



EXECUTIVE DECISION DOCUMENT

GENERAL MANAGER APPROVAL:		GENERAL MANAGER ACTION REQ'D:		
DocuSigned by: <i>Michael Jones</i> 47000790F2D7463...				
DATE: 5/7/2025		5/14/2025		
BOARD INITIATED ITEM: No				
Originator/Prepared by: Alan Chew Dept: Operating Budgets	General Counsel	Chief Financial Officer	District Secretary	BARC
DocuSigned by: <i>Alan Chew</i> 5EB9472AA133424 5/13/2025	DocuSigned by: <i>Amelia Sandoval</i> 2528C067C44147D... 5/13/2025 []	Signed by: <i>Shirley Beach</i> 7D9A7C6E7348456... 5/13/2025 []		DocuSigned by: <i>Pamela Herlihy</i> 3BB24D65B8724F5... 5/13/2025 []

FY26 Proposition 4 Appropriations Limit Resolution

PURPOSE:

To approve the District's Fiscal Year 2026 Appropriations Limit Resolution, as required by State law pursuant to the Gann Initiative (Proposition 4, passed by the voters in 1979).

DISCUSSION:

The Gann Initiative (Proposition 4) provides for limits on appropriations by State and local government entities. California Government Code Section 7910 requires local jurisdictions to annually adopt an appropriations limit by resolution and establishes a 45-day statute of limitations for commencement of any judicial action to challenge the appropriations limit.

Section 7910 requires the Board of Directors to establish by resolution BART's annual appropriations limit "at a regularly scheduled meeting or noticed special meeting." Further, it requires that fifteen days prior to such meeting, documentation used in the determination of the appropriations limit shall be made available to the public. On May 7, 2025, the documentation was made available to the public.

Attachment 1 summarizes the FY26 appropriations limit calculation in accordance with the uniform *Guidelines for Implementation of the Gann Initiative* prepared by the League of California Cities and the information furnished by the State Department of Finance.



Attachment 2 is the calculation for the margin as it relates to the Proposition 4 limit. The margin is the difference between the appropriations limit and the expenditures subject to the limit. Based on the calculations, the District will be below the limit of \$782,591,092.

FISCAL IMPACT:

No fiscal impact. The FY26 appropriations limit is \$782,591,092. Operating and Capital expenditures subject to the appropriations limit total \$728,422,533. As such, the District is \$54,168,559 below the subject FY26 appropriations limit.

ALTERNATIVES:

None

RECOMMENDATION:

Approval of the following motion.

MOTION:

That the Board adopt the attached resolution which sets the District's FY26 appropriations limit at \$782,591,092.