



Agenda Item No. (4)(a)

To: Finance-Auditing Committee/Committee of the Whole
Meeting of June 25, 2026

From: Grant Martinez, Director of Budget and Financial Analysis
Jennifer H. Mennucci, Auditor-Controller
Denis J. Mulligan, General Manager

Subject: **AUTHORIZE BUDGET ADJUSTMENT(S) AND/OR TRANSFER(S)**
(a) AUTHORIZE BUDGET TRANSFERS AND ADJUSTMENTS TO THE
FY 25/26 OPERATING BUDGET

Recommendation

The Finance-Auditing Committee recommends that the Board of Directors authorize operating budget transfers of \$2,492,500, or 3.0%, of total FY 25/26 Operating Budget Expenses as detailed in Attachment A, but summarized below:

INTRADIVISION TRANSFERS

	TO			
FROM	Bridge	Bus	Ferry	District
Bridge	\$1,151,600			
Bus		\$53,000		
Ferry			\$959,600	
District				\$328,300

1. The Bridge Division will transfer \$1,151,600 between budget categories in the Bridge Division.
2. The Bus Division will transfer \$53,000 between budget categories in the Bus Division.
3. The Ferry Division will transfer \$959,600 between budget categories in the Ferry Division.
4. The District Division will transfer \$328,300 between budget categories in the District Division.

This matter will be presented to the Board of Directors at its June 26, 2026, meeting for appropriate action.

Any additional transfers necessary at the end of the fiscal year will be adjusted as needed per the authority requested as part of the annual Board approval of the FY 26/27 Budget.

Summary

The Golden Gate Bridge, Highway and Transportation District (District) projects to finish the year with lower actual expenses than budgeted in FY 25/26. However, there are some sub-categories of expense that are higher than projected. In accordance with District policy, budget transfers greater than \$50,000 made across different Divisions, or across different line items within the same Division, are subject to Board approval.

This item transfers funds to comply with the budget and the District's policies. There are no additional net expenses added to the District's FY 25/26 Operating Budget.

To comply, there are multiple categories of increased expenses in the operating budget that must be addressed. Listed in order of largest increase in expense, these categories are:

- 1) Staff Development
- 2) Depreciation
- 3) Fuel & Related Taxes
- 4) Insurance and Regulatory Fees
- 5) Leases

There are a few primary drivers that necessitated transfers this fiscal year, which are as follows:

1. *The Bridge Division is anticipated to end the year under budget*, but to comply with District policy, it is recommended that funds be transferred in seven categories within its own Division Budget. The reasons for the transfers in each area are as follows:
 - a. Transfer funds from Bridge Division fringe benefits, repair & operating supplies, insurance and regulatory fees, and debt service to fund fuel & related taxes, staff development, and depreciation.
 - i. Greater depreciation due to beginning to depreciate the suicide deterrent system.
 - ii. Increase in projected fuel costs from the rising price of fuel.
 - iii. Increase in costs related to a one-time settlement.
2. *The Bus Division is anticipated to end the year under budget*, but to comply with District policy, it is recommended that funds be transferred in two categories within its own Division Budget. The reasons for the transfers in each area are as follows:
 - a. Transfer funds from the Bus Division fringe benefits to fund lease expenses.
 - i. Increase in cost-related leased vehicles.

3. *The Ferry Division is anticipated to end the year under budget.* To comply with District policy, it is recommended that funds be transferred in five categories within its own division budget. The reasons for the transfers in each area are as follows:
 - a. Transfer funds from Ferry Division benefits and professional services to fund higher than projected expenses in depreciation and one-time settlements.
 - i. Increase in fuels & related taxes due to the rising price of fuel.
 - ii. Increase in insurance, registration fees, and administrative fees to other entities.
 - iii. Increase in costs related to a one-time settlement.

4. *The District Division as a whole is anticipated to end the year under budget,* but to comply with District policy, it is recommended that funds be transferred from the fringe benefits to fund depreciation within the District Division Budget. The reasons for the transfers in each area are as follows:
 - a. Increase in depreciation due to an updated depreciation forecast.

Fiscal Impact

There is no fiscal impact associated with this action for FY 25/26. The budget transfers, totaling \$2,492,500, will not result in a net increase in the operating budget for the District.

Attachment: A. Proposed Budget Adjustments FY 25/26

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**ATTACHMENT A
PROPOSED BUDGET ADJUSTMENTS FY 25/26**

DISTRICT DIVISION	Bridge	Bus	Ferry	District	TOTAL
District – Fringe Benefits				(\$328,300)	(\$328,300)
District – Depreciation				\$328,300	\$328,300
TOTAL NET CONTRIBUTION	\$0	\$0	\$0	\$0	\$0

BRIDGE DIVISION	Bridge	Bus	Ferry	District	TOTAL
Bridge - Fringe Benefits	(\$681,600)				(\$681,600)
Bridge - Fuel & Related Taxes	\$92,500				\$92,500
Bridge - Repair & Operating Supplies	(\$40,000)				(\$40,000)
Bridge - Insurance and Reg Fees	(\$150,000)				(\$150,000)
Bridge - Staff Development	\$700,000				\$700,000
Bridge - Depreciation	\$359,100				\$359,100
Bridge - Debt Service	(\$280,000)				(\$280,000)
TOTAL NET CONTRIBUTION	\$0	\$0	\$0	\$0	\$0

BUS DIVISION	Bridge	Bus	Ferry	District	TOTAL
Bus - Fringe Benefits		(\$53,000)			(\$53,000)
Bus - Leases		\$53,000			\$53,000
TOTAL NET CONTRIBUTION	\$0	\$0	\$0	\$0	\$0

FERRY DIVISION	Bridge	Bus	Ferry	District	TOTAL
Ferry - Fringe Benefits			(\$490,000)		(\$490,000)
Ferry - Professional Services			(\$469,600)		(\$469,600)
Ferry - Fuel & Related Taxes			\$300,000		\$300,000
Ferry - Insurance and Reg Fees			\$59,600		\$59,600
Ferry - Staff Development			\$600,000		\$600,000
TOTAL NET CONTRIBUTION	\$0	\$0	\$0	\$0	\$0

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