BOARD OF DIRECTORS AGENDA

REGULAR MEETING
of the
BOARD OF DIRECTORS
of the
SANTA BARBARA METROPOLITAN TRANSIT DISTRICT
A Public Agency
Tuesday, November 17, 2026
8:30 AM
John G. Britton Auditorium
550 Olive Street, Santa Barbara, CA 93101

1. CALL TO ORDER

2. ROLL CALL OF THE BOARD MEMBERS
Dave Davis (Chair), David Tabor (Vice Chair), Jen Lemberger (Secretary), Paula Perotte (Director), Mónica Solórzano (Director), Arjun Sarkar (Director), Alberto Lapuz (Director).

3. REPORT REGARDING THE POSTING OF THE AGENDA

CONSENT CALENDAR

4. APPROVAL OF PRIOR MINUTES - (ACTION MAY BE TAKEN)
The Board will be asked to review and approve the draft minutes for the meeting of October 20, 2026.

5. CASH REPORTS - (ACTION MAY BE TAKEN)
The Board will be asked to review and approve the Cash Reports from October 10, 2026. through October 23, 2026, and October 24, 2026, through November 6, 2026.

THIS CONCLUDES THE CONSENT CALENDAR

6. PUBLIC COMMENT
Members of the public may address the Board on items within the jurisdiction of the Board that are not scheduled for public hearing. The time allotted per speaker will be at the discretion of the Board Chair. If you wish to address the Board under this item number, please complete and deliver to the MTD Board Clerk a “Request to Speak” form that includes both a description of the subject you wish to address and, if applicable, the agenda item number for which you would like to comment. Additional public comment will be allowed during each agenda item, including closed session items. Forms are available at www.sbmtd.gov and at MTD Administrative offices.

7. ADVANCE AUTHORITY FOR CHARGE READY TRANSPORT PROGRAM AGREEMENT – (ACTION MAY BE TAKEN)

Staff requests that the Board provide advance authority to the General Manager (GM) to enter into an agreement with Southern California Edison (SCE) resulting from MTD's application to SCE's Charge Ready Transport (CRT) grant program subject to the following: The General Manager's review and determination that the terms and conditions of the CRT Program Participation Agreement are acceptable and consistent with MTD's applicable policies, practices and requirements.

8. ADVANCE AUTHORITY TO ENTER INTO A DEBT INSTRUMENT AGREEMENT WITH FARMERS & MERCHANT'S BANK IN THE AMOUNT OF UP TO $12,000,000 FOR THE PURCHASE OF EIGHT (8) HEAVY DUTY BATTERY ELECTRIC BUSES – (ACTION MAY BE TAKEN)

Staff recommends the Board grant the General Manager advance authority to enter into a debt instrument agreement with Farmers & Merchants bank to provide for a "Specific Use" Line of Credit in an amount of up to $12,000,000 for the purpose of funding the purchase of Eight (8) Heavy Duty Battery Electric Buses, for a period of time until the grant reimbursements are received, and designate the current Authorized Agents, pursuant to the Master Company Resolution Number 2026-01, adopted by the Board of Directors, 1/20/26, to effectuate transactions under this agreement.

9. UPDATED CAFATERIA PLAN – IRS CODE 125 – (ACTION MAY BE TAKEN - ATTACHMENT)

Staff recommends the Board of Directors adopt and approve the District's IRS 125 Plan document, and authorize the General Manager to attest to the formal adoption of this item.

10. TERMINAL 2 – PHASE 2 PROJECT UPDATE – (INFORMATIONAL)

Staff recommends the Board of Directions receive an update on Terminal 2 – Phase 2 Operations and Maintenance building.

11. ANNUAL ELECTION OF BOARD OFFICERS FOR 2027 – (ACTION MAY BE TAKEN)

The Board will conduct its annual Election of Officers for 2027 to select the following positions: Chair, Vice Chair, and Secretary.

12. FISCAL YEAR 2026-27 FIRST QUARTER PERFORMANCE REPORTS – (INFORMATIONAL)

Staff will present First Quarter Fiscal Year (FY) 2026-27 Performance Reports for the period ending September 30, 2026.

13. FINANCIAL UPDATE & FIRST QUARTER REVIEW OF FISCAL YEAR 2026-27 – (INFORMATIONAL)

Staff requests that the Board review and file the financial report for the Santa Barbara Metropolitan Transit District first quarter of the 2026-27 fiscal year. The period being July 1, 2026, through September 30, 2026.

AMERICANS WITH DISABILITIES ACT: If you need special assistance to participate in this meeting, please contact the MTD Administrative Office at 805.963.3364 at least **48 hours in advance** of the meeting to allow time for MTD to attempt a reasonable accommodation.

14. PRELIMINARY SB 125 LONG TERM FINANCIAL PLAN 2027-2031 – (INFORMATIONAL - ATTACHMENT)
Staff requests that the Board receive a Preliminary SB 125 Long Term Financial Plan for the Santa Barbara Metropolitan Transit District. The period being July 1, 2026, through June 30, 2031.

15. GENERAL MANAGER'S REPORT - (INFORMATIONAL)
The General Manager will report on updates to District activities.

16. OTHER BUSINESS AND REPORTS - (INFORMATIONAL)
The Board will report on the other related public transit issues and committees.

17. RECESS TO CLOSED SESSION: PUBLIC EMPLOYEE PERFORMANCE EVALUATION (GOVERNMENT CODES §54957 AND §54954.5(e)) - (ACTION MAY BE TAKEN)
The Board will meet in closed session to evaluate the performance of the District's General Manager.

PUBLIC COMMENT RELATED TO CLOSED SESSION ITEM WILL BE ALLOWED BEFORE THE RECESS

18. ADJOURNMENT

AMERICANS WITH DISABILITIES ACT: If you need special assistance to participate in this meeting, please contact the MTD Administrative Office at 805.963.3364 at least **48 hours in advance** of the meeting to allow time for MTD to attempt a reasonable accommodation.

BOARD OF DIRECTORS DRAFT MINUTES

REGULAR MEETING
of the
BOARD OF DIRECTORS
of the
SANTA BARBARA METROPOLITAN TRANSIT DISTRICT
A Public Agency
Tuesday, October 20, 2026
8:30 AM
John G. Britton Auditorium
550 Olive Street, Santa Barbara, CA 93101

1. CALL TO ORDER
Meeting was called to order at 8:30 a.m.

2. ROLL CALL OF THE BOARD MEMBERS
Chair Davis reported that all members were present.

3. REPORT REGARDING THE POSTING OF THE AGENDA
Kimberly Rangel, Human Resources Generalist/Interim Clerk of the Board reported that the agenda was posted on October 15, 2026, at MTD's Administrative Office, emailed to those on the agenda list, and posted to MTD's website.

CONSENT CALENDAR

4. APPROVAL OF PRIOR MINUTES - (ACTION MAY BE TAKEN)
The Board was asked to review and approve the draft minutes for the meeting of September 8, 2026, and September 15, 2026.

5. CASH REPORTS - (ACTION MAY BE TAKEN)
The Board was asked to review and approve the Cash Reports from September 5, 2026, through September 25, 2026, and September 26, 2026, through October 9, 2026.

Vice chair Tabor moved to approve the consent calendar. Director Lapuz seconded the motion. The motion was approved unanimously.

THIS CONCLUDES THE CONSENT CALENDAR

6. PUBLIC COMMENT
There was no public comment.

AGENDA ITEM #8 MOVED FOR BOARD MEETING ON NOVEMBER, 17, 2026.

7. CAL OES DESIGNATION OF AUTHORIZED AGENT FOR FEMA ASSISTANCE – (ACTION MAY BE TAKEN - ATTACHMENT)

Staff requested that the Board approve the attached resolution designating General Manager Jerry Estrada, Assistant General Manager, Chief Operation Officer, Mary Gregg, and Director of Finance and Administration, Nancy Tillie, as the authorized agents to execute and file agreements with the California Governor's Office of Emergency Services for federal financial assistance for disaster relief.

Director Solórzano moved to approve Resolution #2026-09 and Director Lapuz seconded the motion. Chair Davis asked for a roll-call vote and the motion was approved unanimously.

8. UPDATED CAFETERIA PLAN – IRS CODE 125 – (ACTION MAY BE TAKEN)

General Manager Jerry Estrada asked that this agenda item be moved for the board meeting on November 17, 2026.

9. OPERATIONS SERVICE DELIVERY UPDATE – (INFORMATIONAL)

The Board of Directors received an update on service delivery for the newly launched microtransit service, The Wave – Carpinteria, and for the fixed-route Line 20.

10. GENERAL MANAGER'S REPORT – (INFORMATIONAL)

The General Manager reported on updates to District activities.

11. OTHER BUSINESS AND REPORTS – (INFORMATIONAL)

Director Perotte shared an update regarding the Goleta Train Depot, reporting that the building is now complete and ready. A ribbon-cutting ceremony is scheduled for December 16, 2026.

12. RECESS TO CLOSED SESSION: PUBLIC EMPLOYEE PERFORMANCE EVALUATION (GOVERNMENT CODES §54957 AND §54954.5(e)) - (ACTION MAY BE TAKEN)

The Board went to close session at 9:08 a.m. and reconvened at 9:18 a.m. No action was taken.

13. ADJOURNMENT

The Board adjourned at 9:18 a.m.

Santa Barbara Metropolitan Transit District

Cash Report

Board Meeting of November 3, 2026

For the Period October 10, 2026 through October 23, 2026

MONEY MARKET

Beginning Balance October 10, 2026		**$5,723,861.38**
Accounts Receivable	3,603,899.90	
Passenger Fares	84,353.12	
Prepaids & Advertising	4,878.01	
Miscellaneous Income	109.14	
Interest Income	15.07	
Total Deposits	**3,693,255.24**	
Miscellaneous Transfers	(17,418.50)	
401(k)/Pension Transfer	(41,979.03)	
Payroll Taxes	(185,348.15)	
Payroll	(423,327.40)	
Accounts Payable	(431,601.23)	
Principal Pmt Gillig Bus Buy LOC	(5,000,000.00)	
Total Disbursements	**(6,099,674.31)**	
Ending Balance		**$3,317,442.31**

CASH INVESTMENTS

LAIF Account	$6,730,860.45	
Money Market Account	3,317,442.31	
Total Cash Balance		**$10,048,302.76**

SELF INSURED LIABILITY ACCOUNTS

WC / Liability Reserves	($3,648,667.00)	
Working Capital		**$6,399,635.76**

Santa Barbara Metropolitan Transit District
Accounts Payable

Check #	Date	Company	Description	Amount	Voids
201233	10/16/2026	ABC BUS COMPANIES INC	BUS PARTS	1,183.05	
201234	10/16/2026	ALAN NOELLE ENGINEERING, INC	T1 RENOVATIONS	3,000.00	
201235	10/16/2026	SAL ALVAREZ	RETIREE HEALTH REIMBURSEMENT	285.00	
201236	10/16/2026	AMAZON CAPITAL SERVICES, INC	SUPPLIES	87.10	
201237	10/16/2026	HENRY ANDREWS	RETIREE HEALTH REIMBURSEMENT	285.00	
201238	10/16/2026	AUTOZONE STORES LLC	BUS/SERVICE VEHICLE PARTS	96.34	
201239	10/16/2026	BAY ALARM COMPANY INC	ALARM CONTRACT	255.00	
201240	10/16/2026	BARCODESOURCE INC.	BARCODE SUPPLIES	92.46	
201241	10/16/2026	JAMES BRACKETT	RETIREE HEALTH REIMBURSEMENT	240.00	
201242	10/16/2026	ROBERT BURNHAM	RETIREE HEALTH REIMBURSEMENT	285.00	
201243	10/16/2026	RICARDO CABRERA	RETIREE HEALTH REIMBURSEMENT	285.00	
201244	10/16/2026	MIKE CARDONA	RETIREE HEALTH REIMBURSEMENT	130.00	
201245	10/16/2026	CALIFORNIA TRANSIT ASSOCIATI	ANNUAL MEMBERSHIP DUES	13,000.00	
201246	10/16/2026	CENTRAL COAST TANK TESTING	TANK TESTS	150.00	
201247	10/16/2026	COMMUNITY RADIO INC.	GIBRALTAR SITE RENTAL	331.24	
201248	10/16/2026	COX COMMUNICATIONS CORP.	INTERNET & CABLE TV	618.41	
201249	10/16/2026	CROCKER REFRIGERATION & AIR	HVAC MAINTENANCE	1,200.65	
201250	10/16/2026	NANCY CURTIS	RETIREE HEALTH REIMBURSEMENT	285.00	
201251	10/16/2026	CROSSLINE SUPPLY LLC	BUS PARTS	336.49	
201252	10/16/2026	DENMUN OFFICE SOLUTIONS DBA	IT CONTRACT SERVICES	6,840.00	
201253	10/16/2026	ALLIANT POWER DBA	BUS PARTS	1,026.18	
201254	10/16/2026	ELAN FINANCIAL SERVICES	CREDIT CARD PAYMENTS	858.68	
201255	10/16/2026	EVERSHADE LLC DBA	STEAM CLEANING TC/EXPRESS ZON	3,132.00	
201256	10/16/2026	FRONTIER CALIFORNIA INC.	TELEPHONE/RADIO/FIBER OPTIC IN	860.00	
201257	10/16/2026	GENFARE LLC	FAREBOX REPAIRS & PARTS	7,308.73	
201258	10/16/2026	GIBBS INTERNATIONAL INC	BUS PARTS	1,735.46	
201259	10/16/2026	GILLIG LLC	BUS PARTS	814.25	
201260	10/16/2026	GARY GLEASON	RETIREE HEALTH REIMBURSEMENT	240.00	
201261	10/16/2026	JACK GRAHAM	RETIREE HEALTH REIMBURSEMENT	285.00	
201262	10/16/2026	ALI HABIBI	RETIREE HEALTH REIMBURSEMENT	240.00	
201263	10/16/2026	RICHARD HARRIGAN	RETIREE HEALTH REIMBURSEMENT	536.00	
201264	10/16/2026	ROBERT HARTMAN JR.	RETIREE HEALTH REIMBURSEMENT	570.00	
201265	10/16/2026	HOME IMPROVEMENT CTR.	SHOP/B&G SUPPLIES	249.85	
201266	10/16/2026	KIRKS AUTOMOTIVE INC	BUS/AUTO PARTS	512.26	
201267	10/16/2026	KUBA INC	TAP TO PAY VALIDATORS	34,020.00	
201268	10/16/2026	LENZ PEST CONTROL INC	FUMIGATION SERVICES	411.29	
201269	10/16/2026	LITTLEPAY INC	TAP2PAY	2,184.72	
201270	10/16/2026	STEVEN EDWARD MAAS	RETIREE HEALTH REIMBURSEMENT	206.00	

Check #	Date	Company	Description	Amount	Voids
201271	10/16/2026	MARBORG INDUSTRIES (INC)	UTILITIES & RENTAL FEES	382.61	
201272	10/16/2026	MCMASTER-CARR SUPPLY CO.	SHOP/B&G SUPPLIES	151.19	
201273	10/16/2026	MISSION LINEN SUPPLY INC	UNIFORM & LINEN SERVICE	736.61	
201274	10/16/2026	WILLIAM MORRIS	RETIREE HEALTH REIMBURSEMENT	285.00	
201275	10/16/2026	NFI PARTS DBA	BUS PARTS	2,258.72	
201276	10/16/2026	O'REILLY AUTO PARTS DBA	BUS/SERVICE VEHICLE PARTS	187.69	
201277	10/16/2026	CARLOS ORNELAS	RETIREE HEALTH REIMBURSEMENT	285.00	
201278	10/16/2026	LUIGI OTTIERI	RETIREE HEALTH REIMBURSEMENT	285.00	
201279	10/16/2026	PARTS AUTHORITY LLC	BUS PARTS & REPAIRS	991.78	
201280	10/16/2026	ROBERT HALF	TEMPORARY LABOR	4,800.00	
201281	10/16/2026	SILVAS OIL CO. INC.	LUBRICANTS	2,461.20	
201282	10/16/2026	SANTA BARBARA TROPHY	DRIVER NAME PLATES	91.77	
201283	10/16/2026	SM TIRE CORP.	BUS TIRE MOUNTING	410.62	
201284	10/16/2026	ROBIN SORIA	RETIREE HEALTH REIMBURSEMENT	855.00	
201285	10/16/2026	SB CITY OF-REFUSE & WATER	UTILITIES	1,212.90	
201286	10/16/2026	THE MEDCENTER	MEDICAL EXAMS	175.00	
201287	10/16/2026	TEAMSTERS PENSION TRUST	UNION PENSION	94,292.25	
201288	10/16/2026	TEAMSTERS UNION LOCAL NO. 18	UNION DUES	13,433.00	
201289	10/16/2026	JOHN J. VASQUEZ	RETIREE HEALTH REIMBURSEMENT	285.00	
201290	10/16/2026	VASQUEZ & COMPANY LLP	ANNUAL AUDIT	4,100.00	
201291	10/16/2026	VEHICLE MAINTENANCE PROGRA	BUS PARTS	1,266.43	
201292	10/16/2026	DANIEL WALKER	RETIREE HEALTH REIMBURSEMENT	285.00	
201293	10/16/2026	WESTERN STATES CONVERTER &	BUS PARTS	5,784.79	
201294	10/16/2026	WAXIE SANITARY SUPPLY DBA	JANITORIAL SUPPLIES	3,918.26	
201295	10/16/2026	WHITE ASSOCIATES DBA	BUS PARTS & REPAIRS	6,300.00	
201296	10/16/2026	WURTH USA WEST INC.	SHOP SUPPLIES	438.21	
201297	10/16/2026	ALEXANDER YOUNG	RETIREE HEALTH REIMBURSEMENT	285.00	
201298	10/22/2026	ABC BUS COMPANIES INC	BUS PARTS	4,441.33	
201299	10/22/2026	RIDE COACH & BUS DBA	BUS PARTS	271.22	
201300	10/22/2026	CROCKER REFRIGERATION & AIR	HVAC MAINTENANCE	347.50	
201301	10/22/2026	CUMMINS SALES & SERVICE DBA	BUS PARTS & REPAIRS	2,156.74	
201302	10/22/2026	CROSSLINE SUPPLY LLC	BUS PARTS	108.16	
201303	10/22/2026	CA DEPT. OF TAX & FEE ADMIN.	QTRLY USER FUEL TAX	1,229.00	
201304	10/22/2026	CA. DEPT. of TAX & FEE ADMINIST	UNDERGROUND STORAGE TANK FE	2,519.00	
201305	10/22/2026	ALLIANT POWER DBA	BUS PARTS	4,046.92	
201306	10/22/2026	FRONTIER CALIFORNIA INC.	TELEPHONE/RADIO/FIBER OPTIC IN	159.74	
201307	10/22/2026	GIBBS INTERNATIONAL INC	BUS PARTS	933.06	
201308	10/22/2026	GILLIG LLC	BUS PARTS	3,949.55	
201309	10/22/2026	GRAINGER INC.	SHOP/B&G SUPPLIES	376.27	
201310	10/22/2026	JERRY'S PLUMBING & HEATING IN	PLUMBING REPAIRS	370.00	
201311	10/22/2026	LENZ PEST CONTROL INC	FUMIGATION SERVICES	79.80	

Check #	Date	Company	Description	Amount	Voids
201312	10/22/2026	MOHAWK MFG. AND SUPPLY CO.	BUS PARTS	602.71	
201313	10/22/2026	NATIONAL INTERSTATE INS INC.	LIABILITY INSURANCE	124,863.77	
201314	10/22/2026	NFI PARTS DBA	BUS PARTS	6,070.09	
201315	10/22/2026	PRISM	EAP	963.30	
201316	10/22/2026	PARTS AUTHORITY LLC	BUS PARTS & REPAIRS	722.75	
201317	10/22/2026	SECTRAN SECURITY, INCORPORA	ARMORED TRANSPORTATION SERV	1,069.08	
201318	10/22/2026	SMART & FINAL	OFFICE/MEETING SUPPLIES	255.70	
201319	10/22/2026	SO. CAL. EDISON CO.	UTILITIES	8,591.87	
201320	10/22/2026	SOUTHERN CALIFORNIA EDISON	ELECTRIC VEHICLES "FUEL"	1,341.55	
201321	10/22/2026	SOCALGAS	UTILITIES	638.48	
201322	10/22/2026	STANTEC ARCHITECTURE INC.	FACILITIES A&E SERVICES	29,626.18	
201323	10/22/2026	SB CITY OF-REFUSE & WATER	UTILITIES	2,088.75	
201324	10/22/2026	VERIZON WIRELESS	CELLULAR/WIRELESS SERVICE	2,145.96	
201325	10/22/2026	FRONTIER CALIFORNIA INC.	TELEPHONE/RADIO/FIBER OPTIC INT	865.30	
201326	10/22/2026	FRONTIER CALIFORNIA INC.	TELEPHONE/RADIO/FIBER OPTIC INT	318.09	
201327	10/22/2026	FRONTIER CALIFORNIA INC.	TELEPHONE/RADIO/FIBER OPTIC INT	155.00	
201328	10/22/2026	FRONTIER CALIFORNIA INC.	TELEPHONE/RADIO/FIBER OPTIC INT	160.17	
				431,601.23	
			Current Cash Report Voided Checks:	0.00	
			Prior Cash Report Voided Checks:	0.00	
			Grand Total:	**$431,601.23**	

Santa Barbara Metropolitan Transit District
Cash Receipts of Accounts Receivable

Date	Company	Description	Amount
10/13/2026	Measure A, Section 3 LSTI	Measure A Capital Reimbursement	2,241,458.48
10/15/2026	Brown Parker & DeMarinis Adv	Advertising on Buses	4,240.80
10/15/2026	Network Medical DBA	Advertising on Buses	927.00
10/15/2026	UCSB - Parking Services-7001	Passes/Passports Sales	5,190.00
10/15/2026	UCSB - Parking Services-7001	Passes/Passports Sales	5,590.00
10/15/2026	UCSB - Parking Services-7001	Passes/Passports Sales	6,180.00
10/19/2026	Handlpartners (McDonalds)	Advertising on Buses	7,333.20
10/21/2026	Habitat for Humanity	Advertising on Buses	316.00
10/21/2026	Idea Engineering, Inc.	Advertising on Buses	270.00
10/21/2026	Moonlight Graphics/Mktg	Advertising on Buses	5,810.40
10/23/2026	S.B.C.A.G.	T1 - SB 125	1,326,584.02
		Total Accounts Receivable Paid During Period	**$3,603,899.90**

Santa Barbara Metropolitan Transit District

Cash Report
Board Meeting of November 17, 2026
For the Period October 24, 2026 through November 6, 2026

MONEY MARKET

Beginning Balance October 24, 2026		**$3,317,442.31**
Accounts Receivable	10,366,757.42	
SB-325 (LTF)	923,630.39	
Measure A Transfer	249,577.91	
Passenger Fares	95,831.78	
Property Tax Revenue	71,760.69	
Miscellaneous Income	240.73	
Bank Interest Income	58.23	
Total Deposits	**11,707,857.15**	
Bank & Credit Card Fees	(3,759.66)	
401(k)/Pension Transfer	(31,921.57)	
Miscellaneous Transfers	(54,445.44)	
Workers' Compensation	(71,087.66)	
Payroll Taxes	(180,712.67)	
Payroll	(418,427.29)	
Accounts Payable	(625,142.18)	
Pmt Gillig Bus Buy LOC	(2,650,216.42)	
Total Disbursements	**(4,035,712.89)**	
Ending Balance		**$10,989,586.57**

CASH INVESTMENTS

LAIF Account	$6,730,860.45	
Money Market Account	10,989,586.57	
Total Cash Balance		**$17,720,447.02**

SELF INSURED LIABILITY ACCOUNTS

WC / Liability Reserves	($3,481,810.15)	
Working Capital		**$14,238,636.87**

Santa Barbara Metropolitan Transit District
Accounts Payable

Check #	Date	Company	Description	Amount	Voids
200619	7/24/2026	COASTAL HOUSING PARTNERSHIP	MEMBERSHIP DUES	2,000.00	V
201254	10/16/2026	ELAN FINANCIAL SERVICES	CREDIT CARD PAYMENTS	858.68	V
201329	10/30/2026	AT&T MOBILITY-CC	TAP2PAY COMMUNICATIONS	1,083.10	
201330	10/30/2026	AMERICAN MOVING PARTS LLC	BUS PARTS	2,325.96	
201331	10/30/2026	AMAZON CAPITAL SERVICES, INC	SUPPLIES	149.76	
201332	10/30/2026	RIDE COACH & BUS DBA	BUS PARTS	36.38	
201333	10/30/2026	COASTAL HOUSING PARTNERSHIP	MEMBERSHIP DUES	2,000.00	
201334	10/30/2026	CUMMINS SALES & SERVICE DBA	BUS PARTS & REPAIRS	7,847.76	
201335	10/30/2026	CURVATURE DBA	IT EQUIPMENT	5,080.13	
201336	10/30/2026	CROSSLINE SUPPLY LLC	BUS PARTS	336.49	
201337	10/30/2026	CDTFA	SALES/CONSUMER USE TAX	2,362.00	
201338	10/30/2026	DARTCO TRANSMISSION SALES &	BUS PARTS & REPAIRS	541.73	
201339	10/30/2026	ALLIANT POWER DBA	BUS PARTS	373.55	
201340	10/30/2026	FRASER GAUGE	BUS PARTS	1,591.75	
201341	10/30/2026	GENFARE LLC	FAREBOX REPAIRS & PARTS	3,729.53	
201342	10/30/2026	GIBBS INTERNATIONAL INC	BUS PARTS	1,461.47	
201343	10/30/2026	GILLIG LLC	BUS PARTS	3,342.04	
201344	10/30/2026	GOODYEAR TIRE & RUBBER CO	BUS TIRE LEASE	15,027.72	
201345	10/30/2026	KITCHELL CEM INC.	HALEY CANOPY/T2 PHASE 2	9,095.34	
201346	10/30/2026	MANSFIELD OIL CO OF GAINESVIL	RENEWABLE DIESEL FUEL	73,196.59	
201347	10/30/2026	MC CORMIX CORP. (GAS)	FUEL-SV/MICROTRANSIT	2,058.93	
201348	10/30/2026	MISSION LINEN SUPPLY INC	UNIFORM & LINEN SERVICE	723.44	
201349	10/30/2026	MOHAWK MFG. AND SUPPLY CO.	BUS PARTS	66.75	
201350	10/30/2026	MOTION INDUSTRIES INC	BUS PARTS	168.43	
201351	10/30/2026	NATIONAL DRIVE	PAYROLL DEDUCTION	199.00	
201352	10/30/2026	NFI PARTS DBA	BUS PARTS	221.96	
201353	10/30/2026	O'REILLY AUTO PARTS DBA	BUS/SERVICE VEHICLE PARTS	1,100.98	
201354	10/30/2026	PERRY LINCOLN MERCURY MAZD	SERVICE VEHICLE PARTS / REPAIRS	124.41	
201355	10/30/2026	PETTY CASH - MANNY CASTANON	MISC. PURCHASES	172.96	
201356	10/30/2026	ROBERT HALF	TEMPORARY LABOR	2,400.00	
201357	10/30/2026	SANSUM CLINIC	MEDICAL EXAMS	495.00	
201358	10/30/2026	SILVAS OIL CO. INC.	LUBRICANTS	4,905.42	
201359	10/30/2026	SM TIRE CORP.	BUS TIRE MOUNTING	1,367.52	
201360	10/30/2026	SOAP MAN DISTRIBUTIN DBA	BUS CLEANING SUPPLIES	313.33	
201361	10/30/2026	SOUTHERN CALIFORNIA EDISON	ELECTRIC VEHICLES "FUEL"	6,502.20	
201362	10/30/2026	SOCALGAS	UTILITIES	15.16	
201363	10/30/2026	STAPLES CONTRACT & COMMERC	OFFICE SUPPLIES	70.12	
201364	10/30/2026	TREAS.TAX COLLECTOR HARRY E	PROPERTY TAXES	500.79	

Check #	Date	Company	Description	Amount	Voids
201365	10/30/2026	UNIVERSITY OF CALIFORNIA REG	NETWORK & COMMUNICATION SER	103.92	
201366	10/30/2026	UNITED WAY OF SB	PAYROLL DEDUCTION	45.00	
201367	10/30/2026	VERIZON WIRELESS	CELLULAR/WIRELESS SERVICE	1,117.24	
201368	10/30/2026	VIDEO VOICE DATA COMMUNICA	CHARGEPOINT CHARGING STATION	29,061.55	
201369	10/30/2026	WHITE ASSOCIATES DBA	BUS PARTS & REPAIRS	6,600.00	
201370	10/30/2026	YACO SCHOLARSHIP FUND	PAYROLL DEDUCTION	55.00	
201371	11/4/2026	ABC BUS COMPANIES INC	BUS PARTS	2,335.30	
201372	11/4/2026	ALAN NOELLE ENGINEERING, INC	SHOP GENERATOR CONSULTATION	195.00	
201373	11/4/2026	AMERICAN MOVING PARTS LLC	BUS PARTS	260.10	
201374	11/4/2026	AMAZON CAPITAL SERVICES, INC	SUPPLIES	107.06	
201375	11/4/2026	ASBURY ENVIRONMENTAL SERVI	WASTE OIL RECYCLER	161.00	
201376	11/4/2026	RIDE COACH & BUS DBA	BUS PARTS	103.00	
201377	11/4/2026	COX COMMUNICATIONS CORP.	INTERNET & CABLE TV	195.63	
201378	11/4/2026	CUMMINS SALES & SERVICE DBA	BUS PARTS & REPAIRS	1,858.57	
201379	11/4/2026	DIGITAL SCEPTER	IT SERVICES SECURITY	14,500.00	
201380	11/4/2026	DOCUPRODUCTS CORPORATION	COPIER MAINTENANCE/SUPPLIES	362.20	
201381	11/4/2026	EMERGENCY DRAIN SERVICES DB	DRAIN SERVICES	839.04	
201382	11/4/2026	ESP LOCKSMITH DBA	B&G REPAIRS & SUPPLIES	1,151.16	
201383	11/4/2026	FAUVER LARGE ARCHBALD&SPR	LEGAL COUNSEL	8,601.54	
201384	11/4/2026	GIBBS INTERNATIONAL INC	BUS PARTS	850.05	
201385	11/4/2026	GILLIG LLC	BUS PARTS	9,980.49	
201386	11/4/2026	GOLETA WATER DISTRICT	UTILITIES	431.09	
201387	11/4/2026	GRAINGER INC.	SHOP/B&G SUPPLIES	451.94	
201388	11/4/2026	GUARDIAN-APPLETON (DENTAL I	DENTAL INSURANCE	4,229.30	
201389	11/4/2026	GUARDIAN-APPLETON (VISION IN	VISION INSURANCE	346.53	
201390	11/4/2026	GUARDIAN-APPLETON (LIFE INS)	LIFE INSURANCE	1,526.40	
201391	11/4/2026	GOLETA SANITARY DISTRICT	UTILITIES	79.00	
201392	11/4/2026	HOME IMPROVEMENT CTR.	SHOP/B&G SUPPLIES	70.93	
201393	11/4/2026	HR AUTOGLASS DBA	BUS PARTS/REPAIRS	400.00	
201394	11/4/2026	IAN'S TIRE AND AUTO REPAIR DB	SERVICE VEHICLE TIRES & REPAIRS	1,252.07	
201395	11/4/2026	IMPERIAL ELECTRIC LLC	B & G REPAIRS	678.34	
201396	11/4/2026	JERRY'S PLUMBING & HEATING IN	PLUMBING REPAIRS	260.00	
201397	11/4/2026	JOY EQUIPMENT PROTECTION IN	SERVICING FIRE EXTINGUISHERS	2,953.82	
201398	11/4/2026	KIRKS AUTOMOTIVE INC	BUS/AUTO PARTS	1,789.95	
201399	11/4/2026	LENZ PEST CONTROL INC	FUMIGATION SERVICES	551.29	
201400	11/4/2026	MANSFIELD OIL CO OF GAINESVIL	RENEWABLE DIESEL FUEL	73,331.21	
201401	11/4/2026	MAYAN GENERAL CONSTRUCTIO	LANDSCAPE MAINTENANCE SERVIC	7,560.00	
201402	11/4/2026	MCMASTER-CARR SUPPLY CO.	SHOP/B&G SUPPLIES	225.23	
201403	11/4/2026	MISSION LINEN SUPPLY INC	UNIFORM & LINEN SERVICE	348.55	
201404	11/4/2026	MULLEN & HENZELL	CALLE REAL PROJECT SERVICES	5,072.54	
201405	11/4/2026	MUNOZ JANITORIAL	JANITORIAL SERVICES	4,565.00	

Check #	Date	Company	Description	Amount	Voids
201406	11/4/2026	ROBERT HALF	TEMPORARY LABOR	2,160.00	
201407	11/4/2026	SANSUM CLINIC	MEDICAL EXAMS	330.00	
201408	11/4/2026	SB LOCKSMITHS INC	B&G REPAIR & SUPPLIES	267.54	
201409	11/4/2026	SILVAS OIL CO. INC.	LUBRICANTS	10,921.14	
201410	11/4/2026	SM TIRE CORP.	BUS TIRE MOUNTING	442.75	
201411	11/4/2026	SMARDAN-HATCHER CO. INC	B&G REPAIRS & SUPPLIES	151.73	
201412	11/4/2026	SO. CAL. EDISON CO.	UTILITIES	18,967.93	
201413	11/4/2026	SOCALGAS	UTILITIES	45.06	
201414	11/4/2026	SB CITY OF-REFUSE & WATER	UTILITIES	2,306.35	
201415	11/4/2026	TDS SERVICE CORP. DBA TRANSIT	BUS PARTS REPAIRS	678.50	
201416	11/4/2026	TEAMSTERS MISC SECURITY TRU	UNION MEDICAL INSURANCE	249,736.00	
201417	11/4/2026	U.S. BANK CORP. PAYMENT SYST	CREDIT CARD PURCHASES	1,322.12	
201418	11/4/2026	VASQUEZ & COMPANY LLP	ANNUAL AUDIT	3,800.00	
201419	11/4/2026	VENTURA COUNTY OVERHEAD D	B&G REPAIRS & SUPPLIES	278.00	
201420	11/4/2026	THE COUNTRY MEAT MARKET IN	VETERAN'S DAY BBQ	1,000.00	
				628,000.86	
			Current Cash Report Voided Checks:	0.00	
			Prior Cash Report Voided Checks:	2,858.68	
			Grand Total:	**$625,142.18**	

Santa Barbara Metropolitan Transit District
Cash Receipts of Accounts Receivable

Date	Company	Description	Amount
10/28/2026	Cottage Hospital	Passes/Token Sales	1,350.00
10/28/2026	Wells Marketing, LLC	Advertising on Buses	2,436.60
10/28/2026	Wells Marketing, LLC	Advertising on Buses	3,581.10
10/28/2026	Wells Marketing, LLC	Advertising on Buses	6,475.50
10/29/2026	State of Good Repair	T2 Capital Reimbursement	598,817.55
11/2/2026	SB Air Pollution Control Dist.	Capital Reimbursement - Bus Purchase	68,500.00
11/3/2026	Caltrans DRMT	Capital Reimbursement - Bus Purchases	8,346,000.00
11/3/2026	UCSB - Parking Services-7001	Passes/Passports Sales	5,910.00
11/4/2026	UCSB Administration Services Div.	Transit Enhancement - MTD Line 28	1,125,172.17
11/4/2026	UCSB Administration Services Div.	Transit Enhancement - MTD Line 12x/24x	208,514.50
		Total Accounts Receivable Paid During Period	**$10,366,757.42**

SANTA BARBARA MTD

BOARD OF DIRECTORS REPORT

MEETING DATE: NOVEMBER 17, 2026 **AGENDA ITEM #:** 7

TYPE: ACTION ITEM

PREPARED BY: CAPITAL PROJECTS MANAGER, RYAN GRIPP

REVIEWED BY: GENERAL MANAGER, JERRY ESTRADA

SUBJECT: ADVANCE AUTHORITY FOR CHARGE READY TRANSPORT PROGRAM AGREEMENT

RECOMMENDATION:

Staff requests that the Board provide advance authority to the General Manager (GM) to enter into an agreement with Southern California Edison (SCE) resulting from MTD's application to SCE's Charge Ready Transport (CRT) grant program subject to the following:

- The General Manager's review and determination that the terms and conditions of the CRT Program Participation Agreement are acceptable and consistent with MTD's applicable policies, practices and requirements.

DISCUSSION:

Background: MTD has had a long and productive partnership with SCE through various initiatives and programs. Among the most impactful to the advancement of MTD's fleet electrification efforts is the Charge Ready Program (CRP). The CRP provides funding and or turnkey solutions for electric vehicle (EV) infrastructure deployment. CRP awardees also receive rebates to offset the costs of the electric vehicle supply equipment (EVSE). The electrical infrastructure providing power to MTD's 14 Level 2 and 28 Direct Current Fast Charging (DCFC) ports at Terminal 1 are a result of three separate CRP projects. For those projects, MTD chose the "SCE Build" option, whereby SCE designs and installs the infrastructure on behalf of the customer. The other pathway under CRP is the "Customer Build" option. That approach requires the customer to perform the design and installation on their own, with SCE reimbursing up-to 80% of what it would cost them to complete the same project. The "Customer Build" option, while more work and up-front cost for the customer, is less restrictive. Equipment installed by SCE under the "SCE Build" option comes with certain limitations like the inability to connect distributed energy resources (DER), which consist of generators, photovoltaic (PV), and battery energy storage systems (BESS).

Staff submitted an application to CRT, a subset of CRP that supports projects for medium- and heavy-duty electric vehicles (EV). MTD's application seeks funding from CRT to support deployment of 8 DCFC ports and associated electrical infrastructure under Phase 2 of MTD's Terminal 2 Recommissioning Project. Staff selected the "Customer-Build" option, which as indicated above places responsibility (and control) of the design, procurement, and installation of the customer side of the meter infrastructure on MTD. Critically, the "Customer-Build" option

allows MTD to add DERs to the CRT-supported EV infrastructure. DERs are included in the design for Phase 2 of MTD's Terminal 2 Recommissioning Project.

MTD's CRT application moved through a complex multi-step review process that culminated in an award offer and SCE-developed conceptual design. The conceptual design provides a high-level summary of the project scope including number and type of EVSE, onsite electrical infrastructure improvements, and required SCE upgrades to supply sufficient power to Terminal 2 for the new DCFC ports. The award offer includes a not-to-exceed amount of $268,204 for the EV infrastructure and an estimated rebate of $296,000 for the EVSE. MTD's design team for the Terminal 2 Recommissioning Project is currently reviewing SCE's conceptual design. They are ensuring alignment with the Phase 2 design, as the EV infrastructure proposed under the CRT application is one element of the larger project. If staff approves the conceptual design and award offer by SCE's November 15th deadline, which is likely to occur barring any concerns from MTD's design team, CRT officials will issue a Program Participation Agreement to MTD for signature.

Advance Authority: Staff is seeking advance authority because the CRT Program Participation Agreement must be signed by MTD and SCE by December 31st, 2026, at 11:59 PM. Since the CRT Program has been discontinued, there is no opportunity for an extension. Due to the uncertainty of the Board Meeting schedule during the upcoming holiday season, granting advance authority ensures the GM can meet SCE's agreement execution deadline.

SANTA BARBARA MTD

BOARD OF DIRECTORS REPORT

MEETING DATE: NOVEMBER 17, 2026 **AGENDA ITEM #:** 8

TYPE: ACTION ITEM

PREPARED BY: DIRECTOR OF FINANCE & ADMINISTRATION, NANCY TILLIE

REVIEWED BY: GENERAL MANAGER, JERRY ESTRADA

SUBJECT: **ADVANCE AUTHORITY TO ENTER INTO A DEBT INSTRUMENT AGREEMENT WITH FARMERS & MERCHANT'S BANK IN THE AMOUNT OF UP TO $12,000,000 FOR THE PURCHASE OF EIGHT (8) HEAVY DUTY BATTERY ELECTRIC BUSES**.

RECOMMENDATION:

Staff recommends the Board grant the General Manager advance authority to enter into a debt instrument agreement with Farmers & Merchants bank to provide for a "Specific Use" Line of Credit in an amount of up to $12,000,000 for the purpose of funding the purchase of Eight (8) Heavy Duty Battery Electric Buses, for a period of time until the grant reimbursements are received, and designate the current Authorized Agents, pursuant to the Master Company Resolution Number 2026-01, adopted by the Board of Directors, 1/20/26, to effectuate transactions under this agreement.

DISCUSSION:

Background: The District entered into a Contract with Gillig, LLC in December 2024, as authorized by the Board of Directors at their meeting on October 14, 2024, to purchase Eight (8) Heavy Duty Battery Electric Buses and associated Charging Equipment, in an amount not to exceed $13,771,000. Capital grant funding has already been secured to pay for the purchase; however the funding conditions are reimbursement, meaning the grantor will need to have the invoice with proof of payment from the District in order to release funding. There could be a lag time of up to 60 days to receive the reimbursement after payment. The 8 buses are scheduled to arrive within the next 30 days. Payment in full is due within 45 days of equipment acceptance. The District has approached Farmers & Merchants Bank to provide short-term financing as a bridge to receiving the grant funds, proactively to prevent any Operating Cash Flow availability.

Advance Authority: Providing the General Manager authority to sign the debt instrument and the designation for the existing Authorized Agents to carry out these narrowly scoped transactions will achieve payments being made on time, eliminate any strain on Operating Cash Flow, and provide a buffer for any delays in funding, MTD seeks a firm, fixed-price contract.

SANTA BARBARA MTD

BOARD OF DIRECTORS REPORT

MEETING DATE: NOVEMBER 17, 2026 **AGENDA ITEM #:** 9

TYPE: ACTION ITEM

PREPARED BY: HUMAN RESOURCES AND RISK MANAGER, DAVID SERRANO

REVIEWED BY: GENERAL MANAGER, JERRY ESTRADA

SUBJECT: **UPDATED CAFETERIA PLAN – IRS CODE 125**

RECOMMENDATION:

Staff recommends the Board of Directors adopt and approve the District's IRS 125 Plan document, and authorize the General Manager/Clerk of the Board to attest to the formal adoption of this item.

DISCUSSION:

Internal Revenue Code Section 125 authorizes employers to adopt a plan authorizing employees to pay for health benefits premiums, flexible spending accounts, and dependent care spending accounts, on a pre-tax basis. The District has offered this opportunity since 1998. The plan authorizes employees to pay for medical, dental and vision premiums, and utilize flexible spending accounts (FSA) and dependent care spending accounts (DCSA) on a pre-tax basis, and authorizes the District to withhold employee premium only portion (POP), FSA, and DCSA on a pre-tax basis.

The benefit of this plan is to allow employees to pay for benefits on a pre-tax basis, thus lowering the employee's tax burden, while simultaneously providing the District (employer) with a optional fringe benefit as part of the total compensation package (without imposing a cost on the District).

The plan document, on file with the General Manager's Office and Human Resources Office, reflects any current changes, since the United States Government and IRS authorized section 125 plans in 1986. Periodically, the plan will undergo review for continued compliance, and be amended, if necessary, at any given time. The plan has undergone review for continued compliance by General Counsel, and our medical, vision, dental, FSA, and DCSA plans have been confirmed within the document.

ATTACHMENT: Section 125 Cafeteria Flex Plan

Section 125 Plan Document

EXECUTIVE SUMMARY

To enhance our employee benefits program and provide tax-saving opportunities for both the company and its employees, we have implemented a Section 125 Cafeteria Flex Plan. This plan allows employees to pay for certain employer-sponsored insurance premiums and benefits on a pre-tax basis, thereby reducing their taxable income and increasing their take-home pay.

Under this plan, eligible employees may elect to have premiums for health, dental, vision, and other qualified insurance benefits deducted from their paychecks before federal income and Social Security/Medicare taxes are applied. You may also elect pre-tax Health Savings Account (HSA) contributions; pre-tax Health Flexible Spending Account (HFSA) contributions; and pre-tax Dependent Care Flexible Spending Account (DCFSA) contributions. This not only benefits employees by lowering their out-of-pocket costs but also reduces the company's payroll tax liability.

The Flex Cafeteria Plan is compliant with IRS regulations and governed by Section 125 of the Internal Revenue Code. It does not change the actual benefits offered but provides a more tax-efficient way to pay for them. The plan is available to all eligible employees per the Plan Document and is administered in conjunction with our existing payroll and benefits systems.

By adopting a Section 125 Cafeteria Flex Plan, the company demonstrates a commitment to supporting employee financial wellness while also achieving measurable cost savings. This plan reflects our strategic approach to providing competitive, compliant, and cost-effective benefits to our workforce.

This this information is described in greater detail in the following sections.

- Section 1: Establishment And Purpose
- Section 2: Definitions
- Section 3: Eligibility And Participation
- Section 4: Election Procedures
- Section 5: Contributions
- Section 6: Claims And Administration
- Section 7: Amendment And Termination
- Section 8: General Provisions
- Benefit Appendixes

Confidentiality Notice

This document contains sensitive legal and operational information pertaining to employee benefit plan compliance. It is intended solely for internal use by the Plan Sponsor's Human Resources, Legal, and Executive teams. Unauthorized distribution or use of this document is strictly prohibited.

SECTION 125 CAFETERIA FLEX PLAN

Plan Sponsor:	Santa Barbara MTD
Plan Sponsor EIN:	92-2546247
Plan Sponsor Address:	550 Olive Street, Santa Barbara, CA 93101
Plan Sponsor Phone #:	805-963-3364
Plan Administrator:	Same As Plan Sponsor
Plan Administrator Phone #:	Same As Plan Sponsor
Plan Effective Date:	January 1, 2026
Plan Year:	January 1 - December 31st

SECTION 1 – **ESTABLISHMENT AND PURPOSE**

1.1 Establishment: Santa Barbara MTD (the "Employer") hereby establishes the Santa Barbara MTD Section 125 Cafeteria Flex Plan (the "Plan") pursuant to Internal Revenue Code §125 to permit eligible employees to elect among certain nontaxable benefits and taxable cash compensation. This plan document is intended to satisfy the written plan requirement of Treasury Reg. §1.125-1(q). Further, This Plan is intended solely to establish the mechanism required by Internal Revenue Code § 125 for pre-tax elections and salary reductions. This Plan is not itself an "employee welfare benefit plan" within the meaning of 29 U.S.C. § 1002(1) and is therefore not subject to ERISA. Each benefit program offered under this Plan shall be governed by its own plan document and Summary Plan Description, as applicable.

1.2 Purpose: The purpose of the Plan is to provide employees with a choice of qualified benefits, including pre-tax premiums, pre-tax contributions to Health Savings Accounts (HSAs), participation in a Health Flexible Spending Account (Health FSA), and participation in a Dependent Care Flexible Spending Account (Dependent Care FSA).

SECTION 2 – **DEFINITIONS**

2.1 "Affiliate" means any corporation, partnership or other entity with which the Sponsor constitutes a controlled group of corporations, a group of trades or businesses (whether or not incorporated) under common control or an affiliated service group as defined under Code Sections 414 (b), (c), (m), (n) or (o).

2.2 "Carryover" also referred to as "Rollover", means the ability to carry over up to the maximum dollar amount permitted by the IRS to the next Plan Year.

2.3 "Child" means any child of a Participant described in Code Section 152(f)(1) who has not attained age 27 as of the end of the Participant's taxable year.

2.4 "Code" means the Internal Revenue Code of 1986, as may be amended from time to time. Reference to a specific provision of the Code shall include such provision and any valid regulation promulgated thereunder, or corresponding provision of any successor revenue law thereto.

2.5 "Dependent" means (i) any person who is a dependent of a Participant within the meaning of Code Section 152, determined without regard to subsections (b)(1), (b)(2) and (d)(1)(B) thereof and (ii) a Participant's Child.

2.6 "Dependent Care FSA" means the dependent care flexible spending account described if applicable.

2.7 "Eligible Employee" means any employee who satisfies the eligibility requirements set forth in Section 3.

2.8 "Employee" means a person who performs services for the Sponsor or Participating Affiliate and receives compensation for his services other than a pension, retirement allowance, retainer or fee under contract. Such persons may include persons who are common law employees, leased employees described in Code section 414(n) or full-time life insurance salesmen defined in Code section 7701(a)(20). Persons who act only as directors or independent contractors are not Employees,

although persons who serve in a dual status (i.e., persons performing services both as an employee and as a director or independent contractor) are Employees to the extent they serve in an employee capacity. Persons who are sole proprietors, partners owning an interest in a partnership, 2% shareholders (as defined in Code Section 1372(b)) of an S corporation or owners of a pass-through entity (such as a limited liability company) are not Employees. If an individual is not considered to be an employee of the Sponsor or Participating Affiliate in accordance with the preceding sentences for a Plan Year, a subsequent determination by the Plan Sponsor, Participating Affiliate, any governmental agency or court that the individual is an employee of the Sponsor or Participating Affiliate, even if such determination is applicable to a prior Plan Year, will not have a retroactive effect for purposes of eligibility to participate in the Plan.

2.9 "Effective Date" means the day the Plan begins as stated in the Plan Document. Notwithstanding the foregoing, the Plan may not be effective prior to the date the Plan is adopted. The effective date of an amendment and restatement of an existing Plan shall be the date stated in the Plan Document but shall be no earlier than the date the amended and restated Plan is adopted.

2.10 "Grace Period" means a period of up to 2.5 months after the end of the Plan Year in which unused Health FSA amounts may be applied to eligible expenses.

2.11 "Health FSA" means the health flexible spending account described if applicable

2.12 "Highly Compensated Individual or Participant" means any individual or Participant who is a Highly Compensated Individual or a Highly Compensated Participant as defined under Code Section 125.

2.13 "HSA" means a Health Savings Account as defined in Code §223.

2.14 "Key Employee" means any Employee who is a key employee of the Sponsor or a Participating Affiliate within the meaning of Code Section 416(i)(1) at any time during the preceding Plan Year.

2.15 "Participant" means any Employee who meets the requirements for participation specified in Section 3.

2.16 "Participating Affiliate" means an Affiliate that adopts the Plan in accordance with Appendix 1.

2.17 "Plan" means the Cafeteria Flex Plan ("Plan") set forth in this document, as amended from time to time.

2.18 "Plan Administrator" means the Sponsor of the Plan, unless otherwise designated by the Plan Sponsor.

2.19 "Plan Document" means this document which sets forth specific features of the Plan as specified by the Sponsor.

2.20 "Plan Sponsor" means Santa Barbara MTD; 550 Olive Street Santa Barbara CA 93101; 92-2546247 "Sponsor" also means any successor entity assuming the obligations created in this Plan. Solely for purposes of nondiscrimination testing under Code Section 125, the Sponsor shall include all entities that are treated as an Affiliate.

2.21 "Plan Year" means a twelve (12) consecutive month period that commences and ends on a date selected by the Sponsor and set forth in the Plan Document. The Plan Year is also the period of coverage for each Eligible Benefit specified in the Plan Document for purposes of the requirements of Code Section 125. A Sponsor may specify a short Plan Year of less than twelve (12) consecutive months in the Plan Document, or change a Plan Year to a different twelve (12) consecutive month period than the initial Plan Year specified in the Plan Document, but only if the specification of a short Plan Year or a change to a Plan Year is made for a valid business purpose and is otherwise permitted under Code Section 125.

2.22 "Salary Conversion Amount" means the portion of a Participant's compensation reserved for the payment of Eligible Benefits under the Plan for a Plan Year.

2.23 "Service Provider" means any provider, or any subsidiary or division thereof, which has contracted with the Sponsor to provide plan documentation and related services in connection with the Plan, and any successor in interest thereto.

2.24 "Spouse" means an individual to whom the Participant is lawfully married under federal law.

SECTION 3 – **ELIGIBILITY AND PARTICIPATION**

3.1 Eligibility: Full-Time Employees Only shall be eligible to participate in this Plan. If this Plan is an amendment and restatement of an existing plan, any Employee who was a participant in the existing plan shall continue to be eligible to participate in the Plan. Persons who are not Employees are not eligible to participate in the Plan.

3.2 Exclusions: Independent contractors, leased employees, nonresident aliens without U.S. source income, and any other class of employees excluded by the Employer

3.3 Entry Date: First of the Month Following DOH or as otherwise set by the Employer.

3.4 Reinstatement of Participant. A former Participant will again become a Participant if and when he or she meets the eligibility requirements of Section 3.1 and, if terminated and rehired within the same Plan Year, may make a new election hereunder for the remainder of the Plan Year in accordance with Section 4 of this Plan. Notwithstanding the previous sentence, if a former Participant is rehired within a period of time specified by the Plan Administrator in its administrative rules and procedures and within the same Plan Year as the initial termination of employment, the former Participant, upon satisfaction of the eligibility criteria of Section 3.1, may not make a new enrollment election hereunder for the remainder of the Plan Year and the Sponsor or Participating Affiliate, as applicable, shall reinstate such Participant's coverage elections that were in effect immediately prior to termination of employment.

SECTION 4 – **ELECTION PROCEDURES**

4.1 Initial Elections: Employees may elect participation upon satisfying eligibility described in Section 3. The Plan Administrator shall coordinate initial elections by making election forms available to newly eligible Employees as they become eligible or at such earlier time as the Plan Administrator deems appropriate. The election form shall permit an eligible Employee to elect Eligible Benefits, and the eligible Employee must complete, sign and return the form to the Plan Administrator. If the Employee returns the election form before his effective date of participation pursuant to Section 3.3, the election shall be effective on his effective date of participation. If the Employee returns the election form within 30 days after his effective date of participation, the election shall be effective on the first day of the first pay period following the later of his effective date of participation or the date the election form is received by the Plan Administrator. If an Employee fails to return a completed initial election form within 30 days after the participation commencement date, the Employee's failure to make an election is governed by Section 4.5.

4.2 Annual Elections: Elections are made before the beginning of each Plan Year.

4.3 Election of Benefits: Participants may elect:

- Pre-tax contributions to pay for group health insurance premiums;
  - Medical;Dental;Vision
- Health Flexible Spending Account (HFSA): Yes
- Dependent Care Flexible Spending Account (DCFSA): Yes

4.4 Irrevocability of Elections: Elections are irrevocable during the Plan Year except as permitted by IRS rules for a change in status or other mid-year election change event consistent with Prop. Treas. Reg. §1.125-4. and any applicable subsequent IRS guidance.

4.5 Events Permitting a Mid-Plan Year Election Change: Notwithstanding the irrevocability requirements of Section 4.4 of this Plan, a Participant may change an election during a Plan Year under the circumstances and in the manner described below. All mid-year election changes shall be administered consistent with IRS Prop. Reg. §1.125-4.

- Change in Status. If a Participant experiences a Change in Status, the Participant may make a new election as long as that election is consistent with the Change in Status. A new election is consistent with a Change in Status if, as determined in the sole discretion of the Plan Administrator, the election change is on account of and corresponds with a Change in Status that affects eligibility for Eligible Benefits or benefits under the plan of a Dependent's or Participant's spouse's employer. In addition, the following special consistency requirements must be satisfied, if applicable:
  - ***Loss of Spouse or Dependent Eligibility***. If the Change of Status is the Participant's divorce, annulment or legal separation from a spouse, the death of a spouse or Dependent, or a Dependent ceasing to satisfy the eligibility requirements for coverage, a Participant's mid-year election options are limited to canceling accident or health insurance coverage for the spouse involved in the divorce, annulment or legal separation, the deceased spouse or Dependent, or the Dependent that ceased to satisfy the eligibility requirements for coverage. No other election is consistent with such a Change in

Status, provided that if a Participant or his spouse or Dependent becomes eligible for continuation coverage under a plan maintained by the Sponsor or a Participating Affiliate as provided in Code Section 4980(B) (COBRA) or any similar state law, the Participant may increase his pre-tax election to pay for the continuation coverage for himself, his spouse or Dependent, as applicable.

- ***Coverage Under Another Employer's Plan.*** If a Participant or his spouse or Dependent gains eligibility for coverage under another cafeteria plan or underlying benefit plan funded by a cafeteria plan due to a change in the Participant's marital status or a change in employment status of the Participant, his spouse or Dependent, a Participant's election under this Plan to cease or decrease coverage for that individual corresponds with that Change in Status only if coverage for that individual goes into effect or is increased under the other plan.

- Significant Curtailment of Coverage. If coverage offered to a Participant or Participant's spouse or Dependent is significantly curtailed or ceases during a Plan Year, affected Participants may revoke their elections for such coverage under the Plan. Each such affected Participant may make a new election prospectively for "similar coverage" under another plan, if any, that is made available for the remainder of the Plan Year. Such an election is to be made within a reasonable period of time as established by the Plan Administrator after the coverage is significantly curtailed or ceases. Coverage is deemed to be significantly curtailed only if there is an overall reduction in coverage provided under the plan so as to constitute reduced coverage generally. In all events, the Plan Administrator will determine in its sole discretion and in accordance with prevailing Internal Revenue Service guidance whether a curtailment is "significant" and whether other coverage is "similar coverage."
- Medicare/Medicaid Entitlement. If a Participant or a Participant's spouse or Dependent who is enrolled in a Sponsor's or Participating Affiliate's accident or health plan becomes entitled to Medicare or Medicaid (other than coverage consisting solely of pediatric vaccine benefits under Section 1982 of the Social Security Act), the Participant may make a prospective election change to cancel or reduce coverage for the Participant or his spouse or Dependent, as applicable, under the Plan. In addition, if a Participant or his spouse or Dependent who has been entitled to such coverage under Medicare or Medicaid loses eligibility for such coverage, the Participant may make a prospective election change to commence or increase coverage of that Participant, spouse or Dependent under a Sponsor's or Participating Affiliate's accident or health plan. An election change is to be made within a reasonable period of time as established by the Plan Administrator after the event described in this Section 4.5.
- Judgment, Decree or Order. If a Sponsor or Participating Affiliate is in receipt of a judgment, decree or order resulting from a divorce, legal separation, annulment, or change in legal custody, including a qualified medical child support order (a qualified medical child support order within the meaning of Code § 152(e) and applicable federal law) with respect to a Dependent child or Dependent foster child of a Participant, and if such a court order requires accident or health coverage for a Participant's Dependent child or Dependent foster child, the Plan Administrator shall change the Participant's election under the Plan to comply with the order. Specifically, a Participant may (i) change his or her election to provide coverage for the Dependent child or Dependent foster child if the order requires the Participant to provide coverage; or (ii) change his or her election to revoke coverage for the Dependent child or Dependent foster child if the order requires the Participant's spouse, former spouse or other individual to provide coverage for such child and that coverage is provided.
- Addition, Significant Improvement, or Elimination of Option. If a Sponsor or Participating Affiliate adds or eliminates a benefit package option or other coverage option, or significantly improves coverage under an existing benefit package option or other coverage option, during a Plan Year, affected Participants or, if applicable, Employees who are otherwise eligible to participate in the Plan, may prospectively elect the newly-added or significantly improved option, or elect another option if an option has been eliminated, and make corresponding election changes with respect to other benefit package options providing similar accident or health coverage, subject to the terms of the underlying coverage. The Plan Administrator will determine in its sole discretion whether a benefit or coverage option has been added or significantly improved. An election change is to be made within a reasonable period of time as established by the Plan Administrator after the event described in this Section 4.5.
- Change in Cost of Coverage. If the cost of any coverage payable by a Participant under a qualified benefits plan maintained by a Sponsor or Participating Affiliate is increased (or decreased) during the Plan Year, the compensation reduction amount of each Participant shall be automatically adjusted consistent with such change in required costs. If the cost of coverage payable by a Participant under the Plan for a benefit package option significantly increases (or significantly decreases), as deter- mined by the Plan Administrator in its sole discretion, a Participant may make a corresponding prospective change in his election under the Plan or revoke an existing election and, in lieu thereof, receive on a prospective basis coverage under another coverage option, if any, providing similar coverage. The Plan

Administrator, in its sole discretion, shall determine whether a benefit or benefit coverage provides "similar coverage" and whether a cost increase or decrease is "significant."

- Change in Coverage of Spouse or Dependent Under Other Employer's Plan. A Participant may make a prospective election change that is on account of and corresponds with a change made under another employer plan (including a plan of the Sponsor or a Participating Affiliate or a plan of the Participant's spouse's, former spouse's, or Dependent's employer) if:
    - the other cafeteria plan or qualified benefits plan permits its participants to make an election change that would otherwise be permitted under proposed or final Internal Revenue Service regulations under Code Section 125 (disregarding the provisions described in this Section 4.5; or
    - the Plan's Plan Year is different from the period of coverage under the other cafeteria plan or qualified benefits plan.

  The Plan Administrator will determine in its sole discretion and in accordance with IRS guidance whether a Participant's elected change is on account of and corresponds with the foregoing. An election change is to be made within a reasonable period of time as established by the Plan Administrator after the event described in this Section.

- Special Enrollment Rights. If a Participant or his spouse or Dependent is entitled to special enrollment rights under a group health plan in accordance with Code Section 9801(f), a Participant may revoke a prior group health coverage election and make a new election that corresponds with such special enrollment right to the extent required by Code Section 9801 (and the regulations and other guidance issued thereunder). As required by the Health Insurance Portability and Accountability Act of 1996 ("HIPAA"), a special enrollment right will arise if:
    - The Participant or his or her spouse or Dependent declined to enroll in group health plan coverage because he or she had other coverage, and eligibility for the other coverage is terminated due to: (A) exhaustion of the maximum period of COBRA coverage, if the other coverage was COBRA coverage, or (B) the loss of eligibility for the coverage or employer contributions for the coverage were terminated, if the other coverage was not COBRA coverage (provided, however, that a mid-year election change pursuant to this subsection must be elected not later than 30 days after the event giving rise to the special enrollment right);
    - The Participant acquires a new spouse or Dependent as a result of marriage, birth, adoption, or placement for adoption. An election to add previously eligible Dependents due to acquisition of a new spouse or Dependent child shall be deemed consistent with the special enrollment right. An election change on account of a HIPAA special enrollment right resulting from birth, adoption, or placement for adoption of a new Dependent child may be effective retroactively by up to 30 days to the date of birth, adoption, or placement for adoption, subject to the provisions of the underlying group health plan; or
    - The Participant or a Dependent is covered under a State Medicaid or State Children's Health Insurance Plan and that coverage is terminated due to a loss of eligibility for such coverage, or the Participant or a Dependent becomes eligible for State premium assistance under a State Medicaid or State Children's Health Insurance Plan. An election change on account of a HIPAA special enrollment right resulting from these events must be elected not later than 60 days after the event that creates the special enrollment right.
- Loss of Other Group Health Coverage. A Participant may prospectively change his election to add group health coverage for the Participant or his spouse or Dependent if such individual loses group health coverage sponsored by a governmental or educational institution, including a state children's health insurance program (SCHIP) under Title XXI of the Social Security Act; a medical care program of an Indian Tribal government (as defined in Code Section 7701(a)(40)), the Indian Health Service or a tribal organization; a state health benefits risk pool; or a foreign government group health plan, subject to the terms of the applicable benefit package option.
- Other Permitted Election Changes. In addition to the foregoing, a Participant shall be permitted to change his elections under the Plan to the extent the Plan Administrator determines that such change is consistent with the Code and with regulations, rulings, releases and other guidance issued under the Code.

4.5.1 Definitions:

"Accident or health coverage" means coverage under an accident or health plan as defined in Code Section 105 and its underlying regulations, including, but not limited to, Accidental Death and Dismemberment Insurance, Dental Insurance, Disability Insurance, Health Insurance; Life Insurance; or Vision Insurance as elected in the Plan Document.

"Benefitpackageoption"means an Eligible Benefit or Benefit as defined in Section 4.3 above or an option for coverage under an underlying accident or health plan (for example, an indemnity, HMO, or PPO option under an accident or health plan).

4.6 Change in Status: A Participant may change or revoke an election during the Plan Year if the Participant experiences an event as described in this Section 4.6 below, including a Change in Status, and such change or revocation satisfies the consistency requirements of Section 4.5. Any permissible change or revocation must be made in the manner prescribed by the Plan Administrator within a reasonable period of time as established by the Plan Administrator following the date of the Change in Status or other event. For purposes of this Plan, a "Change in Status" shall mean any of the following events:

- The Participant's marriage, death of the Participant's spouse, divorce, legal separation, or annulment;
- Birth, death, adoption, or placement for adoption of a Dependent with a Participant;
- A change in the employment status of the Participant or the Participant's spouse or Dependent(s), including termination or commencement of employment, strike or lockout, beginning or returning from an unpaid leave of absence, and a change in worksite that requires a change in elections under an underlying Benefit. In addition to the foregoing, if eligibility for a cafeteria plan (including this Plan) or other benefit plan of the Sponsor or Participating Affiliate or the employer of the Participant's spouse or Dependent, depends on such an individual's employment status and a change in the individual's employment status causes the individual to gain or lose eligibility under such plan, that change will constitute a change in employment under this Section 4.6
- Events that cause the Participant's Dependent(s) to satisfy or cease to satisfy eligibility requirements for coverage under a Benefit plan on account of attainment of age, student status, or any similar circumstances specified in the applicable Benefit plan;
- A change in residence by the Participant, the Participant's spouse, or the Participant's Dependent(s); and
- Any other events, determined in the sole discretion of the Plan Administrator, to be a Change in Status under any regulation, ruling, release or statement issued under Code Section 125.

4.7 Failure to Make Elections: An eligible Employee who fails to return a completed election form to the Plan Administrator on or before the date specified for making an initial election under Section 4.1 shall be deemed to have elected to receive his or her compensation in cash and shall not have any pre-tax salary reductions for the Plan Year. For each subsequent Plan Year, every Participant must make a new, affirmative election to participate in the Plan and to authorize salary reductions for that Plan Year. If a Participant fails to submit a completed election form on or before the deadline established by the Plan Administrator for the upcoming Plan Year, the Participant will be treated as having elected to receive all compensation in cash and no pre-tax salary reductions shall be made on the Participant's behalf for that Plan Year. No prior-year election shall automatically renew or carry over into a subsequent Plan Year.

4.8 Automatic Termination of Election: Elections made under this Plan shall automatically terminate on the date on which the Participant ceases to be a Participant in the Plan, although coverage or benefits under the underlying health benefit plan may continue if and to the extent provided by such plan. Salary reductions under this Plan shall terminate as of the last payroll date prior to the Participant's transfer to an employment classification that causes him to be ineligible to participate in the Plan or receive Eligible Benefits.

4.9 Nondiscrimination Requirements: The Plan Administrator may, in its sole and absolute discretion, take any actions it deems appropriate to ensure compliance with all applicable nondiscrimination requirements of the Internal Revenue Code, including but not limited to limitations applicable to Highly Compensated Individuals under Code §§125 and 105(h), Highly Compensated Employees under Code §129, and Key Employees under Code §416. If any applicable test is failed, the Plan Administrator may modify or reduce elections or benefits of affected Participants, with or without their consent, to the extent necessary to maintain compliance.

SECTION 5 – **CONTRIBUTIONS**

5.1 Contributions shall be made through salary reduction agreements on a pre-tax basis. Each Participant may elect to receive full payment of compensation in cash or to apply a portion of compensation toward the payment of premiums for Eligible Benefits for the Participant or the Participant's Spouse or Dependent. A Participant's salary conversion election shall be effective only for compensation that is not currently available to the Participant. Upon receipt of a Participant's salary reduction election, the Sponsor or Participating Affiliate, as applicable, shall reduce the Participant's future compensation for the Plan Year by an amount determined based upon the Participant's election of Eligible Benefits. Any election for Eligible Benefits shall be effective for the Plan Year to which such election relates. The Employer may, at its discretion, make matching or nonelective contributions.

5.2 Maximum Salary Conversion Amount: The total amount of compensation eligible for conversion in any one Plan Year shall not exceed the total cost of Benefits available under the Plan with respect to that Participant. Employees who become eligible to participate in the Plan on a date other than the first day of the Plan Year shall be eligible to convert an amount of compensation equal to the maximum Salary Conversion Amount times a fraction, the numerator of which will be the number of full months remaining in the Plan Year and the denominator of which will be twelve. The maximum Salary Conversion Amount available to Participants receiving insurance benefits through the Plan shall be increased by the amount of any increase in the cost of such insurance benefits occurring during the Plan Year. Further, the Plan may not permit contributions exceeding applicable IRS limits for the applicable Plan Year.

5.3 Forfeitability of Contributions: Any salary conversion amounts made by a Participant for Eligible Benefits shall not be returned to the Participant, provided, however, that notwithstanding the foregoing, such payments may be returned to the extent they result from a processing error by the Sponsor, a Participating Affiliate, the Service Provider or a third-party carrier.

5.4 Termination of Contributions: If a Participant fails to make any contributions required to pay for a Benefit he or she has elected, the Plan Administrator shall terminate provision of the Benefit to the Participant unless other arrangements have been made with the Participant. The Participant may renew election of the terminated Benefit at the beginning of the Plan Year following termination of the Benefit, provided that he or she satisfies the eligibility requirements of Section 3.1 for the new Plan Year.

5.5 No Deferred Compensation: This Plan is intended to comply fully with the prohibition on deferred compensation set forth in Treasury Regulation § 1.125-1(o) (see also IRS Chief Counsel Memo 201413005). No election under this Plan shall permit a Participant to defer the receipt of compensation or benefits from one Plan Year to another Plan Year, except as expressly permitted under that regulation (for example, the limited carryover of unused health FSA amounts as described in Treas. Reg. § 1.125-5(c)(3)). Premiums for COBRA continuation coverage or any similar continuation coverage under federal or state law may not be paid on a pre-tax basis through this Plan after the Participant's employment terminates. Such COBRA premiums may be paid only on an after-tax basis directly to the Employer or the COBRA administrator, unless the Participant remains employed and continues to receive taxable wages subject to salary reduction under this Plan. Nothing in this Section shall restrict the Employer from permitting Participants to remit after-tax COBRA payments outside the Plan or from coordinating with the COBRA administrator to facilitate timely remittance. Each Participating Affiliate may, by written adoption agreement, elect whether COBRA premiums for active employees may be included as an Eligible Benefit under this Plan, provided that any such arrangement complies with Treasury Regulation § 1.125-1(o) and IRS Notice 2013-54. The Plan Administrator shall apply this Section uniformly and in good faith across all Participating Affiliates. To the extent of any conflict, this Section shall be construed consistent with federal law governing cafeteria plans under IRC § 125.

SECTION 6 – **CLAIMS AND ADMINISTRATION**

6.1 Plan Administrator: The Plan Administrator is the plan administrator as defined under Treas. Reg. § 1.125-1(c) with full authority and responsibility to control and manage the operation and administration of the Plan. The Plan is subject to contract administration.

6.2 Powers: The Plan Administrator shall have the exclusive right and discretion to interpret the Plan (but not to modify or amend the Plan) and to decide any and all questions arising in the administration, interpretation and application of the Plan. The Plan Administrator shall establish whatever rules it finds necessary for the operation and administration of the Plan. The decisions of the Plan Administrator or its action with respect to the Plan shall be conclusive and

binding upon all persons having or claiming to have any right or interest in or under the Plan. All decisions by the Plan Administrator shall be applied uniformly and in good faith and are subject to applicable fiduciary standards.

6.3 Claims Process: Participants must submit claims to the Plan Administrator within the 30 Days run-out period following the Plan Year.

6.4 Appeals: Denied claims may be appealed in writing within 180 days. Please refer to the Benefit Summary Plan Description (SPD) for Appeals Process provided that such SPD shall be incorporated by reference and consistent with this Plan Document.

SECTION 7 – **AMENDMENT AND TERMINATION**

Amendment

7.1 The Plan Sponsor, acting through a duly authorized officer, partner or sole proprietor, as the case may be, may amend the Plan at any time, or from time to time by executing a new Plan Document. The previous sentence notwithstanding, the Sponsor's authority to amend the Plan shall be limited to those terms of the Plan that are unique to the Sponsor as specified in the Plan Document, including, but not limited to, eligibility, Eligible Benefits funded through the Plan and the Plan Year. Any amendment to the Plan adopted by the Sponsor shall be deemed to be an amendment to the Plan on behalf of the Sponsor and any Participating Affiliate. No amendment to the Plan adopted by the Sponsor shall be effective before the Sponsor has provided notification of said amendment to the Service Provider.

7.2 The Service Provider(s) may amend, provided that any such amendment shall be ministerial and for the sole purpose of maintaining compliance with the Code or IRS guidance, any part of the Plan at any time, including, without limitation, retroactive amendments necessary to ensure that the Plan meets or continues to meet the requirements of Code Section 125, regulations, revenue rulings, and any other guidelines published by the Internal Revenue Service. The Service Provider shall provide written notice of any amendment to the Employer, so long as the Employer has engaged and retained the Service Provider to provide administrative services in connection with the Plan under a services agreement from time to time in effect; provided, however, that the Service Provider shall be under no obligation to amend the Plan or provide written notice of any amendment to the Sponsor after the termination of any such services agreement. The Service Provider may require a Sponsor to execute a new Plan Document and return it to the Service Provider when an existing Plan Document is amended and restated by the Service Provider. The Plan Sponsor shall remain the ultimate fiduciary responsible party. Further, no amendment shall diminish participant benefits already accrued.

Termination

7.3 The Plan is intended by the Sponsor to be a permanent program for the benefit of its Employees. The Sponsor nevertheless reserves the right to terminate the Plan, acting through duly authorized officer, partner or sole proprietor, as the case may be, at any time and for any reason. Such termination shall be affected by a written instrument executed by the Sponsor with the same formality as this instrument. The Sponsor shall provide written notice of the termination to the Service Provider. Termination of the Plan shall not affect the rights of Participants to receive payment for Eligible Benefits incurred prior to the date as of which the requisite action is taken by the Sponsor to terminate the Plan.

SECTION 8 – **GENERAL PROVISIONS**

8.1 Nondiscrimination: The Plan will be operated in compliance with all applicable Internal Revenue Code nondiscrimination rules and procedures including annual tests for the Eligibility Test, Contributions & Benefits Test, and Key Employee Concentration Test under Treas. Reg. § 1.125-7 and all component testing under relevant Sections of Code. See Section 4.9 for applicable details relating to adjusted elections due to Internal Revenue Code (IRC) nondiscrimination annual testing requirements regulations.

8.2 Governing Law: This Plan is intended to comply with Code §125 and related Treasury Regulations, and shall be construed in a manner consistent with such authority, but the Sponsor does not guarantee the favorable tax treatment sought by the Plan. To the extent not preempted by federal law, the provisions of the Plan shall be construed, enforced and administered according to the laws of the state or commonwealth of the Sponsor's principal office.

8.3 No Employment Rights: The adoption and maintenance of the Plan shall not be deemed to constitute a contract between the Sponsor or any Participating Affiliate and any Participant or to be a consideration for, or an inducement to or condition of,

the employment of any person. Nothing herein contained shall be deemed to: (i) give to any Participant the right to be retained in the employment of the Sponsor or any Participating Affiliate, (ii) interfere with the right of the Sponsor or any Participating Affiliate to discharge any Participant at any time, (iii) give to the Sponsor or any Participating Affiliate the right to require any Participant to remain in its employment, or (iv) interfere with any Participant's right to terminate his employment with the Sponsor or any Participating Affiliate at any time.

8.4 Participation in the Plan by a Participating Affiliate: With the consent of the Plan Sponsor, any Affiliate may adopt the Plan by taking appropriately documented legal action. A Participating Affiliate may terminate its participation in the Plan or discontinue making contributions on behalf of its Employees to the Plan by appropriate written action as described in the preceding sentence. Refer to Appendix 1.

8.5 Indemnification of Sponsor by Participants: If any Participant receives one or more payments under the Plan that are not for a permitted Benefit, the Participant shall indemnify and reimburse the Sponsor for any liability it may incur for failure to withhold federal or state income tax or Social Security tax from such payments. However, the amount of any required indemnification shall not exceed the additional federal and state income tax that the Participant would have owed if the payments had been made to the Participant as regular cash compensation, plus the Participant's share of any Social Security tax that would have been paid on such compensation, less any such additional income and Social Security tax actually paid by the Participant.

8.6 Severability: If any provision of the Plan is held invalid or unenforceable, its invalidity or unenforceability shall not affect any other provisions of the Plan, and the Plan shall be construed and enforced as if such provision had not been included herein.

Appendix 1

Participating Affiliates

EMPLOYER NAME	*EMPLOYER EIN*
Santa Barbara MTD	92-2546247

HEALTH FLEXIBLE SPENDING ACCOUNT (HEALTH FSA) APPENDIX

HFSA.1 Establishment: The Employer establishes a Health Flexible Spending Account (Health FSA) program pursuant to Code § 105 and Code § 125 to permit eligible Participants to make pre-tax salary-reduction contributions for the reimbursement of qualified medical care expenses as defined in Code § 213(d). The Health FSA is intended to qualify as a medical reimbursement arrangement under Code § 105 and as a component of this Section 125 Cafeteria Plan for purposes of permitting pre-tax employee contributions. The Health FSA is maintained and administered in accordance with applicable IRS regulations and guidance, including the "use-it-or-lose-it," "uniform-coverage," and "carryover" or "grace-period" provisions as elected by the Employer and set forth in this Plan or any incorporated appendices. The Health FSA shall reimburse only those medical care expenses incurred during the Participant's period of coverage and properly substantiated under Treas. Reg. § 1.125-6. The Health FSA is established solely to provide tax-advantaged reimbursement of eligible medical care expenses and shall be governed by this Plan, together with any separate Health FSA Plan Document or Summary Plan Description maintained by the Employer.

HFSA.2 Contributions: Participants eligible to participate in the Health FSA may elect to make pre-tax salary-reduction contributions under this Plan for the reimbursement of qualified medical care expenses in accordance with Code § 105, Code § 125, and Treas. Reg. § 1.125-5. Only employee salary-reduction contributions shall be permitted under this Plan. The total amount elected by a Participant for any Plan Year shall not exceed the annual dollar limit established by the Internal Revenue Service under Code § 125(i) or any successor provision or applicable statutory limit. All Health FSA contributions shall be credited to the Participant's account and made available for reimbursement in accordance with the uniform-coverage rule and other requirements of Treas. Reg. § 1.125-5(d). Contributions may be used only to reimburse eligible medical care expenses incurred during the Participant's period of coverage and properly substantiated as required by Treas. Reg. § 1.125-6.

- Participants May Elect Up to: Statutory Maximum
- Lower Custom Cap (If Applicable):

HFSA.3 Eligible Expenses and Reimbursement: Eligible medical care expenses that are properly substantiated under Treas. Reg. § 1.125-6 shall be reimbursed from the Participant's Health FSA account in accordance with the uniform-coverage rule set forth in Treas. Reg. § 1.125-5(d)**.** The full amount of the Participant's annual Health FSA election, reduced by any prior reimbursements for the Plan Year, shall be available for reimbursement at all times during the Participant's period of coverage, regardless of the actual amounts contributed at the time of the claim. Reimbursements shall be made only for qualified medical care expenses as defined in Code § 213(d) that are incurred during the Participant's period of coverage. All reimbursement requests must be submitted in the form and manner prescribed by the Plan Administrator and within any applicable Run-Out Period established under this Plan. Claims not properly substantiated or submitted within that period shall be denied.

HFSA.4 Use-It-or-Lose-It Rule: Unused amounts at the end of the Plan Year are subject to forfeiture unless the Employer elects either a Grace Option or Carryover Option. The Employer may elect either the Grace Period Option or the Carryover Option, but not both, for any Plan Year (as described in Treas. Reg. § 1.125-5(c)(3)(i)).

- The Employer has elected to include a Grace Period provision:
  - **Grace Period Option**: The Plan adopts a Grace Period option following the end of the Plan Year.
    - Grace Period Days: 30 Days
  - **Carryover (Rollover) Option**: The Plan adopts a Carryover (Rollover) option following the end of the Plan Year.
    - Carryover Amount: Statutory Maximum
    - Custom Amount (If Applicable):

HFSA.5 Uniform Coverage Rule: All Health FSA contributions shall be credited to the Participant's account and made available for reimbursement in accordance with the uniform-coverage rule and other requirements of Treas. Reg. § 1.125-5(d). Contributions may be used only to reimburse eligible medical care expenses incurred during the Participant's period of coverage and properly substantiated as required by Treas. Reg. § 1.125-6. Participants are entitled to the full annual election at any time during the Plan Year (subject to proper claims).

HFSA.6 Run-Out Period: After the close of each Plan Year (or, if applicable, after the Participant's termination of participation in the Health FSA), the Employer may provide a limited period of time, known as the Run-Out Period, during which Participants may submit claims for reimbursement of eligible medical care expenses incurred during the Participant's period of coverage under the Health FSA. Claims submitted after the expiration of the Run-Out Period shall not be eligible for reimbursement. The Run-Out Period applies solely to the submission of claims for expenses incurred prior to the end of the Plan Year (or coverage period) and does not extend the time for incurring eligible expenses, except to the extent a Grace Period or Carryover Provision has been elected by the Employer under this Plan. All claims submitted during the Run-Out Period must be substantiated in accordance with Treas. Reg. § 1.125-6 and any applicable administrative procedures established by the Plan Administrator.

- Run-Out Period Adopted: No
- Run-Out Period Days: 30 Days

DEPENDENT CARE FLEXIBLE SPENDING ACCOUNT (DCFSA) APPENDIX

DCFSA.1 Establishment: The Employer establishes a Dependent Care Flexible Spending Account (Dependent Care FSA) program pursuant to Code § 129 and Code § 125 to permit eligible Participants to make pre-tax salary-reduction contributions for the reimbursement of qualified dependent care assistance expenses. The Dependent Care FSA is intended to qualify as a Dependent Care Assistance Program within the meaning of Code § 129(d) and as a component of this Section 125 Cafeteria Plan for purposes of permitting pre-tax employee contributions. The Dependent Care FSA shall reimburse only those expenses that qualify as employment-related expenses under Code § 21(b)(2) and that are incurred to enable the Participant (and the Participant's spouse, if applicable) to be gainfully employed. All reimbursements shall be made in accordance with the substantiation and claim requirements of Treas. Reg. § 1.125-6**.** The Dependent Care FSA is maintained and administered in accordance with applicable federal tax law and guidance and is established solely to provide tax-advantaged reimbursement of eligible dependent care expenses.

DCFSA.2 Contributions: Participants eligible to participate in the Dependent Care FSA may elect to make pre-tax salary-reduction contributions under this Plan for the reimbursement of qualified dependent care assistance expenses in accordance with Code § 129**,** Code § 125**,** and Treas. Reg. § 1.125-5. Only employee salary-reduction contributions shall be permitted under this Plan. The total amount elected by a Participant for any Plan Year shall not exceed the annual dollar limit established by the Internal Revenue Service under Code § 129(b) or any successor provision or applicable statutory limit. The amount elected shall also be limited, if applicable, to the lesser of the Participant's or the Participant's spouse's earned income for the calendar year, as required under Code § 129(b). Contributions shall be credited to the Participant's Dependent Care FSA account and used solely to reimburse employment-related expenses as defined in Code § 21(b)(2) that are incurred during the Participant's period of coverage and properly substantiated in accordance with Treas. Reg. § 1.125-6**.** Reimbursements shall be made only up to the amount of funds actually available in the Participant's account at the time the claim is processed, consistent with Treas. Reg. § 1.125-5(e). The Uniform Coverage Rule under Treas. Reg. § 1.125-5(d) does not apply to the Dependent Care FSA.

DCFSA.3 Highly Compensated Employees (HCEs): The Plan Sponsor may, in its discretion, exclude certain Highly Compensated Employees (HCEs) (as defined in Code § 414(q)) from participation in the Dependent Care FSA or limit their maximum permitted elections below the statutory limit, if the Plan Sponsor determines such action is necessary or advisable to ensure that the Plan satisfies the nondiscrimination requirements of Code § 129(d), including the 55% Average Benefits Test. Any such limitation or exclusion shall be applied uniformly and in a nondiscriminatory manner and shall be administered in accordance with applicable Treasury Regulations.

- Highly Compensated Employees Excluded: No
- Highly Compensated Employees Election Cap: No
- HCE Election Maximum:

DCFSA.4 Eligible Expenses and Reimbursement: Expenses for the care of dependents under age 13 or dependents who are physically or mentally incapable of self-care, as defined in Code §21 that are properly substantiated under Treas. Reg. § 1.125-6 shall be reimbursed from the Participant's Dependent Care FSA account only to the extent that sufficient funds are available in the account at the time the claim is processed, consistent with Treas. Reg. § 1.125-5(e). Reimbursements may be made only for employment-related expenses as defined in Code § 21(b)(2) that are incurred during the Participant's period of coverage and that enable the Participant (and, if applicable, the Participant's spouse) to be gainfully employed. Claims must be submitted in the form and manner prescribed by the Plan Administrator and within any applicable Run-Out Period established under this Plan. Claims not properly substantiated or submitted within that period shall be denied.

DCFSA.5 Use-It-or-Lose-It Rule: Unused amounts at the end of the Plan Year are subject to forfeiture unless the Employer elects a Grace Period Option. If elected by the Employer, the Plan may provide a *Grace Period* immediately following the end of a Plan Year. Eligible dependent care expenses incurred during the grace period may be reimbursed from any remaining balance in the Participant's Dependent Care FSA account for the preceding Plan Year, provided that such expenses meet the definition of "employment-related expenses" under Code § 21(b)(2) and are properly substantiated in accordance with Treas. Reg. § 1.125-6.

- Grace Period Adopted: Yes
- Grace Period Days: 30 Days

DCFSA.6 Run-Out Period: After the close of each Plan Year (or, if applicable, after the Participant's termination of participation in the Dependent Care FSA), the Employer shall provide a limited period of time, known as the Run-Out Period**,** during which Participants may submit claims for reimbursement of eligible dependent-care expenses incurred during the Participant's period of coverage under the Dependent Care FSA. Claims submitted after the expiration of the Run-Out Period shall not be eligible for reimbursement. The Run-Out Period applies solely to the submission of claims for expenses incurred prior to the end of the Plan Year (or coverage period) and does not extend the time for incurring eligible expenses, except to the extent a Grace Period has been adopted by the Employer under this Plan. All reimbursement requests submitted during the Run-Out Period must be properly substantiated in accordance with Treas. Reg. § 1.125-6 and any applicable administrative procedures established by the Plan Administrator.

- Run-Out Period Adopted: Yes
- Run-Out Period Days: 30 Days

IN WITNESS WHEREOF, the Employer has executed this Plan as of the date set forth below.

EMPLOYER'S ACKNOWLEDGMENT

As evidenced by the formal execution of this document, the undersigned Employer adopted and established this Plan on the Effective Date as the Section 125 Plan of the undersigned Employer.

The Employer also acknowledges that it has read the Plan document in its entirety, has consulted independent legal and tax counsel to the extent considered necessary, and accepts full responsibility for participation of Employees hereunder and the operation of the Plan.

The Employer acknowledges that it shall bear sole responsibility for amending the Plan as necessary to ensure compliance with applicable tax, labor, and other laws and regulations.

This Plan shall be construed and enforced according to the Internal Revenue Code of 1986, as amended from time to time, the applicable regulations thereto, and the laws of the state of the principal place of business of the Employer.

IN WITNESS WHEREOF, the Employer has caused this Plan to be executed on the day of _____ to ratify the adoption of the Plan adopted and effective as of the Effective Date.

WITNESS:

Santa Barbara MTD

By:_____

Title:_____

Signature Date:_____

SANTA BARBARA MTD

BOARD OF DIRECTORS REPORT

MEETING DATE: NOVEMBER 17, 2026 **AGENDA ITEM #:** 10

TYPE: INFORMATIONAL

PREPARED BY: MARY GREGG, CHIEF OPERATING OFFICER / ASSISTANT GM
DAVE RZEPINSKI, PROJECT DEVELOPMENT SPECIALIST

REVIEWED BY: GENERAL MANAGER, JERRY ESTRADA

SUBJECT: **TERMINAL 2 – PHASE 2 PROJECT UPDATE**

RECOMMENDATION:

Staff recommends the Board of Directions receive an update on Terminal 2 – Phase 2 Operations and Maintenance building.

DISCUSSION:

Staff will present an update on the status of the Terminal 2 – Phase 2 project.

BOARD OF DIRECTORS REPORT

MEETING DATE: NOVEMBER 17, 2026 **AGENDA ITEM #:** 11

TYPE: ACTION ITEM

PREPARED BY: JERRY ESTRADA

REVIEWED BY: GENERAL MANAGER

SUBJECT: **ANNUAL ELECTION OF BOARD OFFICERS FOR 2027**

DISCUSSION:

The Board will conduct its annual Election of Officers for 2027 to select the following positions:

- Chair
- Vice Chair
- Secretary

SANTA BARBARA MTD

BOARD OF DIRECTORS REPORT

MEETING DATE: NOVEMBER 17, 2026 **AGENDA ITEM #:** 12

TYPE: INFORMATIONAL

PREPARED BY: PLANNING AND MARKETING MANAGER, HILLARY BLACKERBY

REVIEWED BY: GENERAL MANAGER, JERRY ESTRADA

SUBJECT: **FISCAL YEAR 2026-27 FIRST QUARTER PERFORMANCE REPORTS**

DISCUSSION:

Staff will present First Quarter Fiscal Year (FY) 2026-27 Performance Reports for the period ending September 30, 2026.

ATTACHMENT: Q1 Quarterly Performance Report

SANTA BARBARA MTD

QUARTERLY REPORT

Fiscal Year 2026-27

For the Three-Month Period Ending
September 30, 2026

SANTA BARBARA MTD

FY 2026-27 FIRST QUARTER PERFORMANCE REPORTS

Table of Contents

Planning

System Ridership Report 1-8

Ridership Summary 9-13

Community Relations

Customer Service Statistics 14-15

Transit Operations & Maintenance

Fleet Maintenance Report 16

Road Calls Report 17-18

Management and Administration

Liability and Workers' Compensation Claims Reports 19

Management Organizational Chart 20

FY 2027 System Ridership Report for the 1st Quarter and for the Three-Month Period Ending September 30th, 2026

Ridership by Fare Category (July 2026 – September 2026)

	Quarter			YTD		
Fare Categories	Jul 26 -Sep 26	Jul 25 - Sep 25	% Change	FY 2026 - 2027	FY 2025 - 2026	% Change
Fixed-Route						
General Fare[2]	207,763	206,004	0.9%	207,763	206,004	0.9%
Transfers[2]	73,527	69,293	6.1%	73,527	69,293	6.1%
Full Fare Prepaid[1]	146,202	177,446	-17.6%	146,202	177,446	-17.6%
Santa Barbara City College	53,016	54,442	-2.6%	53,016	54,442	-2.6%
Senior & Disabled Prepaid[1]	136,117	146,515	-7.1%	136,117	146,515	-7.1%
Shuttle	8,425	6,840	23.2%	8,425	6,840	23.2%
UC Santa Barbara	153,163	159,350	-3.9%	153,163	159,350	-3.9%
Youth Prepaid[1]	69,846	87,958	-20.6%	69,846	87,958	-20.6%
Free	11,150	12,096	-7.8%	11,150	12,096	-7.8%
Special Pass Programs	7,977	2,967	168.9%	7,977	2,967	168.9%
Senior Cash	30,213	28,485	6.1%	30,213	28,485	6.1%
People with Disabilities Cash	2,754	2,758	-0.1%	2,754	2,758	-0.1%
Tokens	4,544	5,859	-22.4%	4,544	5,859	-22.4%
Senior Tap2Ride	230	24	858.3%	230	24	858.3%
People with Disabilities Tap2Ride	308	16	1825.0%	308	16	1825.0%
Total (Fixed-Route)	905,235	960,053	-5.7%	905,235	960,053	-5.7%
Demand Response						
The Wave Microtransit[3]	1,015	633	60.3%	1,015	633	60.3%
Total (Demand Response)	1,015	633	60.3%	1,015	633	60.3%
Total (All MTD Services)	906,250	960,686	-5.7%	906,250	960,686	-5.7%

[1] Includes 10-ride and unlimited 30-day Pass usage from the same category.

[2] Includes Tap2Ride from the same fare product.

[3] Rides on The Wave in Carpinteria are complimentary from the start of service on 9/16, until the end of October.

Revenue Hours and Revenue Miles (July 2026 – September 2026)

	Quarter			YTD		
Metrics	Jul 26 -Sep 26	Jul 25 - Sep 25	%Change	FY 2026 - 2027	FY 2025 - 2026	% Change
Fixed-Route						
Passengers	905,235	960,053	-5.7%	905,235	960,053	-5.7%
Revenue Hours	43,139	44,003	-2.0%	43,139	44,003	-1.96%
Passengers per Revenue Hour	21.0	21.8	-3.8%	21.0	21.8	-3.8%
Miles	531,838	539,788	-1.5%	531,833	539,787	-1.5%
Passengers per Mile	1.7	1.8	-4.3%	1.7	1.8	-4.3%
Demand Response						
Revenue Hours	532	413	28.8%	532	413	28.8%
Revenue Miles	4,481	3,616	23.9%	4,481	3,616	23.9%

Source: MTD Passdat Program, MTD Transit Development Department, Planning Section

MTD System Ridership (July 2026 – September 2026)

		Quarter			YTD		
LINE		Jul 26 -Sep 26	Jul 25 - Sep 25	% Change	FY 2026 - 2027	FY 2025 - 2026	% Change
1	West Santa Barbara	53,348	56,770	-6.0%	53,348	56,770	-6.0%
2	East Santa Barbara	81,606	91,480	-10.8%	81,606	91,480	-10.8%
3	Oak Park	32,714	34,797	-6.0%	32,714	34,797	-6.0%
4	Mesa / SBCC	21,476	20,299	5.8%	21,476	20,299	5.8%
5	Mesa / La Cumbre	18,749	18,761	-0.1%	18,749	18,761	-0.1%
6	Goleta	99,514	105,764	-5.9%	99,514	105,764	-5.9%
7	County Health / Fairview	54,473	57,477	-5.2%	54,473	57,477	-5.2%
10	Cathedral Oaks	-	-	0.0%	-	-	0.0%
11	UCSB	171,817	182,064	-5.6%	171,817	182,064	-5.6%
12x	Goleta Express	29,575	30,597	-3.3%	29,575	30,597	-3.3%
14	Montecito	15,575	15,334	1.6%	15,575	15,334	1.6%
15x	SBCC / UCSB Express	20,390	21,817	-6.5%	20,390	21,817	-6.5%
16	City College Shuttle	-	-	0.0%	-	-	0.0%
17	Lower West / SBCC	23,886	23,329	2.4%	23,886	23,329	2.4%
19x	SBCC / East SB Express	1,689	1,461	15.6%	1,689	1,461	15.6%
20	Carpinteria	65,373	66,752	-2.1%	65,373	66,752	-2.1%
23	Winchester Canyon	9,585	10,207	-6.1%	9,585	10,207	-6.1%
24x	UCSB Express	70,128	89,395	-21.6%	70,128	89,395	-21.6%
25	Ellwood	11,426	12,313	-7.2%	11,426	12,313	-7.2%
27	Isla Vista Shuttle	35,390	34,167	3.6%	35,390	34,167	3.6%
28	UCSB Shuttle	46,785	49,919	-6.3%	46,785	49,919	-6.3%
36	Seaside Shuttle	-	-	0.0%	-	-	0.0%
37	Crosstown Shuttle	-	-	0.0%	-	-	0.0%
90	West Goleta Amtrak Shuttle	1,469	-	100.0%	1,469	-	100.0%
91	East Goleta Amtrak Shuttle	1,766	-	100.0%	1,766	-	100.0%
92	Santa Barbara Amtrak Shuttle	683	-	100.0%	683	-	100.0%
	Booster Services	29,393	30,510	-3.7%	29,393	30,510	-3.7%
System Subtotal		896,810	953,213	-5.9%	896,810	953,213	-5.9%
Downtown Waterfront Shuttles							
33	Downtown Waterfront Shuttle	8,425	6,840	23.2%	8,425	6,840	23.2%
		-	-	0.0%	-	-	0.0%
Unknown							
		-	-	0.0%	-	-	0.0%
Demand-Response							
	The Wave Microtransit	1,015	633	60.3%	1,015	633	60.3%
Demand-Response Sub Total		1,015	633	60.3%	1,015	633	60.3%
System Total (Fixed-Route Only)		**905,235**	**960,053**	**-5.7%**	**905,235**	**960,053**	**-5.7%**
Related Routes							
11, 24x, 27, 28 UCSB Lines		324,120	355,545	-8.8%	324,120	355,545	-8.8%
1, 2 East/West		134,954	148,250	-9.0%	134,954	148,250	-9.0%
4, 5, 15x, 16, 17, 19x Mesa Lines		86,190	85,667	0.6%	86,190	85,667	0.6%
6, 11 State/Hollister		271,331	287,828	-5.7%	271,331	287,828	-5.7%

Source: MTD Passdat Program, MTD Transit Development Department, Planning Section

MTD Passengers per Revenue Hour (July 2026 – September 2026)

		Quarter			YTD		
LINE		Jul 26 -Sep 26	Jul 25 - Sep 25	% Change	FY 2026 - 2027	FY 2025 - 2026	% Change
1	West Santa Barbara	22.9	22.0	4.0%	22.9	22.0	4.0%
2	East Santa Barbara	23.1	22.6	2.1%	23.1	22.6	2.1%
3	Oak Park	13.4	14.3	-6.3%	13.4	14.3	-6.3%
4	Mesa / SBCC	18.7	17.7	5.9%	18.7	17.7	5.9%
5	Mesa / La Cumbre	12.1	11.9	1.4%	12.1	11.9	1.4%
6	Goleta	23.2	24.5	-5.3%	23.2	24.5	-5.3%
7	County Health / Fairview	14.2	14.9	-4.5%	14.2	14.9	-4.5%
10	Cathedral Oaks	-	-	0.0%	-	-	0.0%
11	UCSB	26.5	27.9	-4.9%	26.5	27.9	-4.9%
12x	Goleta Express	17.7	18.2	-2.5%	17.7	18.2	-2.5%
14	Montecito	12.8	12.1	5.8%	12.8	12.1	5.8%
15x	SBCC / UCSB Express	18.2	19.0	-4.5%	18.2	19.0	-4.5%
16	City College Shuttle	-	-	0.0%	-	-	0.0%
17	Lower West / SBCC	27.9	27.2	2.6%	27.9	27.2	2.6%
19x	SBCC / East SB Express	6.4	5.6	15.2%	6.4	5.6	15.2%
20	Carpinteria	16.1	16.4	-2.2%	16.1	16.4	-2.2%
23	Winchester Canyon	9.0	9.5	-5.1%	9.0	9.5	-5.1%
24x	UCSB Express	24.9	31.9	-21.8%	24.9	31.9	-21.8%
25	Ellwood	16.3	17.4	-6.1%	16.3	17.4	-6.1%
27	Isla Vista Shuttle	31.1	30.5	2.0%	31.1	30.5	2.0%
28	UCSB Shuttle	34.6	35.5	-2.4%	34.6	35.5	-2.4%
36	Seaside Shuttle	-	-	0.0%	-	-	0.0%
37	Crosstown Shuttle	-	-	0.0%	-	-	0.0%
90	West Goleta Amtrak Shuttle	41.1	-	100.0%	41.1	-	100.0%
91	East Goleta Amtrak Shuttle	39.8	-	100.0%	39.8	-	100.0%
92	Santa Barbara Amtrak Shuttle	14.7	-	100.0%	14.7	-	100.0%
	Booster Services	69.9	68.3	2.3%	69.9	68.3	2.3%
System Subtotal		21.2	21.8	-3.1%	21.2	22.0	-4.0%
	Downtown Waterfront Shuttles						
33	Downtown Waterfront Shuttle	11.3	10.0	12.7%	11.3	10.0	12.7%
		-	-	0.0%	-	-	0.0%
	Unknown						
		-	-	0.0%	-	-	0.0%
System Total		**21.0**	**21.8**	**-3.8%**	**21.0**	**21.8**	**-3.8%**
Related Routes							
11, 24x, 27, 28 UCSB Lines		27.5	30.0	-8.2%	27.5	30.0	-8.2%
1, 2, 37 East/West		23.0	22.4	2.9%	23.0	22.4	2.9%
4, 5, 15x, 16, 17, 19x Mesa Lines		17.4	17.2	1.6%	17.4	17.2	1.6%
6, 11 State/Hollister		25.2	26.5	-5.0%	25.2	26.5	-5.0%

Source: MTD Passdat Program, MTD Transit Development Department, Planning Section

MTD "At Capacity" Loads (July 2026 – September 2026)

		Quarter			YTD		
	LINE	Jul 26 -Sep 26	Jul 25 - Sep 25	% Change	FY 2026 - 2027	FY 2025 - 2026	% Change
1	West Santa Barbara	5	2	150.0%	5	2	150.0%
2	East Santa Barbara	9	10	-10.0%	9	10	-10.0%
3	Oak Park	2	3	-33.3%	2	3	-33.3%
4	Mesa / SBCC	4	-	100.0%	4	-	100.0%
5	Mesa / La Cumbre	3	-	100.0%	3	-	100.0%
6	Goleta	17	12	41.7%	17	12	41.7%
7	County Health / Fairview	3	3	0.0%	3	3	0.0%
10	Cathedral Oaks	-	-	0.0%	-	-	0.0%
11	UCSB	97	61	59.0%	97	61	59.0%
12x	Goleta Express	1	2	-50.0%	1	2	-50.0%
14	Montecito	1	6	-83.3%	1	6	-83.3%
15x	SBCC / UCSB Express	7	-	100.0%	7	-	100.0%
16	City College Shuttle	-	-	0.0%	-	-	0.0%
17	Low er West / SBCC	2	1	100.0%	2	1	100.0%
19x	SBCC / East SB Express	-	-	0.0%	-	-	0.0%
20	Carpinteria	3	5	-40.0%	3	5	-40.0%
23	Winchester Canyon	-	-	0.0%	-	-	0.0%
24x	UCSB Express	32	90	-64.4%	32	90	-64.4%
25	Ellw ood	-	-	0.0%	-	-	0.0%
27	Isla Vista Shuttle	49	24	104.2%	49	24	104.2%
28	UCSB Shuttle	6	5	20.0%	6	5	20.0%
36	Seaside Shuttle	-	-	0.0%	-	-	0.0%
37	Crosstow n Shuttle	-	-	0.0%	-	-	0.0%
90	West Goleta Amtrak Shuttle	-	-	0.0%	-	-	0.0%
91	East Goleta Amtrak Shuttle	-	-	0.0%	-	-	0.0%
92	Santa Barbara Amtrak Shuttle	-	-	0.0%	-	-	0.0%
	Booster Services	30	32	-6.3%	30	32	-6.3%
System Subtotal		271	256	5.9%	271	256	5.9%
	Downtown Waterfront Shuttles						
33	Dow ntow n Waterfront Shuttle	2	-	100.0%	2	-	100.0%
		-	-	0.0%	-	-	0.0%
	Related Routes						
11, 24x, 27, 28 UCSB Lines		184	180	2.2%	184	180	2.2%
1, 2 East/West		14	12	16.7%	14	12	16.7%
4, 5, 15x, 16, 17 Mesa Lines		16	1	1500.0%	16	1	1500.0%
6, 11 State/Hollister		114	73	56.2%	114	73	56.2%
	Unknown/Miscellaneous	-	-	0.0%	-	-	0.0%
System Total		273	256	6.6%	273	256	6.6%

*Classified as a 30-foot vehicle with 10 or more standees, or a **40-foot vehicle with 20 or more.**
Source: GFI Genfare, MTD Transit Development Department, Planning Section

MTD "Too Full to Board" Loads (July 2026 – September 2026)

		Quarter			YTD		
LINE		Jul 26 -Sep 26	Jul 25 - Sep 25	% Change	FY 2026 - 2027	FY 2025 - 2026	% Change
1	West Santa Barbara	5	5	0.0%	5	5	0.0%
2	East Santa Barbara	6	9	-33.3%	6	9	-33.3%
3	Oak Park	4	3	33.3%	4	3	33.3%
4	Mesa / SBCC	-	-	0.0%	-	-	0.0%
5	Mesa / La Cumbre	4	1	300.0%	4	1	300.0%
6	Goleta	12	13	-7.7%	12	13	-7.7%
7	County Health / Fairview	-	-	0.0%	-	-	0.0%
10	Cathedral Oaks	-	-	0.0%	-	-	0.0%
11	UCSB	206	98	110.2%	206	98	110.2%
12x	Goleta Express	5	5	0.0%	5	5	0.0%
14	Montecito	3	3	0.0%	3	3	0.0%
15x	SBCC / UCSB Express	46	19	142.1%	46	19	142.1%
16	City College Shuttle	-	-	0.0%	-	-	0.0%
17	Low er West / SBCC	-	1	-100.0%	-	1	-100.0%
19x	SBCC / East SB Express	-	-	0.0%	-	-	0.0%
20	Carpinteria	2	-	100.0%	2	-	100.0%
23	Winchester Canyon	1	-	100.0%	1	-	100.0%
24x	UCSB Express	73	132	-44.7%	73	132	-44.7%
25	Ellw ood	-	-	0.0%	-	-	0.0%
27	Isla Vista Shuttle	80	44	81.8%	80	44	81.8%
28	UCSB Shuttle	65	36	80.6%	65	36	80.6%
36	Seaside Shuttle	-	-	0.0%	-	-	0.0%
37	Crosstow n Shuttle	-	-	0.0%	-	-	0.0%
90	West Goleta Amtrak Shuttle	-	-	0.0%	-	-	0.0%
91	East Goleta Amtrak Shuttle	-	-	0.0%	-	-	0.0%
92	Santa Barbara Amtrak Shuttle	-	-	0.0%	-	-	0.0%
	Booster Services	19	20	-5.0%	19	20	-5.0%
System Subtotal		531	389	36.5%	531	389	36.5%
	Downtown Waterfront Shuttles						
33	Dow ntow n Waterfront Shuttle	13	3	333.3%	13	3	333.3%
		-	-	0.0%	-	-	0.0%
	Related Routes						
11, 24x, 27, 28 UCSB Lines		424	310	36.8%	424	310	36.8%
1, 2 East/West		11	14	-21.4%	11	14	-21.4%
4, 5, 15x, 16, 17 Mesa Lines		50	21	138.1%	50	21	138.1%
6, 11 State/Hollister		218	111	96.4%	218	111	96.4%
	Unknown/Miscellaneous	-	-	0.0%	-	-	0.0%
System Total		544	392	38.8%	544	392	38.8%

* Indicates that passengers were refused service because a vehicle was too full to safely board.
Source: GFI Genfare, MTD Transit Development Department, Planning Section

MTD Bicycles Carried (July 2026 – September 2026)

		Quarter			YTD		
LINE		Jul 26 -Sep 26	Jul 25 - Sep 25	% Change	FY 2026 - 2027	FY 2025 - 2026	% Change
1	West Santa Barbara	517	287	80.1%	517	287	80.1%
2	East Santa Barbara	1,551	1,233	25.8%	1,551	1,233	25.8%
3	Oak Park	277	207	33.8%	277	207	33.8%
4	Mesa / SBCC	259	181	43.1%	259	181	43.1%
5	Mesa / La Cumbre	352	216	63.0%	352	216	63.0%
6	Goleta	3,358	2,987	12.4%	3,358	2,987	12.4%
7	County Health / Fairview	1,840	1,608	14.4%	1,840	1,608	14.4%
10	Cathedral Oaks	-	-	0.0%	-	-	0.0%
11	UCSB	5,405	4,545	18.9%	5,405	4,545	18.9%
12x	Goleta Express	1,742	1,191	46.3%	1,742	1,191	46.3%
14	Montecito	456	302	51.0%	456	302	51.0%
15x	SBCC / UCSB Express	766	460	66.5%	766	460	66.5%
16	City College Shuttle	-	-	0.0%	-	-	0.0%
17	Low er West / SBCC	171	115	48.7%	171	115	48.7%
19x	SBCC / East SB Express	68	71	-4.2%	68	71	-4.2%
20	Carpinteria	2,548	1,709	49.1%	2,548	1,709	49.1%
23	Winchester Canyon	173	73	137.0%	173	73	137.0%
24x	UCSB Express	2,918	1,815	60.8%	2,918	1,815	60.8%
25	Ellw ood	314	218	44.0%	314	218	44.0%
27	Isla Vista Shuttle	257	164	56.7%	257	164	56.7%
28	UCSB Shuttle	467	306	52.6%	467	306	52.6%
36	Seaside Shuttle	-	-	0.0%	-	-	0.0%
37	Crosstow n Shuttle	-	-	0.0%	-	-	0.0%
90	West Goleta Amtrak Shuttle	19	-	100.0%	19	-	100.0%
91	East Goleta Amtrak Shuttle	1	-	100.0%	1	-	100.0%
92	Santa Barbara Amtrak Shuttle	-	-	0.0%	-	-	0.0%
	Booster Services	9	3	200.0%	9	3	200.0%
System Subtotal		23,468	17,691	32.7%	23,468	17,691	32.7%
Downtown Waterfront Shuttles							
33	Dow ntow n Waterfront Shuttle	-	1	-100.0%	-	1	-100.0%
		-	-	0.0%	-	-	0.0%
Related Routes							
11, 24x, 27, 28 UCSB Lines		9,047	6,830	32.5%	9,047	6,830	32.5%
1, 2 East/West		2,068	1,520	36.1%	2,068	1,520	36.1%
4, 5, 15x, 16, 17 Mesa Lines		1,548	972	59.3%	1,548	972	59.3%
6, 11 State/Hollister		8,763	7,532	16.3%	8,763	7,532	16.3%
Unknown/Miscellaneous		-	-	0.0%	-	-	0.0%
System Total		23,468	17,692	32.6%	23,468	17,692	32.6%

Source: GFI Genfare, MTD Transit Development Department, Planning Section

MTD Wheelchairs Boarded (July 2026 – September 2026)

		Quarter			YTD		
	LINE	Jul 26 -Sep 26	Jul 25 - Sep 25	% Change	FY 2026 - 2027	FY 2025 - 2026	% Change
1	West Santa Barbara	298	199	49.7%	298	199	49.7%
2	East Santa Barbara	268	192	39.6%	268	192	39.6%
3	Oak Park	233	166	40.4%	233	166	40.4%
4	Mesa / SBCC	48	23	108.7%	48	23	108.7%
5	Mesa / La Cumbre	113	64	76.6%	113	64	76.6%
6	Goleta	509	361	41.0%	509	361	41.0%
7	County Health / Fairview	359	265	35.5%	359	265	35.5%
10	Cathedral Oaks	-	-	0.0%	-	-	0.0%
11	UCSB	734	439	67.2%	734	439	67.2%
12x	Goleta Express	103	95	8.4%	103	95	8.4%
14	Montecito	52	42	23.8%	52	42	23.8%
15x	SBCC / UCSB Express	4	1	300.0%	4	1	300.0%
16	City College Shuttle	-	-	0.0%	-	-	0.0%
17	Low er West / SBCC	50	22	127.3%	50	22	127.3%
19x	SBCC / East SB Express	1	3	-66.7%	1	3	-66.7%
20	Carpinteria	239	174	37.4%	239	174	37.4%
23	Winchester Canyon	11	6	83.3%	11	6	83.3%
24x	UCSB Express	65	46	41.3%	65	46	41.3%
25	Ellw ood	77	49	57.1%	77	49	57.1%
27	Isla Vista Shuttle	49	13	276.9%	49	13	276.9%
28	UCSB Shuttle	52	19	173.7%	52	19	173.7%
36	Seaside Shuttle	-	-	0.0%	-	-	0.0%
37	Crosstow n Shuttle	-	-	0.0%	-	-	0.0%
90	West Goleta Amtrak Shuttle	2	-	100.0%	2	-	100.0%
91	East Goleta Amtrak Shuttle	-	-	0.0%	-	-	0.0%
92	Santa Barbara Amtrak Shuttle	-	-	0.0%	-	-	0.0%
	Booster Services	-	-	0.0%	-	-	0.0%
System Subtotal		3,267	2,179	49.9%	3,267	2,179	49.9%
	Downtown Waterfront Shuttles						
33	Dow ntow n Waterfront Shuttle	78	30	160.0%	78	30	160.0%
		-	-	0.0%	-	-	0.0%
	Related Routes						
11, 24x, 27, 28 UCSB Lines		900	517	74.1%	900	517	74.1%
1, 2 East/West		566	391	44.8%	566	391	44.8%
4, 5, 15x, 16, 17 Mesa Lines		215	110	95.5%	215	110	95.5%
6, 11 State/Hollister		1,243	800	55.4%	1,243	800	55.4%
	Unknown/Miscellaneous	-	-	0.0%	-	-	0.0%
System Total		3,345	2,209	51.4%	3,345	2,209	51.4%

Source: GFI Genfare, MTD Transit Development Department, Planning Section

Tap2Ride Contactless Payments Overview

Tap2Ride Transactions Breakdown

Tap2Ride Fare Categories	Quarter			Fiscal Year to Date		
	Jul 26 -Sep 26	Jul 25 - Sep 25	%Change	FY 2026 - 2027	FY 2025 - 2026	%Change
General Fare	106,681	85,511	24.8%	106,681	85,511	24.8%
Transfers[1]	6,856	5,321	28.8%	6,856	5,321	28.8%
Daily Cap[2]	4,975	2,210	125.1%	4,975	2,210	125.1%
Multi Day Cap[3]	3,266	2,190	49.1%	3,266	2,190	49.1%
Senior	153	24	537.5%	153	24	537.5%
Senior Multi Day Cap[3]	77	-	100.0%	77	-	100.0%
People with Disabilities	249	16	1456.3%	249	16	1456.3%
People with Disabilities Multi Day Cap[3]	59	-	100.0%	59	-	100.0%
Senior and People with Disabilities Transfers[1]	86	3	2766.7%	86	3	2766.7%
Total	122,402	95,275	28.5%	122,402	95,275	28.5%

(1) Transfers, refer to tap transactions where a customer taps on another bus within 60 minutes of an original tap at no charge.

(2) Daily Cap, refers to a tap transaction where a customer has reached the equvialent value of a day pass, within the same day.

(3) Multi Day Cap, refers to transactions after a customer reaches the value of monthly pass, within a 30-day period.

SANTA BARBARA MTD

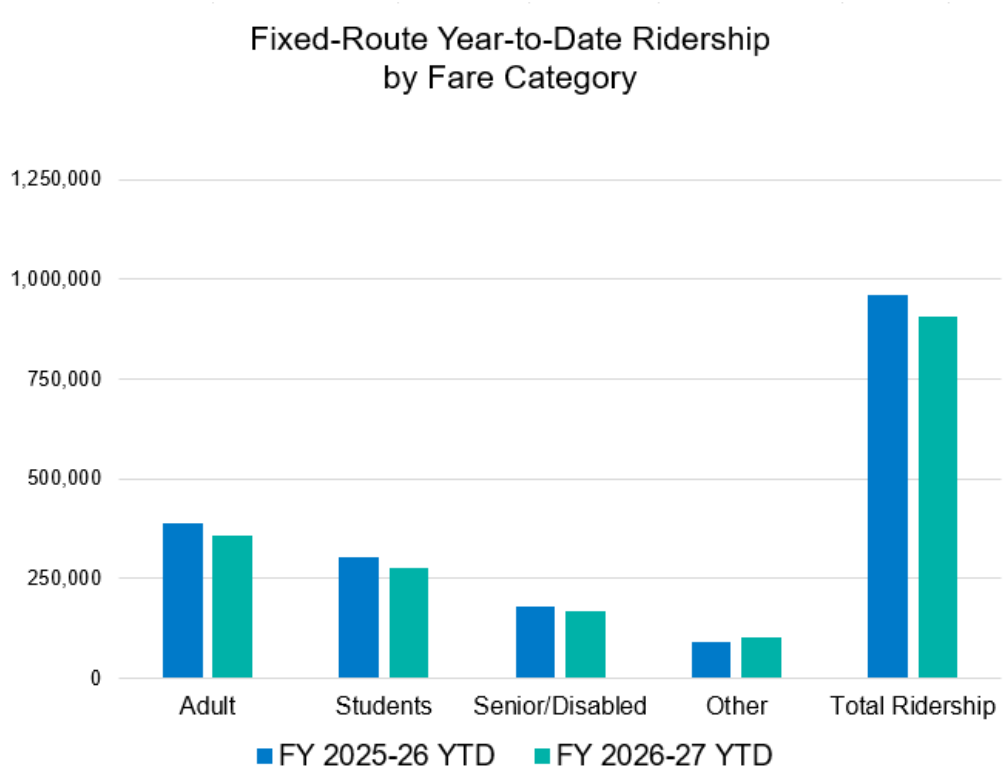
FY 2026-27 FIRST QUARTER PERFORMANCE REPORT

Ridership Summary

For the Three-Month Period Ending on September 30th, 2026

Ridership Performance Indicators

Systemwide ridership year-to-date (July through September) for FY 2026-27 totaled 905,235, representing a 5.7% decrease of approximately 54,436 riders from the same period last year. Beginning August 17, 2026, MTD reduced service by approximately 3.6% due to budgetary constraints. Systemwide ridership is comprised of fixed route buses and MTD's relatively new microtransit service, known as *The Wave* which launched in 2025. Tap2Ride continued to see growth in the first quarter of FY27, with 122,402 transactions, representing a 28.5% increase from the first quarter of FY26. The graph below compares ridership to the first quarter of last fiscal year.

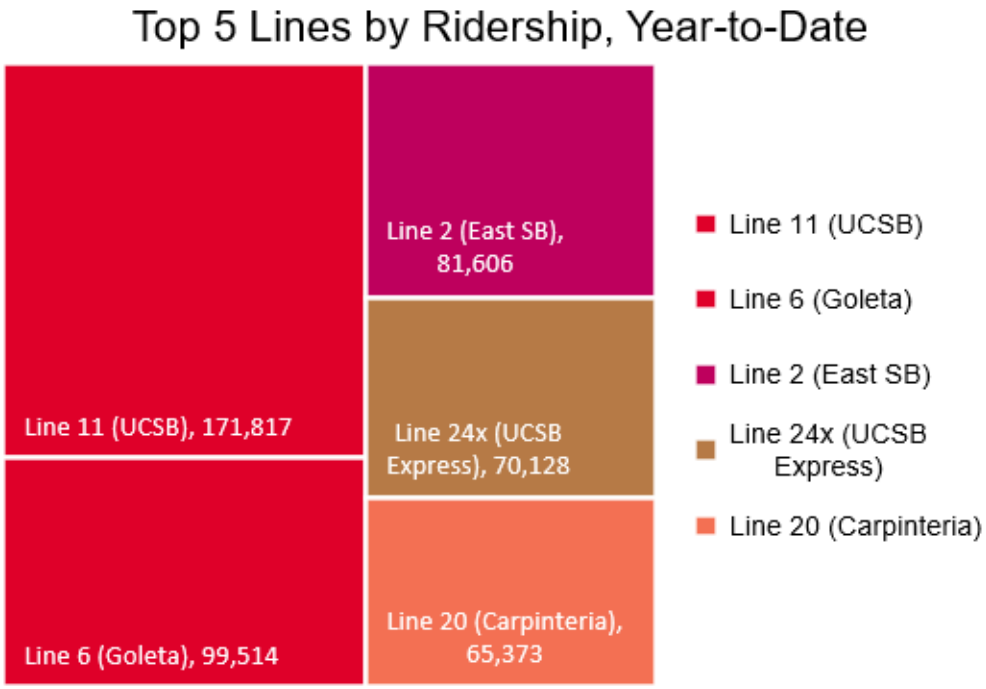


In the first quarter of FY27, revenue hours and miles were down from FY26 levels, due to the start of service reductions halfway through the quarter on August 17, 2026. Reductions in service (to varying degrees) occurred on Lines 1, 2, 3, 4, 5, 7, 11, 14, 17, 23 and 25. The Downtown-Waterfront Shuttle returned again for another summer season,

providing connectivity to the train station, waterfront, zoo, and other State Street adjacent destinations. The table below presents various data for the quarter.

Service Metrics (Fixed-Route)	Quarter			Fiscal Year to Date		
	FY 26-27 Q1	FY 25-26 Q1	%Change	FY 26-27 YTD	FY 25-26 YTD	%Change
Total Passengers	905,235	960,053	-5.7%	905,235	960,053	-5.7%
Revenue Hours	43,139	44,003	-2.0%	43,139	44,003	-2.0%
Revenue Miles	531,838	539,788	-1.5%	531,838	539,788	-1.5%
Passengers per Revenue Hour	21.0	21.8	-3.7%	21.0	21.8	-3.7%
Passengers per Mile	1.7	1.8	-3.8%	1.7	1.8	-3.8%

The chart below shows the top 5 lines by ridership in the first quarter of FY 26-27. Top lines by ridership were Lines 11, 6, 2, 24x, and 20. At the beginning of Fiscal Year 25-26, drops in ridership began on some MTD routes, declining most sharply on Lines 1, 2, 12x, & 14. These declines continue but seem to have plateaued on some routes. SBCC and UCSB ridership were both down slightly in the first quarter of FY27 with decreases of 2.6% and 3.9%, respectively. Ridership on Line 33 increased by 23.2% over last year, demonstrating the Downtown-Waterfront Shuttle's continuing rise in popularity following an already impressive 20% increase between Summer 2025 and 2026.

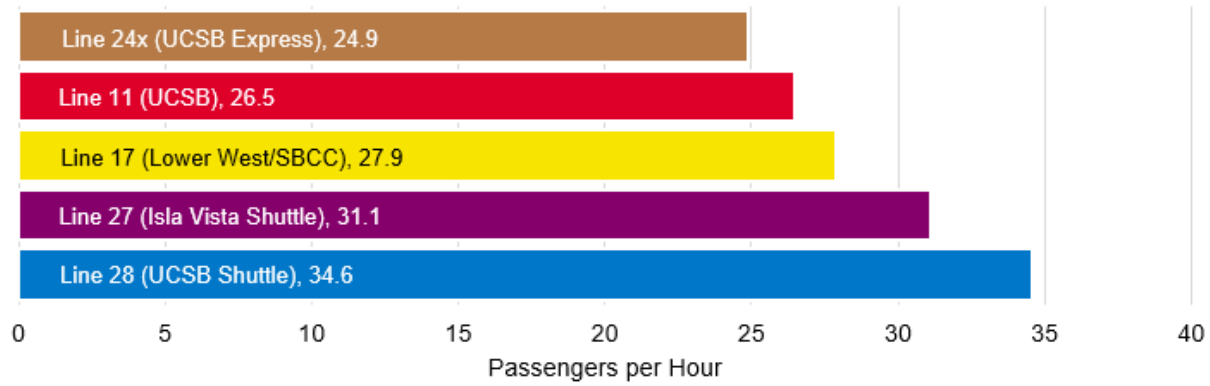


The systemwide average of passengers per revenue hour for the quarter was 21 passengers per hour. Ridership per revenue hour decreased by 3.8% year-to-date. Passengers per revenue hour increased on Lines 4, 14, 19x, and 33.

The chart below shows the top 5 lines by passengers per hour in the first quarter. These routes were, in order, Line 28 (34.6), Line 27 (31.1), and Line 17 (27.9), Line 11 (26.5), and Line 24x (24.9). While not included in these numbers due to the very short trips and low revenue hours, two of the Amtrak first/last mile shuttles showed strong passengers

per hour performance at 41.1 (Line 90-West Goleta Amtrak Shuttle) and 39.8 (Line 91-East Goleta/UCSB Amtrak Shuttle).

Top 5 Lines by Passengers per Hour, 1st Quarter



The Fiscal Year Numbers At-A-Glance below show the numbers for the first quarter of FY 2026-27 compared to FY 2025-26.

Fiscal Year Numbers At-A-Glance

Total Ridership	At-Capacity Loads	Too Full to Board Loads		
-5.7%	+6.6%	+38.8%	3,267 wheelchairs boarded +49.9%	23,468 bicycles carried +32.6%

Service Days and Student Ridership

As shown in the table below, the total number of service days in the first quarter of FY 2026-27 was identical to the same period in FY 2025-26, with one more weekday and one less Saturday. During the current year, there was one additional service day with UCSB/SBCC in session and one fewer day of secondary schools.

MTD SERVICE CALENDAR DAYS

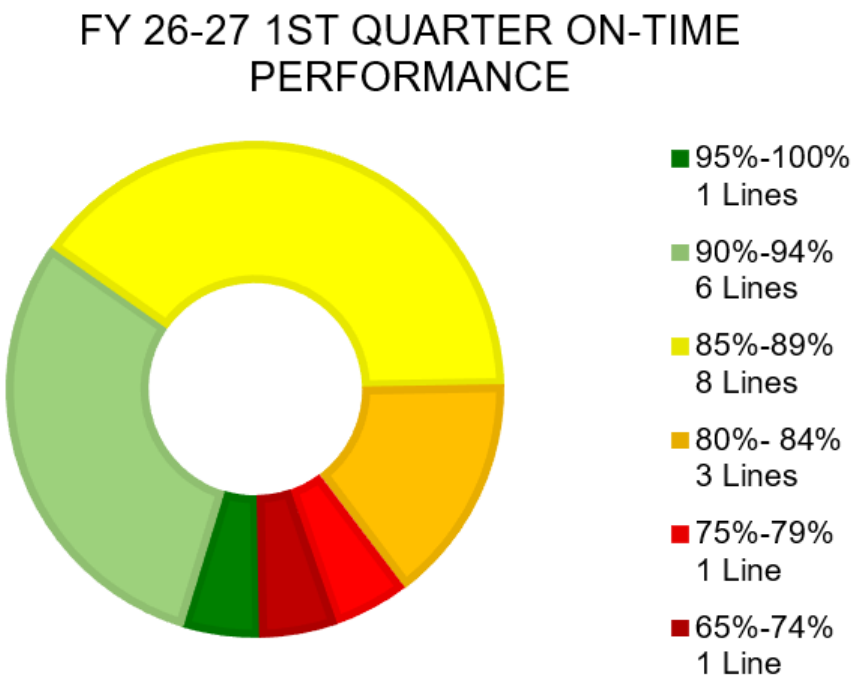
	FY 2027		FY 2026		Year to Date
SERVICE DAYS	**Q1**	**YTD**	**Q1**	**YTD**	**Variance**
Weekdays	65	65	64	64	1
Saturdays	12	12	13	13	(1)
Sundays	15	15	15	15	0
Total	**92**	**92**	**92**	**92**	**0**

	FY 2027		FY 2026		Year to Date
SCHOOL DAYS	**Q1**	**YTD**	**Q1**	**YTD**	**Variance**
SBCC	27	27	26	26	1
UCSB	8	8	7	7	1
Secondary	31	31	32	32	(1)

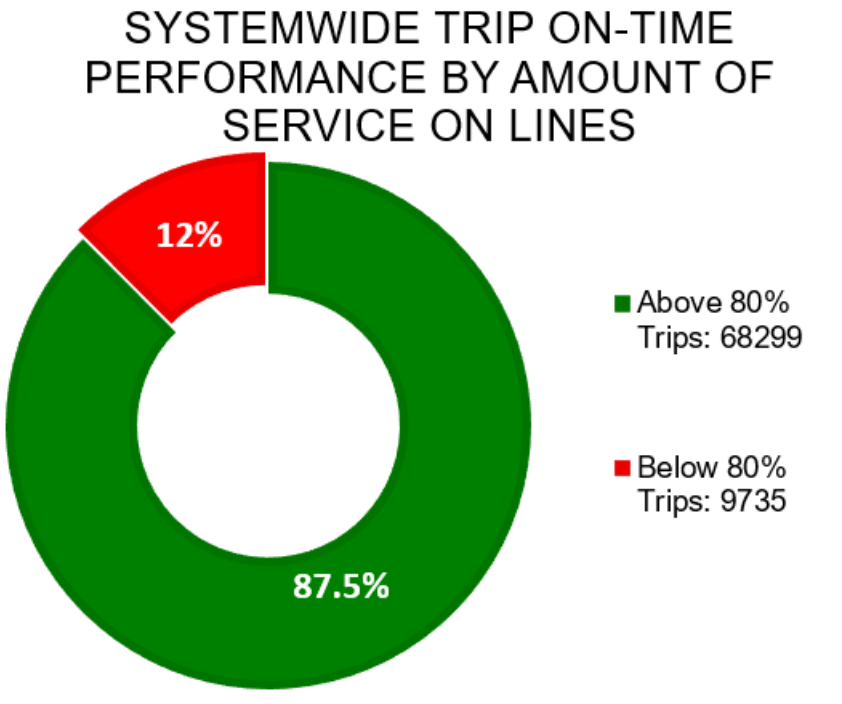
On-Time Performance Indicators

Since the acquisition and installation of the Clever Devices AVL system, Planning staff has been refining the tools used to measure on-time performance. MTD's standard is to aim for better than 80% on-time performance (OTP). "On-time" is defined as no more than 5 minutes late and no more than 1 minute early. Timeliness is tracked at scheduled timepoints on each line. The lines included in this assessment are all of MTD's fixed-route lines (not counting booster services) in operation during the first quarter of FY 2026-277.

In the first quarter, two lines fell below the 80% mark. These two routes were the 20 (Carpinteria) at 72.3% and 28 (UCSB Shuttle) at 77.7%. As the 101 project progresses into new phases, traffic patterns in Montecito have caused significant delays for the Line 20. Along the UCSB/Isla Vista Corridor, heavy passenger loads during the beginning of the academic quarter have delayed the Line 28—the same situation occurred last year in the 1st quarter. This quarter, Too Full to Board loads increased by 80.6% over the prior year. Construction, heavy passenger loads, congestion, and detour routings are common variables that can negatively contribute to a route's time performance. These can vary based on the time of day.



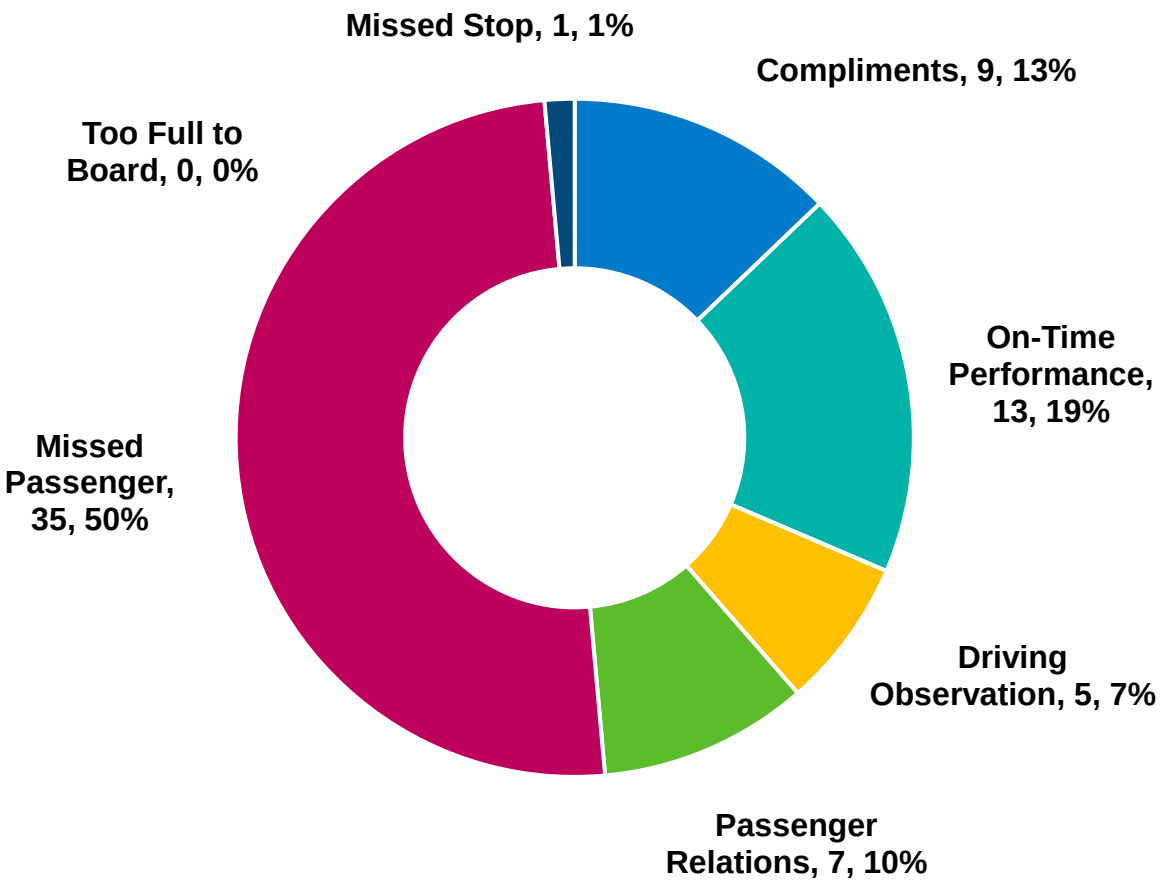
When assessing the amount of service on a particular line, we can measure the number of trips that a given line takes in a quarter. The graphic below displays the amount of service provided by the lines hitting MTD's goal of 80% or higher for on-time service in the first quarter of FY 26-27.



FY 2026-27 FIRST QUARTER PERFORMANCE REPORTS

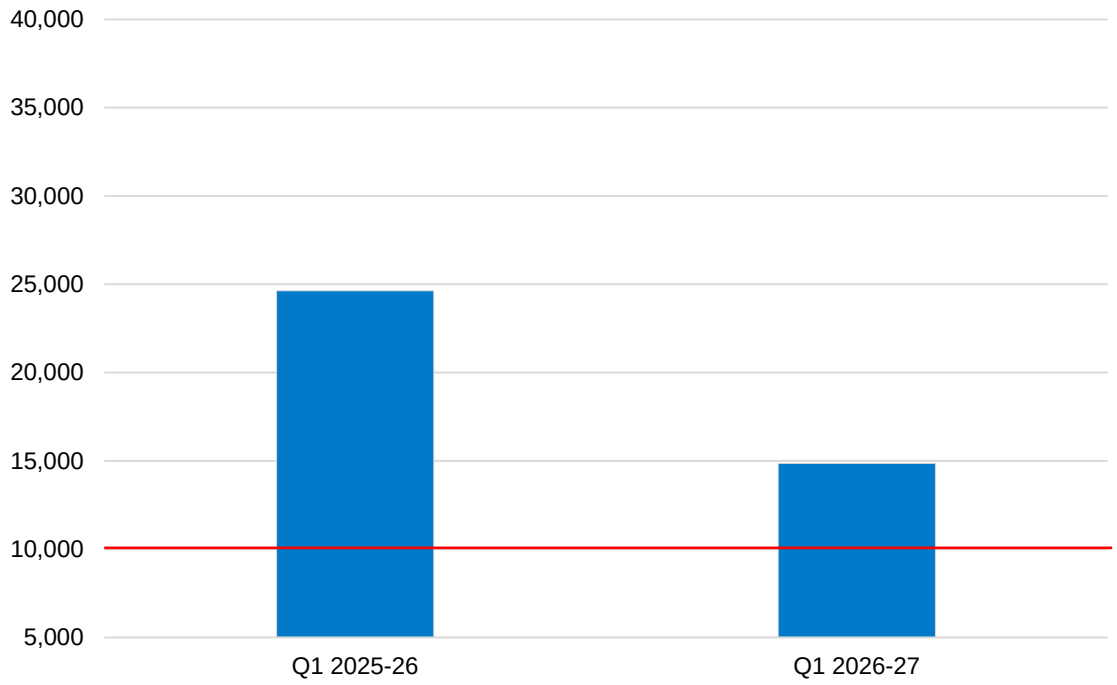
Customer Service Report

First Quarter Customer Service Statistics



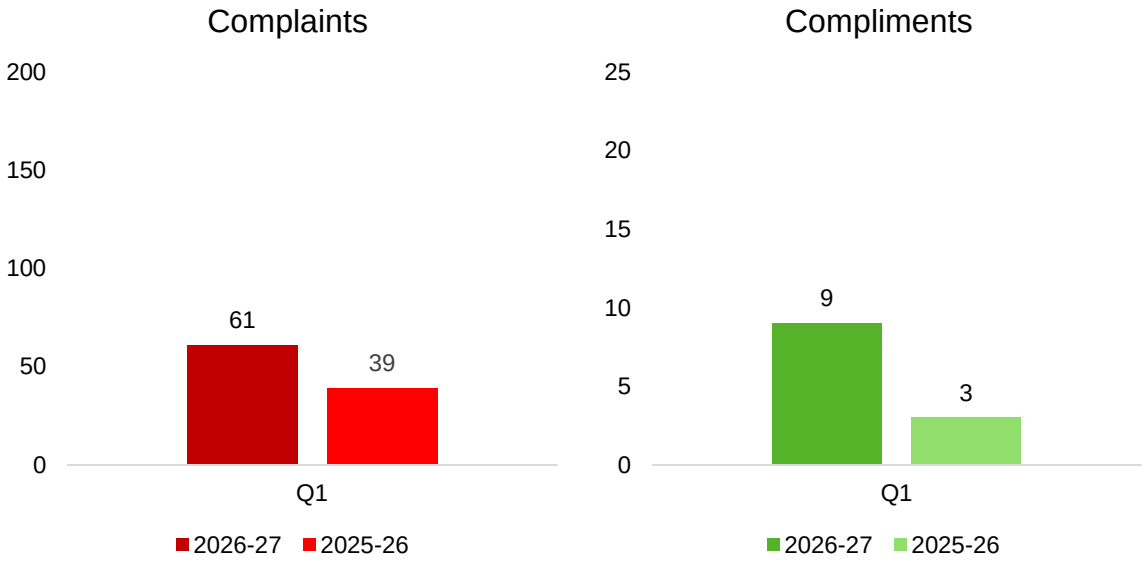
Compliments: Documented praise of MTD Employee's action; **On-Time Performance:** Complaints about buses running late; **Too Full to Board:** Complaints from passengers that could not board the bus; **Driving Observations**: Concerns regarding driving safety; **Passenger Relations**: Perceived negative treatment of passengers by an MTD Employee; **Missed Passengers**: Complaints that passengers were passed up at MTD authorized stops; **Missed Stop:** Complaint from passenger on board a bus where the driver did not stop at requested stop.

First Quarter Passenger Boardings per Concern



***MTD Performance Standard:** Passenger complaints shall average no more than 1 complaint per 10,000 MTD passenger boardings.

Year-over-Year Comparison



Compliments: Documented praise of MTD Employee's action; **On-Time Performance:** Complaints about buses running late; **Too Full to Board:** Complaints from passengers that could not board the bus; **Driving Observations**: Concerns regarding driving safety; **Passenger Relations**: Perceived negative treatment of passengers by an MTD Employee; **Missed Passengers**: Complaints that passengers were passed up at MTD authorized stops; **Missed Stop:** Complaint from passenger on board a bus where the driver did not stop at requested stop.

Fleet Maintenance Report

Performance Indicators

For Fiscal Years 2026-2027

	FY 2027 Q1 Totals								FY 2026 Q1 Totals								Change	
Fleet	Fleet Count	Miles	MPG	Fuel/Oil	Parts	Labor	Parts & Labor	Total Cost per Mile	Fleet Count	Miles	MPG	Fuel/Oil	Parts	Labor	Parts & Labor	Total Cost per Mile	Total Cost	per Mile
Gillig 40'	45	426,242	4.55	$371,077	$225,807	$118,658	$344,465	$1.68	51	448,012	4.56	$263,894	$165,635	$108,966	$274,600	$1.20	$0.48	39.7%
Gillig 29'	3	19,827	4.71	$16,339	$10,686	$10,219	$20,905	$1.88	6	23,365	4.78	$13,061	$3,016	$5,319	$8,334	$0.92	$0.96	105.1%
Nova Articulated	3	4,453	2.86	$6,262	$1,577	$2,722	$4,299	$2.37	3	18,923	3.81	$12,887	$9,628	$6,426	$16,054	$1.53	$0.84	55.1%
Diesel Fleet:	51	450,522	4.04	$393,678	$238,069	$131,599	$369,669	$1.69	60	490,300	4.38	$289,842	$178,278	$120,710	$298,988	$1.20	$0.49	41.1%
Fleet	Fleet Count	Miles	MPG	Fuel/Oil	Parts	Labor	Parts & Labor	Total Cost per Mile	Fleet Count	Miles	MPG	Fuel/Oil	Parts	Labor	Parts & Labor	Total Cost per Mile	Total Cost	per Mile
Gillig 29' Hybrid	3	21,045	4.78	$17,558	$2,499	$5,001	$7,499	$1.19	3	15,403	4.95	$8,112	$56,413	$4,900	$61,313	$4.51	-$3.32	-73.6%
Gillig 40' Hybrid	14	94,057	4.68	$79,561	$34,315	$35,068	$69,383	$1.58	14	56,456	4.68	$31,896	$19,881	$19,578	$39,459	$1.26	$0.32	25.3%
Hybrid Fleet:	17	115,102	4.73	$97,119	$36,814	$40,068	$76,882	$1.51	17	71,859	4.81	$40,008	$76,294	$24,479	$100,772	$1.96	-$0.45	-22.8%
Fleet	Fleet Count	Miles	MPKW	Elec Cost	Parts	Labor	Parts & Labor	Total Cost per Mile	Fleet Count	Miles	MPKW	Elec Cost	Parts	Labor	Parts & Labor	Total Cost per Mile	Total Cost	per Mile
Ford EV Lightning Vans	3	0	0.00	$0	$0	$0	$0	$0.00	3	0	0.00	$0	$0	$0	$0	N/A	N/A	N/A
Ford Driverge E Vans	3	280	1.06	$72	$256	$2,962	$3,218	$11.75	0	0	0.00	$0	$0	$0	$0	$0.00	N/A	N/A
BYD BEB's	14	31,926	0.54	$16,830	$14,633	$13,438	$28,071	$1.41	14	29,789	0.56	$15,139	$2,896	$7,982	$10,879	$0.87	$0.54	61.4%
New Flyer BEB's	9	1,559	0.21	$2,062	$914	$41	$955	$1.93	9	31,437	0.50	$17,742	$1,149	$7,915	$9,064	$0.85	$1.08	126.3%
Gillig BEB's	8	22,642	0.43	$14,688	$2,071	$1,644	$3,715	$0.81	0	0	0.00	$0	$0	$0	$0	$0.00	N/A	N/A
Electric Fleet:	37	56,407	0.56	$33,651	$17,874	$18,086	$35,959	$1.23	26	61,226	0.53	$32,882	$4,045	$15,897	$19,942	$0.86	$0.37	43.0%
Fleet	Fleet Count	Miles	MPG	Fuel/Oil	Parts	Labor	Parts & Labor	Total Cost per Mile	Fleet Count	Miles	MPG	Fuel/Oil	Parts	Labor	Parts & Labor	Total Cost per Mile	Total Cost	per Mile
Ford Gas Transit Vans	5	7,113	10.75	$3,836	$246	$801	$1,048	$0.69	5	4,957	11.32	$1,968	$44	$281	$325	$0.46	$0.23	49.2%
Unleaded Fleet:	5	7,113	10.75	$3,836	$246	$801	$1,048	$0.69	5	4,957	11.32	$1,968	$44	$281	$325	$0.46	$0.22	48.4%
Totals:	**110**	**629,144**		**$528,284**	**$293,003**	**$190,555**	**$483,558**	**$1.61**	**108**	**628,342**		**$364,700**	**$258,661**	**$161,367**	**$420,028**	**$1.25**	**$0.36**	**28.8%**

SANTA BARBARA MTD

FY 2026-27 FIRST QUARTER PERFORMANCE REPORTS

Road Calls Report

FY 2026-27 Q1 National Transit Database Road Calls ("Mechanical System Failures")
For the 3-Month Period Ending September 30, 2026

Fleet Category	All Reportable Mechanical System Failures (Q1)	Quarterly Miles (Q1)	Miles Between All Reportable Mechanical System Failures (Q1)
BYD BEB's (Units 30-43)	1	31,926	31,926
200 Gas Transit Vans (Units 280-285)	1	7,113	7,113
200 Ford Driverge EV Vans (Units 285-287)	0	0	N/A
400 Gilligs (Units 434-450)	4	59,750	14,938
600 Gilligs (Units 600-652)	21	366,492	17,452
700 Gilligs (Units 700-713)	3	19,827	6,609
700 Gillig Hybrids (Units 715-717)	0	21,045	N/A
800 New Flyer BEB's (Units 806-814)	0	1,559	N/A
800 Gillig BEB's (Units 850-857)	3	22,642	7,547
900 Gillig Hybrids (Units 900-915)	18	94,057	5,225
1000 Novas (Units 1001-1003)	1	4,453	4,453
System Total Excluding EVs	**48**	**572,737**	**11,932**
System Total All Vehicles	**52**	**628,864**	**12,094**

Santa Barbara Metropolitan Transit District

FY 2026-27 Q1 National Transit Database Road Calls ("Mechanical System Failures")

Fleet Category	Quarter (FY 2027)	All Reportable Mechanical System Failures	Quarterly Miles	Miles Between All Reportable Mechanical System Failures	Mileage Variance Between Road Calls
BYD's 30-43	Q4				
	Q3				
	Q2				
	Q1	1	31,926	31,926	16,762
200 Gas Transit Vans 280-285	Q4				
	Q3				
	Q2				
	Q1	1	7,113	7,113	N/A
200 FORD (DRIVERGE) E VANS 285-287	Q4				
	Q3				
	Q2				
	Q1	0	0	N/A	N/A
400 Gillig's Buses 434-450	Q4				
	Q3				
	Q2				
	Q1	4	59,750	14,938	7,400
600 Gillig's Buses 600-652	Q4				
	Q3				
	Q2				
	Q1	21	366,492	17,452	6,478
700 Gillig's Buses 700-713	Q4				
	Q3				
	Q2				
	Q1	3	19,827	6,609	(3,232)
700 Gillig Hybrid's Buses 715-717	Q4				
	Q3				
	Q2				
	Q1	0	21,045	N/A	N/A
800 New Flyers 806-814	Q4				
	Q3				
	Q2				
	Q1	0	1,559	N/A	N/A
800 GILLIG BEB 850-857	Q4				
	Q3				
	Q2				
	Q1	3	22,642	7,547	N/A
900 Gillig Hybrid's Buses 900-915	Q4				
	Q3				
	Q2				
	Q1	18	94,057	5,225	(8,873)
1000 Nova's Buses 1001-1003	Q4				
	Q3				
	Q2				
	Q1	1	4,453	4,453	(3,070)
System Total Excluding EV's	Q4				
	Q3				
	Q2				
	Q1	48	572,737	11,932	952
System Total All Buses	Q4				
	Q3				
	Q2				
	Q1	52	628,864	12,094	749

SANTA BARBARA MTD

FY 2026-27 FIRST QUARTER PERFORMANCE REPORTS

Liability Report

Reportable to National Transit Database (NTD)

Fiscal Year End June 30	2027	2026	2025	2024	2023
1st Quarter: July - September	3	0	3	0	0
Fiscal Year to Date:	3	0	3	0	0

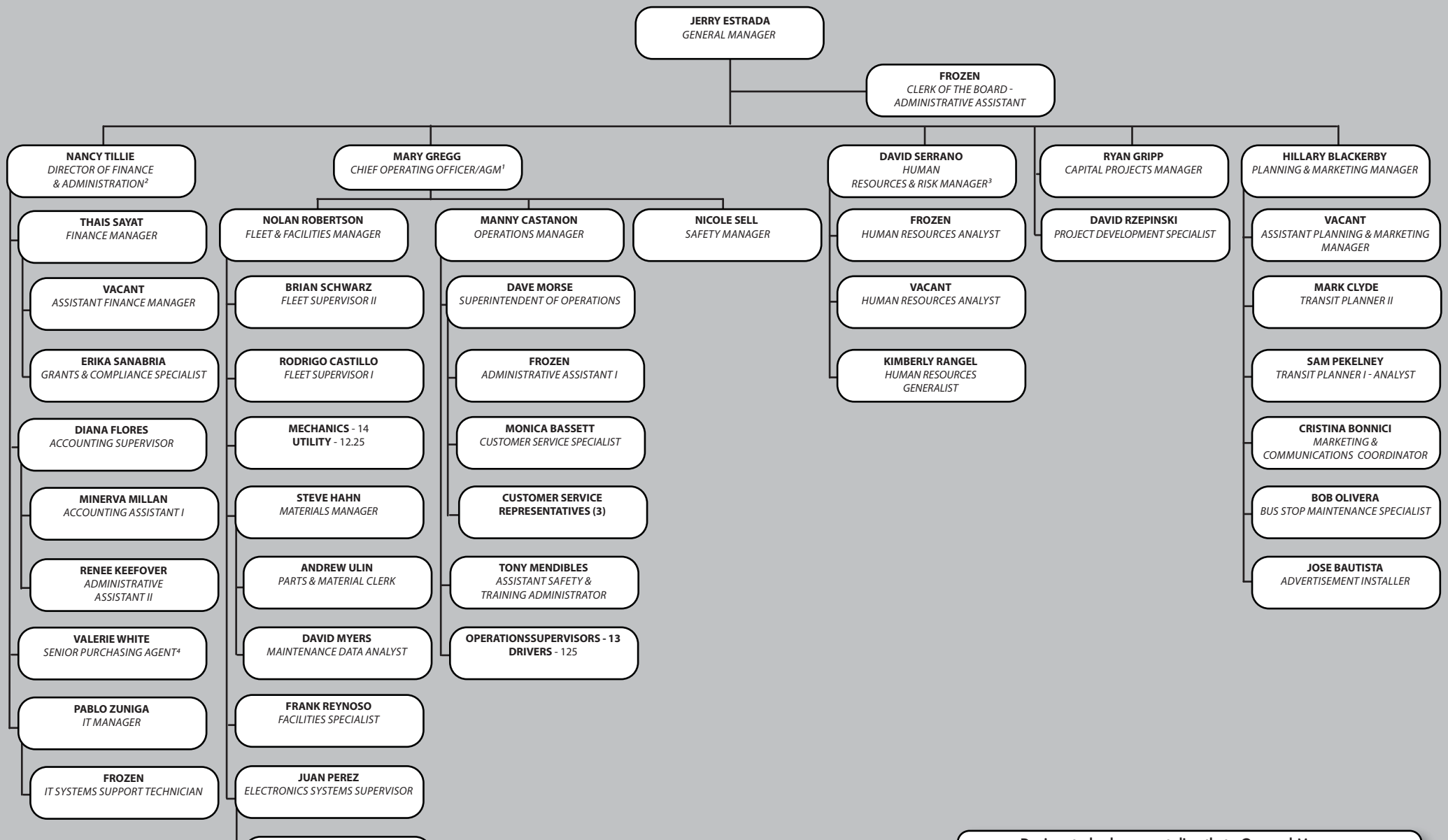
The NTD defines a Reportable Event (Major Incident) as a safety or security event occurring on transit right-of-way, in a transit revenue facility, in a transit maintenance facility, or involving a transit revenue vehicle meeting any of the following criteria:

- An evacuation for life safety reasons
- Estimated property damage equal to or exceeding $25,000
- Fatality confirmed within 30 days
- Immediate transport away from the scene for medical attention, except illnesses requiring transport for medical attention
- Collisions involving transit vehicles that require towing away of a transit roadway vehicle or other non-transit roadway vehicle

Workers' Compensation Claims Report

Fiscal Year End June 30	2027	2026	2025	2024	2023
1st Quarter: July - September	3	1	4	1	3
Fiscal Year to Date:	3	1	4	1	3

Santa Barbara Metropolitan Transit District Management Organizational Chart



Designated roles report directly to General Manager

[1] CHIEF SAFETY OFFICER/DRUG & ALCOHOL DESIGNATED EMPLOYER REPRESENTATIVE

[2] CONTROLLER & PROCUREMENT OFFICER

[3] EEO OFFICER & DRUG & ALCOHOL PROGRAM MANAGER

[4] DBELO OFFICER

Updated: 11/10/2026

SANTA BARBARA MTD

BOARD OF DIRECTORS REPORT

MEETING DATE: NOVEMBER 17, 2026 **AGENDA ITEM #:** 13

TYPE: INFORMATIONAL

PREPARED BY: DIRECTOR OF FINANCE AND ADMINISTRATION, NANCY TILLIE

REVIEWED BY: GENERAL MANAGER, JERRY ESTRADA

SUBJECT: **FINANCIAL UPDATE & FIRST QUARTER REVIEW OF FISCAL YEAR 2026-27**

RECOMMENDATION:

Staff requests that the Board review and file the financial report for the Santa Barbara Metropolitan Transit District first quarter of the 2026-27 fiscal year. The period being July 1, 2026, through September 30, 2026.

DISCUSSION:

Staff will present an update to the Board on the current financial outlook and the second quarter.

ATTACHMENT: Fiscal Year 2026-27 Financial Update - First Quarter Report

Fiscal Year 2026-27 Financial Update

First Quarter

Executive Summary

This financial update includes a review of the first quarter of Fiscal Year 2027 (FY26-27) ending September 30, 2027. Overall, the District's financial position was better than anticipated; Revenues exceeded expenditures by $118k, when a deficit for the period was expected to be ($1.67M). It was necessary to draw federal funds to cover expenses early in the year, while at the same time Local Transportation Funds (LTF) have been placed in Reserves to be utilized later in the year, based upon the Transportation Development Act (TDA) requirements that TDA funds be utilized after all other resources have been exhausted. Expenses were over the budgeted amount by 4% or $330k, which illustrates the actual deficit faced if not for the timing of revenues. As this activity is limited to the first three months of the year, it is early to make projections with much certainty, however, the level of Revenue received, at 33% ($2.1M) over budget will not continue throughout the year. Fare Income is (10%) below budget or ($151k) while Grants and Appropriations are 48% or $2.285 over budget. This is a timing difference and will level out during the fiscal year. Operating Expenses were ($330k) or (4%) over budget, which again if not for the timing of the Grants and Appropriations would have been the actual deficit. The Consumer Price Index for the year ending September 30, 2026, was 3.7%. Budget assumptions included cost levels estimating conservative inflationary levels, conservative increases to collection of fares, a new service plan, as well as filling several vacancies. As in previous years, the operating deficit will be balanced with federal relief funding.

SANTA BARBARA METROPOLITAN TRANSIT DISTRICT

OPERATING BUDGET SUMMARY

FISCAL YEAR 2026-27

FOR THE 3 MONTHS ENDING SEPTEMBER 30, 2026

($ thousands)

	FY 26-27 ACTUAL	FY 26-27 BUDGET	VARIANCE $	VARIANCE %	FY 25-26 PRIOR	VARIANCE $	VARIANCE %
OPERATING REVENUES							
Fare Revenue	$1,320	$1,471	($151)	-10%	$1,371	($51)	-4%
Grants & Appropriations	7,070	4,786	2,285	48%	4,995	2,076	42%
Other Income	173	161	12	7%	171	2	1%
Total Operating Revenue	$8,563	$6,418	$2,145	33%	$6,537	$2,027	31%
OPERATING EXPENSES							
Route Operations	$4,899	$4,267	$632	15%	$4,620	$279	6%
Vehicle Maintenance	1,824	2,070	(246)	-12%	1,508	316	21%
Passenger Accommodations	504	593	(88)	-15%	459	45	10%
General Overhead	1,218	1,186	33	3%	1,159	60	5%
Total Operating Expense	$8,445	$8,115	$330	4%	$7,746	$699	9%
Surplus / (Deficit)	**$118**	**($1,697)**	**$1,815**		**($1,209)**	**$1,327**	

Federal Relief Funding

The District had been allocated federal economic relief funding through the Coronavirus Aid, Relief, and Economic Security (CARES) Act, the Coronavirus Response and Relief Supplemental Appropriations Act (CRRSAA), and the American Rescue Plan Act of 2021 (ARPA). These funds were made available to reimburse operating and capital expenses incurred and revenues lost as a result of the pandemic. The CARES Act funds are the only remaining source of federal stimulus funding and are expected to be exhausted by December 31, 2028.

Operating Revenue

Total operating revenue of almost $8.5 million, excluding the budget balancing Care Act funding—exceeded budget projections by 33%. Fare revenues were budgeted conservatively for the year and a timing difference in the first quarter will not continue throughout the fiscal year. It is expected the District's revenue will be at the budgeted amount by mid-year. Grants and Appropriations represented 83% of total operating revenue during the period and exceeded the previous year for the same period by $5M. Other Income is over the budgeted amount by 7% or $12k, driven by Interest on Investments.

SANTA BARBARA METROPOLITAN TRANSIT DISTRICT
OPERATING REVENUE DETAIL
FOR THE 3 MONTHS ENDING SEPTEMBER 30, 2026
($ thousands)

	FY 26-27 ACTUAL	FY 26-27 BUDGET	VARIANCE $	VARIANCE %	FY 25-26 PRIOR	VARIANCE $	VARIANCE %
FAREBOX REVENUE							
Cash Fares	$556	$474	$82	17%	$478	$78	16%
Pass Sales	492	610	(118)	-19%	603	(111)	-18%
Contract Fares	272	345	(73)	-21%	290	(18)	-6%
Other Fare Programs	0	42	(42)	-100%	0	0	n/a
Subtotal	$1,320	$1,471	($151)	-10%	$1,371	($51)	-4%
GRANTS & APPROPRIATIONS							
LTF Sales Tax Revenue	$0	$2,335	($2,335)	-100%	$2,574	($2,574)	-100%
FTA Operating Assistance	6,235	1,457	4,778	328%	1,362	4,873	358%
Measure A Sales Tax	735	698	37	5%	746	(11)	-1%
Other Operating Assistance	100	296	(196)	-66%	313	(213)	-68%
Property Tax Revenue	0	0	0	n/a	0	0	n/a
Subtotal	$7,070	$4,786	$2,285	48%	$4,995	$2,076	42%
OTHER INCOME							
Advertising on Buses	$95	$126	($31)	-25%	$123	($28)	-23%
Interest on Investments	77	31	45	144%	44	33	74%
Other Income	1	4	(3)	-70%	3	(2)	-68%
Subtotal	$173	$161	$12	7%	$171	$2	1%
Total Operating Revenue	**$8,563**	**$6,418**	**$2,145**	**33%**	**$6,537**	**$2,027**	**31%**

Grants & Subsidies– Local Sales Tax Revenue received was $2.4M on budget, however the funds have been allocated to the Reserves in order to pay expenditures later in the year. Federal Transit Administration Section 5307 operating assistance is reflected at received levels. Other Operating Assistance is based on UCSB's agreement with the District to provide assistance for L28 and Lines 12x/24x and special project grant revenue. Property Tax Revenue is typically received in the second quarter; hence no amount is listed for this period.

Other Income– Advertising income is (25%) or ($31k) below the budgeted projections. Interest income was over budget $45k and increased in comparison with the prior year due to interest rates driven by the Federal Reserve

actions to halt inflation and additional cash on hand. The bulk of the Other Income was the auction proceeds on bus parts and equipment.

SANTA BARBARA METROPOLITAN TRANSIT DISTRICT
OPERATING EXPENDITURES
FOR THE 3 MONTHS ENDING SEPTEMBER 30, 2026
($ thousands)

	FY 26-27 ACTUAL	FY 26-27 BUDGET	VARIANCE $	VARIANCE %	FY 25-26 PRIOR	VARIANCE $	VARIANCE %
ROUTE OPERATIONS							
Drivers	$3,208	$2,697	$511	19%	$2,707	$501	18%
Dispatch & Supervision	268	264	4	1%	214	53	25%
Hiring & Training	245	158	87	55%	281	(36)	-13%
Risk & Safety	861	831	30	4%	1,116	(255)	-23%
Transportation Subsidies	317	317	0	0%	302	15	5%
Subtotal	$4,899	$4,267	$632	15%	$4,620	$279	6%
VEHICLE MAINTENANCE							
Mechanics	$391	$433	($42)	-10%	$356	$36	10%
Cleaners & Fuelers	222	275	(53)	-19%	160	62	38%
Supervision	228	267	(39)	-14%	226	2	1%
Vehicle Consumables	744	836	(92)	-11%	522	222	42%
Bus Parts & Supplies	213	197	16	8%	174	39	22%
Vendor Services	5	11	(7)	-59%	32	(27)	-85%
Risk & Safety	5	36	(31)	-86%	28	(23)	-82%
Microtransit	15	14	1	7%	9	6	63%
Subtotal	$1,824	$2,070	($246)	-12%	$1,508	$316	21%
PASSENGER ACCOMMODATIONS							
Passenger Facilities	$183	$228	($45)	-20%	$182	$1	0%
Transit Development	89	110	(21)	-19%	73	16	22%
Marketing & Community Rela	103	125	(22)	-18%	78	25	32%
Fare Revenue Collection	129	130	(1)	-1%	126	3	3%
Subtotal	$504	$593	($88)	-15%	$459	$45	10%
GENERAL OVERHEAD							
Finance	$207	$193	$14	7%	$174	$33	19%
Personnel	77	38	38	101%	76	1	1%
Utilities & Communication	80	100	(20)	-20%	79	1	1%
Operating Facilities	112	177	(66)	-37%	138	(26)	-19%
District Administration	743	678	66	10%	692	51	7%
Subtotal	$1,218	$1,186	$33	3%	$1,159	$60	5%
Total Operating Expenses	**$8,445**	**$8,115**	**$330**	**4%**	**$7,746**	**$699**	**9%**

Operating Expenses

Total operating expenses of $8.5 million were (4%) or ($330k) over budget for the first quarter FY26-27 and increased 9% from the prior year. The hiring of Operators and scheduled time for the WAVE on Demand Service, both in Goleta and Carpinteria as of September, and the AMTRAK First/Last Mile from Goleta accounted for 36% of the variance, for Route Operations; these services are currently paid for through grants. For Vehicle

Maintenance, Passenger Accommodations, and District Administration; the budget was predicated on full staffing where there are vacancies.

Other Expenses– As a service industry approximately 73% of expenses are staffing related. The next largest cost overall is bus fuel. During the first quarter bus fuel expenses of $948k were under budget, $73k approximately 7%. A fixed price contract creates more budgeting certainty with less deviation other than usage. This volume is expected to level out throughout the year; however, an unknown is future pricing. The current contract expires on 12/31/2026, and a solicitation is being conducted for procurement of fuel over the remaining budget year. The price of fuel for the latter six months of the fiscal year is unknown at this time. The District has fared well with fixed contract fuel rates during the increase in prices over the past year and is hopeful to continue in that direction. Additional notable expenditures and variations from expectations include the following:

- Risk Management costs between Public Liability and Workers' Compensation totaled $634k for the period; about $30k over budget and $300k lower than prior year's costs.
- ADA Paratransit Services are increased 5% from the prior year. The cost for the first quarter was $317,130.

Capital Budget

The District's capital outlays for the period were $1M. The Vehicle Acquisitions expenses were three (3) Battery Electric Microtransit Vans. Bus Improvements represent capital repairs to the fleet, usually large cost items, Engines, Transmissions, Upgrades, etc. Operating Facilities costs were for Construction of the Haley Yard Electrification Project and Phase II of Terminal 2 Recommissioning final Plan Design. Intelligent Transportation Systems were Mechanic Shop computers. Passenger Facilities covered Transit Center repairs. Other Equipment were Server and Battery Backup replacements. Expenditures will be primarily reimbursed by FTA, TIRCP, Measure A and STA funds.

CAPITAL EXPENDITURES BY CATEGORY
FOR THE 3 MONTHS ENDING SEPTEMBER 30, 2026
($ thousands)

	FY 26-27	FY 26-27	Variance	
CATEGORY	**ACTUAL**	**BUDGET**	**$**	**%**
Vehicle Acquisitions	$656	$3,731	($3,074)	-82%
Bus Improvements	144	138	$6	5%
Information Systems	0	109	($109)	-100%
Operating Facilities	264	3,985	($3,721)	-93%
Intelligent Transportation Systems	2	73	($71)	-97%
Passenger Facilities	8	20	($12)	-61%
Other Equipment	18	112	($94)	-83%
Total Capital Expenditures	**$1,092**	**$8,166**	**($7,074)**	

SANTA BARBARA METROPOLITAN TRANSIT DISTRICT
ROUTE OPERATIONS DETAIL
FOR THE 3 MONTHS ENDING SEPTEMBER 30, 2026

	FY 26-27 ACTUAL	FY 26-27 BUDGET	VARIANCE $	VARIANCE %	FY 25-26 PRIOR	VARIANCE $	VARIANCE %
DRIVERS							
Scheduled	$1,852,092	$1,446,261	$405,831	28%	$1,473,307	$378,785	26%
Scheduled - Wave	$25,305	$44,536	($19,231)	-43%	$15,610	$9,695	62%
Scheduled Overtime	58,154	47,740	10,414	22%	49,408	8,746	18%
Scheduled OT - Wave	2,788	4,451	(1,663)	-37%	(192)	2,980	-1549%
Unscheduled Pay	98,734	64,876	33,858	52%	75,203	23,531	31%
Unscheduled - Wave	0	0	(0)	-100%	0	0	n/a
Driver Lite Duty	0	274	(274)	-100%	0	0	n/a
FICA	175,720	134,985	40,735	30%	138,889	36,831	27%
Pension	216,301	159,558	56,743	36%	217,914	(1,613)	-1%
Health	523,282	530,969	(7,687)	-1%	519,889	3,393	1%
Sick Pay	35,106	49,079	(13,973)	-28%	28,834	6,271	22%
Vacation Pay	131,568	147,756	(16,188)	-11%	115,067	16,501	14%
Holiday Pay	56,173	51,557	4,616	9%	50,166	6,008	12%
Other Paid Leave	27,944	9,811	18,133	185%	19,524	8,421	43%
Unemployment Insurance	342	565	(223)	-39%	724	(382)	-53%
Uniforms	4,335	4,533	(198)	-4%	2,720	1,615	59%
Drivers Subtotal	$3,207,843	$2,696,951	$510,892	19%	$2,707,062	$500,781	18%
DISPATCH & SUPERVISION							
Supervisors	$95,405	$89,966	$5,439	6%	$66,841	28,564	43%
Staff	79,150	74,472	4,678	6%	58,982	20,168	34%
FICA	14,079	11,056	3,023	27%	11,040	3,039	28%
Pension	15,073	18,726	(3,653)	-20%	13,845	1,228	9%
Health	45,237	45,380	(143)	0%	39,303	5,934	15%
Sick Pay	9,172	3,805	5,367	141%	1,601	7,572	473%
Vacation Pay	3,871	10,532	(6,661)	-63%	16,351	(12,479)	-76%
Holiday Pay	4,376	5,917	(1,541)	-26%	4,572	(196)	-4%
Other Paid Leave	1,261	3,981	(2,720)	-68%	1,948	(687)	-35%
Unemployment Insurance	0	0	0	n/a	0	0	n/a
Supervison Subtotal	$267,624	$263,835	$3,789	1%	$214,482	53,143	25%
HIRING & TRAINING							
Staff	$27,005	$26,063	$942	4%	$20,436	6,568	32%
Student Drivers	49,483	47,285	2,198	5%	93,217	(43,734)	-47%
Existing Drivers/Supers	93,418	29,980	63,438	212%	82,387	11,031	13%
FICA	9,304	4,240	5,064	119%	15,834	(6,531)	-41%
Pension	9,681	5,740	3,941	69%	10,768	(1,087)	-10%
Health	32,923	20,315	12,608	62%	33,594	(672)	-2%
Sick Pay	2,837	1,876	961	51%	1,279	1,558	122%
Vacation Pay	6,901	6,013	888	15%	4,802	2,099	44%
Holiday Pay	2,997	2,511	486	19%	2,805	192	7%
Other Paid Leave	1,797	1,159	638	55%	4,208	(2,411)	-57%
Unemployment Insurance	0	0	0	n/a	0	0	n/a
Medical Exams & License Fe	8,176	7,275	901	12%	9,262	(1,087)	-12%
Employment Advertising	330	1,247	(917)	-74%	0	330	n/a
Training, Travel & Meetings	159	4,125	(3,966)	-96%	1,987	(1,828)	-92%
Hiring & Training Subtotal	$245,010	$157,829	$87,181	55%	$280,581	(35,571)	-13%

SANTA BARBARA METROPOLITAN TRANSIT DISTRICT
ROUTE OPERATIONS DETAIL
FOR THE 3 MONTHS ENDING SEPTEMBER 30, 2026

	FY 26-27 ACTUAL	FY 26-27 BUDGET	VARIANCE $	VARIANCE %	FY 25-26 PRIOR	VARIANCE $	VARIANCE %
Route Operations Cont'd.							
RISK & SAFETY							
Wages & Benefits							
Staff	$70,637	$71,298	($661)	-1%	$41,663	28,975	70%
Supervisors	93,616	92,684	932	1%	81,193	12,423	15%
Driver Accident Pay	490	625	(135)	-22%	458	32	7%
FICA	14,705	9,110	5,595	61%	10,709	3,996	37%
Pension	12,403	12,359	44	0%	11,470	933	8%
Health	31,498	38,059	(6,561)	-17%	34,151	(2,653)	-8%
Sick Pay	2,512	4,100	(1,588)	-39%	2,086	426	20%
Vacation Pay	7,971	9,888	(1,917)	-19%	1,903	6,067	319%
Holiday Pay	4,357	4,115	242	6%	3,918	439	11%
Other Paid Leave	2,057	2,326	(269)	-12%	(62)	2,119	-3400%
Unemployment Insurance	112	0	112	n/a	0	112	n/a
Risk & Safety Labor Subtota	$240,358	$244,564	($4,206)	-2%	$187,488	52,870	28%
Public Liability							
Professional Services	$32,719	$49,613	($16,894)	-34%	$32,338	381	1%
Insurance	262,432	257,637	4,795	2%	242,492	19,940	8%
Current Year Incident Payouts	40,100	23,747	16,353	69%	11,298	28,802	255%
Current Year Incident Reserv	2,008	32,503	(30,495)	-94%	8,150	(6,142)	-75%
Prior Years Incident Payouts	17,250	18,750	(1,500)	-8%	55,050	(37,800)	-69%
Change in Prior Years Reserv	59,187	(18,750)	77,937	-416%	(6,000)	65,187	-1086%
Public Liability Subtotal	$413,696	$363,500	$50,196	14%	$343,329	70,367	20%
Workers' Compensation							
Professional Services	$82,862	$83,278	($416)	-1%	$66,359	16,503	25%
Insurance	71,293	77,290	(5,997)	-8%	55,685	15,608	28%
Current Year Incident Payouts	12,686	12,497	189	2%	(1,628)	14,314	-879%
Current Year Incident Reserv	10,922	31,247	(20,325)	-65%	0	10,922	n/a
Prior Years Incident Payouts	194,821	106,247	88,574	83%	41,502	153,318	369%
Change in Prior Years Reserv	(185,708)	(106,247)	(79,461)	75%	407,382	(593,090)	-146%
Miscellaneous Risk & Safety	20,310	18,750	1,560	8%	15,671	4,639	30%
Workers' Comp Subtotal	$207,185	$223,062	($15,877)	-7%	$584,970	(377,786)	-65%
Risk & Safety Subtotal	$861,238	$831,126	$30,112	4%	$1,115,787	(254,549)	-23%
TRANSPORTATION SUBSIDIES							
ADA Paratransit Service	$317,130	$317,128	$2	0%	$302,028	15,101	5%
Transp. Subsidies Subtotal	$317,130	$317,128	$2	0%	$302,028	$15,101	5%
TOTAL ROUTE OPERATION	$4,898,846	$4,266,869	$631,976	15%	$4,619,940	278,905	6%

SANTA BARBARA METROPOLITAN TRANSIT DISTRICT
VEHICLE MAINTENANCE DETAIL
FOR THE 3 MONTHS ENDING SEPTEMBER 30, 2026

	FY 26-27 ACTUAL	FY 26-27 BUDGET	VARIANCE $	VARIANCE %	FY 25-26 PRIOR	VARIANCE $	VARIANCE %
MECHANICS							
Mechanics	$252,951	$269,578	($16,627)	-6%	$213,231	39,720	19%
Less Mechanic Labor Capitali	(22,660)	(10,069)	(12,591)	125%	(15,899)	(6,761)	43%
Mechanics-OT	21,201	21,634	(433)	-2%	13,472	7,729	57%
FICA	22,193	24,882	(2,689)	-11%	19,387	2,807	14%
Pension	24,664	27,665	(3,001)	-11%	26,846	(2,182)	-8%
Health	66,397	66,072	325	0%	68,526	(2,129)	-3%
Sick Pay	3,766	7,050	(3,284)	-47%	6,063	(2,297)	-38%
Vacation Pay	13,449	15,124	(1,675)	-11%	11,185	2,264	20%
Holiday Pay	7,976	9,020	(1,044)	-12%	7,772	204	3%
Other Paid Leave	208	563	(355)	-63%	3,560	(3,353)	-94%
Unemployment Insurance	0	117	(117)	-100%	112	(112)	-100%
Uniforms	1,227	1,627	(400)	-25%	1,252	(25)	-2%
Tool Allowance	0	0	0	n/a	0	0	n/a
Mechanics Subtotal	*$391,372*	*$433,263*	($41,891)	-10%	*$355,507*	*35,866*	10%
CLEANERS & FUELERS							
Service Workers	$131,947	$158,154	($26,207)	-17%	$84,881	47,066	55%
FICA	10,784	13,897	(3,113)	-22%	7,089	3,696	52%
Pension	16,956	21,431	(4,475)	-21%	13,563	3,393	25%
Health	47,443	56,637	(9,194)	-16%	44,057	3,386	8%
Sick Pay	1,697	5,266	(3,569)	-68%	1,821	(125)	-7%
Vacation Pay	6,703	11,506	(4,803)	-42%	4,351	2,351	54%
Holiday Pay	4,248	5,103	(855)	-17%	3,084	1,164	38%
Other Paid Leave	0	409	(409)	-100%	0	0	n/a
Unemployment Insurance	0	0	0	n/a	0	0	n/a
Uniforms	635	1,210	(575)	-48%	617	18	3%
Medical Exams & License Fe	1,612	1,061	551	52%	1,019	593	58%
Cleaners & Fuelers Subtotal	*$222,024*	*$274,674*	*($52,650)*	-19%	*$160,481*	*61,543*	38%
SUPERVISION							
Staff	$140,022	$162,155	($22,133)	-14%	$135,978	4,043	3%
FICA	11,775	14,028	(2,253)	-16%	11,047	728	7%
Pension	15,336	18,347	(3,011)	-16%	13,192	2,144	16%
Health	40,182	47,713	(7,531)	-16%	47,885	(7,704)	-16%
Sick Pay	6,087	3,064	3,023	99%	1,008	5,079	504%
Vacation Pay	2,882	10,246	(7,364)	-72%	149	2,734	1840%
Holiday Pay	4,963	4,905	58	1%	5,309	(347)	-7%
Other Paid Leave	1,246	2,917	(1,671)	-57%	3,029	(1,783)	-59%
Unemployment Insurance	0	0	0	n/a	0	0	n/a
Training, Travel & Meetings	5,947	3,750	2,197	59%	8,839	(2,892)	-33%
Supervision Subtotal	*$228,439*	*$267,125*	*($38,686)*	-14%	*$226,436*	*2,003*	1%
Vehicle Maintenance Cont'd.							
VEHICLE CONSUMABLES							
Bus Fuel	$612,231	$690,320	(78,089)	-11%	$396,497	215,735	54%
Wave Fuel	$3,804	$6,047	(2,243)	-37%	$1,904	1,900	100%
Oil & Lubricants	39,728	49,412	(9,684)	-20%	35,147	4,581	13%
Wave Lubricants	0	253	(253)	-100%	0	0	n/a
Electric Vehicle Power	41,583	39,096	2,487	6%	42,466	(883)	-2%
Wave EV Power	0	1,247	(1,247)	-100%	0	0	n/a
Tire Lease	41,396	37,412	3,984	11%	39,518	1,878	5%
Wave Tires	0	7,500	(7,500)	-100%	0	0	n/a
Tire Mounting	5,399	4,726	673	14%	6,870	(1,471)	-21%
Vehicle Consumables Subtotal	*$744,141*	*$836,013*	*($91,872)*	-11%	*$522,401*	*221,741*	42%

SANTA BARBARA METROPOLITAN TRANSIT DISTRICT
VEHICLE MAINTENANCE DETAIL
FOR THE 3 MONTHS ENDING SEPTEMBER 30, 2026

	FY 26-27 ACTUAL	FY 26-27 BUDGET	VARIANCE $	VARIANCE %	FY 25-26 PRIOR	VARIANCE $	VARIANCE %
Vehicle Maintenance Cont'd.							
VEHICLE CONSUMABLES							
Bus Fuel	$612,231	$690,320	(78,089)	-11%	$396,497	215,735	54%
Wave Fuel	$3,804	$6,047	(2,243)	-37%	$1,904	1,900	100%
Oil & Lubricants	39,728	49,412	(9,684)	-20%	35,147	4,581	13%
Wave Lubricants	0	253	(253)	-100%	0	0	n/a
Electric Vehicle Power	41,583	39,096	2,487	6%	42,466	(883)	-2%
Wave EV Power	0	1,247	(1,247)	-100%	0	0	n/a
Tire Lease	41,396	37,412	3,984	11%	39,518	1,878	5%
Wave Tires	0	7,500	(7,500)	-100%	0	0	n/a
Tire Mounting	5,399	4,726	673	14%	6,870	(1,471)	-21%
Vehicle Consumables Subtotal	*$744,141*	*$836,013*	*($91,872)*	-11%	*$522,401*	*221,741*	42%
VEHICLE PARTS & SUPPLIES							
Bus Parts Issued	$188,151	$168,750	$19,401	11%	$145,173	42,978	30%
Wave Vehicle Parts							
Shop Supplies	17,243	18,621	(1,378)	-7%	19,365	(2,122)	-11%
Bus Servicing Supplies	1,643	3,750	(2,107)	-56%	2,884	(1,241)	-43%
Hazmat Disposal & Complian	6,103	6,253	(150)	-2%	7,020	(917)	-13%
Vehicle Part & Supplies Subtotal	*$213,140*	*$197,374*	*$15,766*	8%	*$174,442*	*38,698*	22%
VENDOR BUS REPAIRS							
Vandalism Repairs	$1,833	$1,247	$586	47%	$451	1,382	307%
Accident Damage Repairs	0	1,247	(1,247)	-100%	19,396	(19,396)	-100%
Accident Claim Collections	(3,023)	(2,503)	(520)	21%	0	(3,023)	n/a
Other Vendor Repairs	5,823	11,250	(5,427)	-48%	11,985	(6,162)	-51%
Vendor Bus Repairs Subtotal	*$4,632*	*$11,241*	*($6,609)*	-59%	*$31,832*	*(27,200)*	-85%
RISK & SAFETY							
Workers' Comp Services	$1,381	$4,384	($3,003)	-68%	$1,886	(505)	-27%
Workers' Comp Insurance	3,752	4,068	(316)	-8%	2,931	821	28%
Current Year Incident Payouts	0	2,503	(2,503)	-100%	0	0	n/a
Current Year Incident Reserv	0	6,253	(6,253)	-100%	0	0	n/a
Prior Years Incident Payouts	304	12,497	(12,193)	-98%	3,256	(2,952)	-91%
Change in Prior Years Reserv	(527)	6,253	(6,780)	-108%	19,556	(20,083)	-103%
Risk & Safety Subtotal	*$4,910*	*$35,958*	*($31,048)*	-86%	*$27,628*	*(22,718)*	-82%
MICROTRANSIT							
Microtransit Services	4,039	9,648	(5,609)	-58%	9,200	(5,161)	-56%
Microtransit Materials	11,230	4,656	6,574	141%	147	11,083	7514%
Microtransit Subtotal	*$15,269*	*$14,304*	*$965*		*$9,347*	*$5,921*	
TOTAL VEHICLE MAINTENANCE	*$1,823,928*	*$2,069,952*	*($246,024)*	-12%	*$1,508,075*	*$315,854*	20.9%

SANTA BARBARA METROPOLITAN TRANSIT DISTRICT
PASSENGER ACCOMMODATIONS DETAIL
FOR THE 3 MONTHS ENDING SEPTEMBER 30, 2026

	FY 26-27 ACTUAL	FY 26-27 BUDGET	VARIANCE $	VARIANCE %	FY 25-26 PRIOR	VARIANCE $	VARIANCE %
PASSENGER FACILITIES							
Wages & Benefits							
Supervisors	$59,816	$67,539	($7,723)	-11%	$56,655	3,161	6%
TC Advisors	18,464	30,483	(12,019)	-39%	17,922	542	3%
Staff	15,181	13,897	1,284	9%	12,031	3,150	26%
FICA	7,014	8,637	(1,623)	-19%	6,792	222	3%
Pension	6,669	10,300	(3,631)	-35%	8,156	(1,486)	-18%
Health	26,451	43,516	(17,065)	-39%	31,251	(4,800)	-15%
Sick Pay	2,208	4,003	(1,795)	-45%	1,759	449	26%
Vacation Pay	4,414	6,182	(1,768)	-29%	3,082	1,332	43%
Holiday Pay	2,508	3,620	(1,112)	-31%	2,651	(143)	-5%
Other Paid Leave	180	1,695	(1,515)	-89%	6,005	(5,825)	-97%
Unemployment Insurance	0	1	(1)	-100%	0	0	n/a
Wages & Benefits Subtotal	$142,906	$189,873	($46,967)	-25%	$146,304	(3,398)	-2%
Buildings & Grounds							
TC Contract Maintenance	$31,902	$28,247	$3,655	13%	$29,280	2,622	9%
TC Repairs/Supplies	1,008	1,875	(867)	-46%	1,411	(404)	-29%
Bus Stop Repairs/Supplies	3,143	1,753	1,390	79%	1,006	2,137	213%
TC Property Insurance	4,028	5,874	(1,846)	-31%	4,335	(307)	-7%
Buildings & Grounds Subtotal	$40,080	$37,749	$2,331	6%	$36,032	4,049	11%
Passenger Facilities Subtotal	*$182,987*	*$227,622*	*($44,635)*	-20%	*$182,336*	*651*	0%
TRANSIT DEVELOPMENT							
Staff	$54,857	$66,622	($11,765)	-18%	$44,734	10,123	23%
FICA	5,037	5,777	(740)	-13%	3,851	1,186	31%
Pension	6,569	7,548	(979)	-13%	5,126	1,443	28%
Health	10,969	18,793	(7,824)	-42%	13,233	(2,264)	-17%
Sick Pay	3,143	1,743	1,400	80%	1,970	1,173	60%
Vacation Pay	5,542	3,918	1,624	41%	2,035	3,507	172%
Holiday Pay	2,088	1,743	345	20%	1,827	260	14%
Other Paid Leave	812	1,062	(250)	-24%	166	646	390%
Unemployment Insurance	0	0	0	n/a	0	0	n/a
Training, Travel & Meetings	4	2,128	(2,124)	-100%	161	(157)	-98%
Planning Services & Supplies	0	375	(375)	-100%	0	0	n/a
Transit Development Subtotal	*$89,020*	*$109,709*	($20,689)	-19%	*$73,103*	*15,917*	22%

SANTA BARBARA METROPOLITAN TRANSIT DISTRICT
PASSENGER ACCOMMODATIONS DETAIL
FOR THE 3 MONTHS ENDING SEPTEMBER 30, 2026

	FY 26-27 ACTUAL	FY 26-27 BUDGET	VARIANCE $	VARIANCE %	FY 25-26 PRIOR	VARIANCE $	VARIANCE %
Passenger Accomodations Cont'd.							
MARKETING & COMMUNITY RELATIONS							
Wages & Benefits							
Staff	$27,076	$48,592	($21,516)	-44%	$31,573	(4,497)	-14%
FICA	2,785	4,120	(1,335)	-32%	2,672	113	4%
Pension	3,627	5,384	(1,757)	-33%	2,688	940	35%
Health	26,525	14,420	12,105	84%	9,276	17,249	186%
Sick Pay	3,711	1,140	2,571	226%	1,022	2,689	263%
Vacation Pay	3,414	2,281	1,133	50%	938	2,476	264%
Holiday Pay	1,089	1,163	(74)	-6%	1,272	(183)	-14%
Other Paid Leave	1,526	382	1,144	300%	352	1,175	334%
Unemployment Insurance	26	67	(41)	-61%	146	(120)	-82%
Wages & Benefits Subtotal	$69,779	$77,549	($7,770)	-10%	$49,938	19,841	40%
Outside Services							
Media Ad Placement	0	$10,003	(10,003)	-100%	1,866	(1,866)	-100%
Brochures & Publications	0	2,503	(2,503)	-100%	0	0	n/a
Market Research	0	628	(628)	-100%	0	0	n/a
Promotional Giveaways	0	3,000	(3,000)	-100%	0	0	n/a
Other Promotions	144	9,065	(8,921)	-98%	739	(595)	-81%
Route Schedules & Informatic	30,152	21,500	8,652	40%	21,498	8,654	40%
Training, Travel & Meetings	2,748	750	1,998	266%	4,043	(1,295)	-32%
Outside Services Subtotal	$33,044	$47,449	($14,405)	-30%	$28,146	4,898	17%
Marketing & Community Relatior	*$102,823*	*$124,998*	*($22,175)*	-18%	*$78,084*	*24,739*	32%
FARE REVENUE COLLECTION							
Wages & Benefits							
Staff	$49,360	$40,996	$8,364	20%	$37,166	12,193	33%
FICA	4,631	3,833	798	21%	3,540	1,091	31%
Pension	6,093	5,018	1,075	21%	4,753	1,340	28%
Health	14,626	15,305	(679)	-4%	19,412	(4,786)	-25%
Sick Pay	4,512	1,829	2,683	147%	678	3,834	565%
Vacation Pay	5,228	4,571	657	14%	3,649	1,579	43%
Holiday Pay	1,104	1,463	(359)	-25%	1,397	(293)	-21%
Other Paid Leave	841	914	(73)	-8%	3,737	(2,896)	-77%
Unemployment Insurance	0	0	0	n/a	0	0	n/a
Wages & Benefits Subtotal	$86,395	$73,929	$12,466	17%	$74,333	12,062	16%
Outside Services							
Fare Processing	$24,354	$37,500	($13,146)	-35%	$38,461	(14,108)	-37%
Farebox Parts & Repairs	18,615	12,497	6,118	49%	7,624	10,991	144%
Tickets, Tokens & Transfers	0	6,253	(6,253)	-100%	5,515	(5,515)	-100%
Outside Services Subtotal	$42,969	$56,250	($13,281)	-24%	$51,600	(8,632)	-17%
Fare Revenue Collection Subtota	*$129,364*	*$130,179*	*($815)*	-1%	*$125,933*	*$3,431*	3%
TOTAL PSNGR ACCOMMODAT	*$504,194*	*$592,508*	($88,314)	-15%	*$459,456*	*44,737*	10%

SANTA BARBARA METROPOLITAN TRANSIT DISTRICT
GENERAL OVERHEAD DETAIL
FOR THE 3 MONTHS ENDING SEPTEMBER 30, 2026

	FY 26-27 ACTUAL	FY 26-27 BUDGET	VARIANCE $	VARIANCE %	FY 25-26 PRIOR	VARIANCE $	VARIANCE %
FINANCE							
Staff	$110,380	$103,087	$7,293	7%	$85,945	24,435	28%
FICA	8,910	9,059	(149)	-2%	7,731	1,178	15%
Pension	11,700	11,842	(142)	-1%	9,845	1,856	19%
Health	41,209	47,859	(6,650)	-14%	47,229	(6,021)	-13%
Sick Pay	1,335	1,083	252	23%	345	989	287%
Vacation Pay	1,880	7,249	(5,369)	-74%	10,655	(8,775)	-82%
Holiday Pay	3,534	4,330	(796)	-18%	3,340	194	6%
Other Paid Leave	544	1,628	(1,084)	-67%	1,650	(1,106)	-67%
Unemployment Insurance	0	0	0	n/a	0	0	n/a
Financial Audit Services	27,583	6,884	20,699	301%	7,200	20,383	283%
Finance Subtotal	*$207,074*	*$193,021*	$14,053	7%	*$173,940*	*33,134*	19%
PERSONNEL							
Staff	$48,960	$14,239	$34,721	244%	$39,968	8,992	22%
FICA	4,006	1,501	2,505	167%	3,468	538	16%
Pension	5,240	1,961	3,279	167%	4,239	1,001	24%
Health	14,556	15,294	(738)	-5%	22,204	(7,648)	-34%
Sick Pay	73	1,681	(1,608)	-96%	1,999	(1,926)	-96%
Vacation Pay	2,255	1,922	333	17%	2,192	63	3%
Holiday Pay	1,534	1,026	508	50%	1,779	(244)	-14%
Other Paid Leave	0	512	(512)	-100%	(131)	131	-100%
Unemployment Insurance	0	0	0	n/a	0	0	n/a
Personnel Subtotal	*$76,624*	*$38,136*	*$38,488*	101%	*$75,718*	*906*	1%
UTILITIES						*0*	
Telephone & Data Communic	$9,104	$27,059	($17,955)	-66%	$16,962	(7,858)	-46%
Power, Water & Refuse	67,572	65,402	2,170	3%	58,449	9,123	16%
Two-Way Radios	3,139	7,303	(4,164)	-57%	3,420	(281)	-8%
Utilities Subtotal	*$79,815*	*$99,764*	*($19,949)*	-20%	*$78,832*	*983*	1%
OPERATING FACILITIES							
Wages & Benefits							
Staff	$18,161	$18,460	($299)	-2%	$15,857	2,304	15%
FICA	1,725	1,669	56	3%	1,330	394	30%
Pension	2,291	2,182	109	5%	1,772	518	29%
Health	4,170	4,381	(211)	-5%	3,976	194	5%
Sick Pay	(2,011)	251	(2,262)	-901%	944	(2,955)	-313%
Vacation Pay	2,667	2,057	610	30%	225	2,443	1087%
Holiday Pay	645	659	(14)	-2%	629	16	3%
Other Paid Leave	214	251	(37)	-15%	(99)	314	-316%
Unemployment Insurance	0	0	0	n/a	0	0	n/a
Wages & Benefits Subtotal	$27,863	$29,910	($2,047)	-7%	$24,635	3,228	13%

SANTA BARBARA METROPOLITAN TRANSIT DISTRICT
GENERAL OVERHEAD DETAIL
FOR THE 3 MONTHS ENDING SEPTEMBER 30, 2026

	FY 26-27 ACTUAL	FY 26-27 BUDGET	VARIANCE $	VARIANCE %	FY 25-26 PRIOR	VARIANCE $	VARIANCE %
Operating Facilities (cont'd)							
Service Vehicles							
Parts & Repairs	$3,055	$8,747	($5,692)	-65%	$19,622	(16,566)	-84%
Fuel	10,424	16,247	(5,823)	-36%	13,422	(2,999)	-22%
Service Vehicles Subtotal	$13,479	$24,994	($11,515)	-46%	$33,044	(19,565)	-59%
Buildings & Grounds							
Contract Maintenance	$28,303	$30,345	($2,042)	-7%	$27,198	1,105	4%
Overpass Site Maintenance	12,421	37,622	(25,201)	-67%	831	11,590	1395%
B&G Repairs/Supplies	5,128	21,253	(16,125)	-76%	19,772	(14,644)	-74%
Property Insurance	24,472	33,089	(8,617)	-26%	32,402	(7,931)	-24%
Buildings & Grounds Subtotal	$70,323	$122,309	($51,986)	-43%	$80,202	(9,879)	-12%
Operating Facilities Subtotal	*$111,664*	*$177,213*	*($65,549)*	-37%	*$137,881*	*(26,217)*	-19%
DISTRICT ADMINISTRATION							
Wages & Benefits							
Staff	$168,577	$167,855	$722	0%	$172,797	(4,220)	-2%
GASB101 Liabilities Expense	0	0	(0)	-100%	0	0	n/a
FICA	14,094	14,855	(761)	-5%	12,354	1,740	14%
Pension	20,181	24,794	(4,613)	-19%	17,215	2,966	17%
Health	40,414	42,440	(2,026)	-5%	42,336	(1,922)	-5%
Sick Pay	14,349	3,136	11,213	358%	1,237	13,112	1060%
Vacation Pay	5,236	9,791	(4,555)	-47%	4,438	798	18%
Holiday Pay	5,527	7,410	(1,883)	-25%	6,658	(1,131)	-17%
Other Paid Leave	7,116	2,833	4,283	151%	6,901	216	3%
Unemployment Insurance	0	19	(19)	-100%	16	(16)	-100%
Wages & Benefits Subtotal	$275,496	$273,133	$2,363	1%	$263,952	$11,544	4%
Administrative Services							
Directors Fees	$0	$2,721	($2,721)	-100%	2,100	(2,100)	-100%
Public Officials Insurance	26,244	32,245	(6,001)	-19%	27,454	(1,210)	-4%
Legal Counsel	4,999	18,750	(13,751)	-73%	26,758	(21,758)	-81%
Pension Administration	856	253	603	238%	69,075	(68,219)	-99%
Office Equipment Maintenanc	126,533	179,087	(52,554)	-29%	156,273	(29,739)	-19%
Interest Expense - GASB96	0	0	0	n/a	0	0	n/a
Miscellaneous Services	111,888	66,933	44,955	67%	34,182	77,706	227%
Lobbying Expense	18,000	0	18,000	179999900%	12,000	6,000	50%
Office & Computer Supplies	7,725	18,000	(10,275)	-57%	10,187	(2,462)	-24%
Dues & Subscriptions	126,407	14,534	111,873	770%	16,944	109,463	646%
Conferences & Training	1,252	6,253	(5,001)	-80%	2,223	(971)	-44%
Employee Relations	1,115	2,447	(1,332)	-54%	2,160	(1,046)	-48%
Retiree Health Insurance	23,084	25,052	(1,968)	-8%	22,100	984	4%
Mandated Fees & Permits	2,837	12,497	(9,660)	-77%	12,374	(9,538)	-77%
Bus Ad Revenue Program	0	0	(0)	-100%	1,435	(1,435)	-100%
Miscellaneous Expenses	2,863	4,997	(2,134)	-43%	12,996	(10,133)	-78%
Bad Debt Expense	0	628	(628)	-100%	0	0	n/a
COVID-19 Exenses	0	0	0	n/a	0	0	n/a
Subscription Amortization Exp	14,021	19,997	(5,976)	-30%	19,928	(5,908)	-30%
Administrative Services Subtotal	$467,823	$404,394	$63,429	16%	$428,190	$39,633	9%
District Administration Subtotal	*$743,319*	*$677,527*	*$65,792*	10%	*$692,141*	*$51,177*	7%
TOTAL GENERAL OVERHEAD	*$1,218,497*	*$1,185,661*	*$32,836*	3%	*$1,158,512*	*$59,984*	5%

SANTA BARBARA MTD

BOARD OF DIRECTORS REPORT

MEETING DATE: NOVEMBER 17, 2026 **AGENDA ITEM #:** 14

TYPE: INFORMATIONAL

PREPARED BY: DIRECTOR OF FINANCE AND ADMINISTRATION, NANCY TILLIE

REVIEWED BY: GENERAL MANAGER, JERRY ESTRADA

SUBJECT: **PRELIMINARY LONG TERM FINANCIAL PLAN 2027-2031**

RECOMMENDATION:

Staff requests that the Board receive a Preliminary Long Term Financial Plan for the Santa Barbara Metropolitan Transit District. The period being July 1, 2026 through June 30, 2031.

DISCUSSION:

Staff will present a Preliminary Long Term Financial Plan to the Board on a projected financial outlook.

ATTACHMENT: Long Term Financial Plan and Narrative Report

To: MTD Board of Directors

From: Jerry Estrada, General Manager

Date: November 17, 2026

Subject: General Manager's Report

Operations and Fleet Maintenance

Operations currently has three bus operators in training. One is making excellent progress and just passed their DMV behind-the-wheel exam on November 6, 2026, to secure their Class B Commercial Driver's License (CDL). Operations is closely supporting the other trainees to ensure they meet MTD standards to prepare for upcoming licensing testing. The department also successfully managed the operator bid process, where drivers selected their specific runs and work schedules for service starting November 30, 2026. Because the annual vacation bid was conducted simultaneously, it required additional coordination to ensure both schedules align seamlessly.

As previously reported, the first 8 of 16 Gillig Battery-electric Buses (BEB) started being fully utilized in revenue service in September 2026. Maintenance and Operation are working closely to monitor state-of-charge (SOC) and mileage range on daily route assignments. For the month of October, the Gillig BEBs accounted for 10% of the total fixed route fleet mileage.

Regarding timing of arrival to MTD of the next 8 buses, the first two of eight BEBs are expected to be delivered on November 11. The six remaining BEBs will be delivered in the coming weeks after they are fully assembled and pass the various quality control and inspection tests performed by Gillig and MTD's third party inspector.

MTD's Chief Operating Officer / Assistant GM, Mary Gregg, recently conducted an on-site quality assurance inspection at the Gillig manufacturing facility in Livermore, California. The purpose of this visit was to inspect the first production bus off the assembly line for MTD's second order of eight battery-electric buses (BEB). This critical site visit ensured strict adherence to agency standards, technical specifications, and build quality before final assembly and bus delivery. Ms. Gregg also met with Gillig's quality control team and MTD's designated third party inspector to review fit and finish, bus wrap installation and paint application, and MTD's technology stack (surveillance cameras, destination signs, intelligent transportation systems, etc.).

In 2025, staff submitted an application to the Santa Barbara County Air Pollution Control District (SBCAPCD) for their 2025 Clean Air Grant for Infrastructure. The focus of MTD's application was funding to support the charging infrastructure for the second phase of MTD's Terminal 2 Recommissioning Project. SBCAPCD awarded MTD a not-to-exceed amount of $250,000 for MTD's project. However, during review of the Grant Agreement, it was determined that the construction schedule would extend beyond the allowable project implementation period, which requires all equipment to be purchased, installed, and fully operational within two years of the Grant Agreement's execution. As a result, SBCAPCD requested staff to withdraw MTD's application from the 2025 grant cycle and reapply under the 2026 Clean Air Grant for Infrastructure. SBCAPCD supported the request with a Letter of Intent expressing SBCAPCD's plans to fund MTD's project in the

2026 grant cycle subject to program requirements and available funding at that time. Staff submitted a new application under the 2026 grant cycle and is awaiting a determination of funding award, which is anticipated in the coming months.

MTD's application to Southern California Edison's (SCE) Charge Ready Transport (CRT) Program has advanced to the final step before executing the Program Agreement, approval of the SCE-developed conceptual design. The conceptual design provides a high-level summary of the project scope including number and type of electric vehicle supply equipment, onsite electrical infrastructure improvements, and required SCE upgrades to supply sufficient power to the site in support of the eight Level 3 charging ports to be installed during the second phase of the Terminal 2 Recommissioning Project (T2-P2). MTD's design team is reviewing the conceptual design to ensure conformance with the overall design for the T2-P2 Project. Once finalized and approved by MTD, the conceptual design becomes an exhibit to the Program Agreement (contract between MTD and SCE for MTD's proposed CRT project). Accompanying the conceptual design was also the proposed award to support the installation of the eight Level 3 charging ports, which is a not-to-exceed amount of $268,204.

Administration

Staff attended a meeting of the Santa Barbara County Association of Governments' (SBCAG's) Technical Transportation Advisory Committee (TTAC) and Joint Technical Advisory Committee (JTAC) on November 5, 2026. TTAC members received a presentation on the draft Measure A 2026 Annual Report, updates on federal and state funding, and voted to support the submittal of a Local Partnership Program Formula Funding Application for the US 101/State Route 135 Interchange Project. TTAC also received updates on Transportation Development Act apportionments for FY 25/26, and draft Measure A revenue estimates for FYs 27/28 to 31/32. Lastly, the Committee approved the Measure A Compliance Audit reports for FY 24/25.

The JTAC members provided input on SBCAG's FY 26/27 Overall Work Program and received updates on the AI Bike Map and Wayfinding Plan and on the development of an enhanced SBCAG Data Hub.

Planning staff has been collaborating with the Operations team to develop scenarios for the August 2027 service plan. This work includes ridership and transfer analyses and modeling various service reductions and route changes. Staff is also assessing the feasibility of altering the schedules of Junior High booster routes as Santa Barbara Unified plans for a new seven period day for Junior High Schools in the 2027-28 school year.

Planning and Operations staff continue to interface with local jurisdictions on the design and construction of various upcoming major construction projects such as the Cliff Drive Complete Street Project in the City of Santa Barbara and the Cathedral Oaks Crib Wall Repair Project in the City of Goleta.