Operating	$ 799,967	$ -		$ 799,967
19	LPP - Local Partnership Program	$ 1,151,291	$ 300,000		$ 1,451,291
20	SRA - State Rail Assistance	$ 5,086,476	$ -		$ 5,086,476
21	STA - State Transit Assistance (Population)	$ 1,321,520	$ -		$ 1,321,520
22	STA - State Transit Assistance (Revenue)	$ 1,890,109	$ -		$ 1,890,109
23	MASCOTS - Marin	$ 431,520	$ -		$ 431,520
24	STA - MASCOTS - MTC	$ 500,000	$ -		$ 500,000
25	STA - MASCOTS - SCTCA	$ 704,080	$ -		$ 704,080
26	STA - SGR (State of Good Repair)	$ 752,058	$ -		$ 752,058
	TIRCP - Windsor to Healdsburg Project Development	$ -	$ -	$ 836,314	$ 836,314
27	TIRCP - Windsor to Healdsburg Phase I	$ 10,100,000	$ 2,028,000		$ 12,128,000
28	**Subtotal**	**$ 23,027,021**	**$ 2,328,000**	**$ 836,314**	**$ 26,191,335**
29	**Regional Funds**				
30	Regional Measure 3 (RM3)	$ 50,000	$ -	$ 18,159	$ 68,159
31	**Subtotal**	**$ 50,000**	**$ -**	**$ 18,159**	**$ 68,159**
32	**Other Sources**				
33	Advertising	$ 140,595	$ -	$ -	$ 140,595
34	Charges for Services	$ 124,002	$ -	$ -	$ 124,002
35	Fare Revenues - Passenger Rail	$ 3,333,189	$ -	$ -	$ 3,333,189
36	Fare Revenues - Shuttle	$ 12,941	$ -	$ -	$ 12,941
37	Interest Earning	$ 1,500,000	$ -	$ -	$ 1,500,000
38	Misc.	$ 60,000	$ -	$ -	$ 60,000
39	Parking	$ 55,727	$ -	$ -	$ 55,727
40	Rent - Real Estate	$ 508,846	$ -	$ -	$ 508,846
41	Other Governments/Private Sector	$ 1,375,000	$ -	$ -	$ 1,375,000
42	**Subtotal**	**$ 7,110,300**	**$ -**	**$ -**	**$ 7,110,300**
43	**Total Revenues**	**$ 92,561,143**	**$ 2,531,241**	**$ 935,828**	**$ 96,028,211**
44	**Total Revenues + Fund Balance**	**$ 149,899,986**	**$ 2,531,241**	**$ 935,828**	**$ 153,367,054**

FISCAL YEAR 2026-2027 BUDGET - USES					
45		**FY27 Requested Budget**	**Amendment #1**	**Amendment #2**	**Total**
46	**Debt Service**	**$ 16,998,869**	**$ -**		**$ 16,998,869**
47	Salaries & Benefits	$ 33,997,748	$ -	$ -	$ 33,997,748
48	Reduction for Salaries Charged to Projects	$ (1,731,972)	$ -	$ -	$ (1,731,972)
49	Reduction for Allocation of Salaries/ Services/ Supplies to Freight	$ (18,782)	$ -	$ -	$ (18,782)
50	Service & Supplies	$ 20,175,589	$ -	$ -	$ 20,175,589
51	**Total Salaries, Benefits, Service, & Supplies**	**$ 52,422,583**	**$ -**	**$ -**	**$ 52,422,583**
52	Contribution to OPEB/ CalPERS Liability Fund	$ 500,000	$ -	$ -	$ 500,000
53	Contribution to Capital Sinking Fund	$ 1,000,000	$ -	$ -	$ 1,000,000
54	Operating Reserve	$ 170,299	$ -	$ -	$ 170,299
55	**Total Reserve Contributions**	**$ 1,670,299**	**$ -**	**$ -**	**$ 1,670,299**
56	**Total Debt Service, Operating, Reserves**	**$ 71,091,751**	**$ -**	**$ -**	**$ 71,091,751**
57	**Balance**	**$ 78,808,234**	**$ 2,531,241**	**$ 935,828**	**$ 82,275,303**
58					
59					
60	Non-Capital Projects	$ 4,023,434	$ -	$ -	$ 4,023,434
61	**Total Non-Capital Projects**	**$ 4,023,434**	**$ -**	**$ -**	**$ 4,023,434**
62	State of Good Repair and Projects	$ 10,079,775	$ 203,241	$ 96,385	$ 10,379,401
63	**Total State of Good Repair**	**$ 10,079,775**	**$ 203,241**	**$ 96,385**	**$ 10,379,401**
64	**Capital Projects**				
65	Equipment	$ 2,502,726	$ -	$ -	$ 2,502,726
66	Facilities	$ 11,619,000	$ 2,028,000	$ 959,473	$ 14,606,473
67	Infrastructure	$ 1,056,497	$ -	$ -	$ 1,056,497
68	Non-Revenue Vehicles	$ 1,169,000	$ -	$ -	$ 1,169,000
69	**Total Capital Expenditures**	**$ 16,347,223**	**$ 2,028,000**	**$ 959,473**	**$ 19,334,696**
70	**Ending Fund Balance**	**$ 48,357,802**	**$ 300,000**	**$ (120,030)**	**$ 48,537,772**

Appendix B - Freight Sources and Uses

FISCAL YEAR 2026-2027 BUDGET - SOURCES

		FY27 Requested Budget	Amendment #1	Amendment #2	Total
1	Beginning Fund Balance	$ -			
2	Revenues				
3	CA Priority Legislative Budget Projects 2024	$ 1,540,254	$ (269,416)	$ 59,577	$ 1,330,415
4	Caltrans SR 37 Construction Support	$ 6,000	$ -	$ -	$ 6,000
5	Caltrans Novato Creek Bridge Construction Support	$ -	$ -	$ -	$ -
6	State Shortline Grant	$ -	$ 308,190	$ -	$ 308,190
7	Freight Movement Fees	$ 800,000	$ -	$ -	$ 800,000
8	Leases	$ 278,100	$ -	$ -	$ 278,100
9	Storage	$ -	$ -	$ -	$ -
10	45(g) Tax Credit	$ 261,970	$ -	$ -	$ 261,970
11	Total Revenues	$ 2,886,324	$ 38,774	$ 59,577	$ 2,984,675
12	**Total Revenues + Fund Balance**	**$ 2,886,324**	**$ 38,774**	**$ 59,577**	**$ 2,984,675**

FISCAL YEAR 2026-2027 BUDGET - USES

		FY27 Requested Budget	Amendment #1	Amendment #2	Total
13	Expenditures				
14	Salaries & Benefits	$ 1,217,673	$ -		$ 1,217,673
15	Services & Supplies	$ 1,056,271	$ -		$ 1,056,271
16	Brazos Branch Bridge Repairs Phase III	$ 360,000	$ -		$ 360,000
17	8th Street Cantilever Replacement	$ 121,380	$ 38,774		$ 160,154
18	SR 37 Grade Crossing PE Review	$ 6,000	$ -		$ 6,000
19	Tie Replacement	$ 125,000	$ -		$ 125,000
20	Black Point Bridge Emergency Repairs	$ -	$ -	$ 59,577	$ 59,577
21	**Total**	**$ 2,886,324**	**$ 38,774**	**$ 59,577**	**$ 2,984,675**
22	**Ending Fund Balance**	**$ -**	**$ -**	**$ -**	**$ -**