



Wastewater
Treatment



TRANSFORMING
WASTEWATER
TO RESOURCES



Recycled
Water



Energy
Production



Biosolids
Reuse

Proposed 4-Year Maximum Street Sweeping Refuse Charge (SSRC) Adjustments for FY26/27-FY29/30

Finance Committee
April 14, 2026

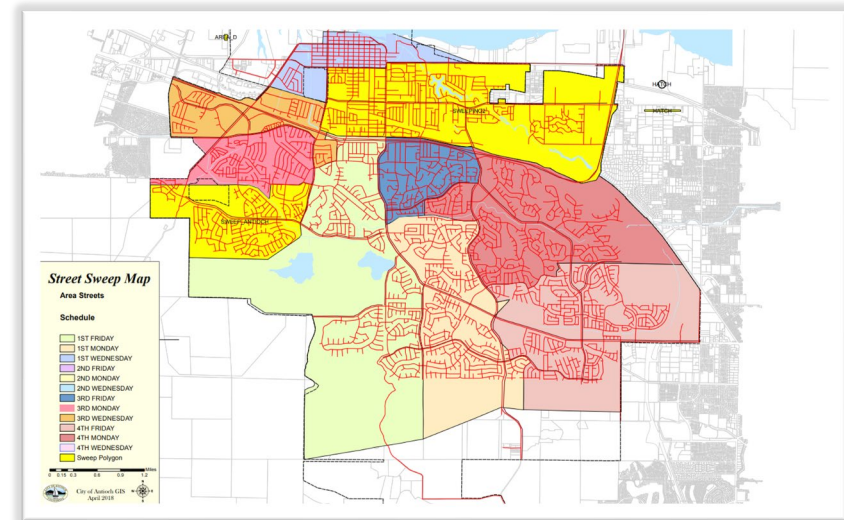
Street Sweeping Program Regulatory Requirements, Benefits

- State and federal regulations related to Clean Water Act require **pollution prevention activities**
- Street sweeping services
 - **Prevent pollution** of local waterways by removing sediment, contaminants, and debris from streets and gutters before wind or rain carry material into stormwater collection systems
 - **Support effective stormwater collection system operation** by reducing potential for clogging of storm drains
 - **Enhance visual aesthetics, road safety** in local neighborhoods



Street Sweeping Program Overview

- **District administers key program functions**
 - **Collects revenue** via property tax charges
 - **Administers contract** with street sweeping service provider for City of Antioch, Bay Point
 - **Administers contract** with City of Pittsburg, which performs services directly (DPW)
 - **Responds** to customer inquiries and concerns
- As partners, cities support overall program success
 - **Coordinate public education and outreach** regarding route schedules, address obstructions for sweeper access to curbs
 - **Notify District of newly-accepted streets** requiring service



Street Sweeping Program Current Charges



- Current Street Sweeping Refuse Charges (SSRCs)

Description	Annual SSRC		
	Bay Point	Pittsburg	Antioch
Single-family residential unit	\$4.58	\$10.26	\$5.60
Non-residential unit	\$45.80	\$51.35	\$56.00

- In FY25/26, estimated annual SSRC revenue = **\$656k**
- However, District has not increased SSRCs since 1997
 - No significant or unanticipated programmatic cost drivers
 - Development in service area distributed program costs over larger rate base over time

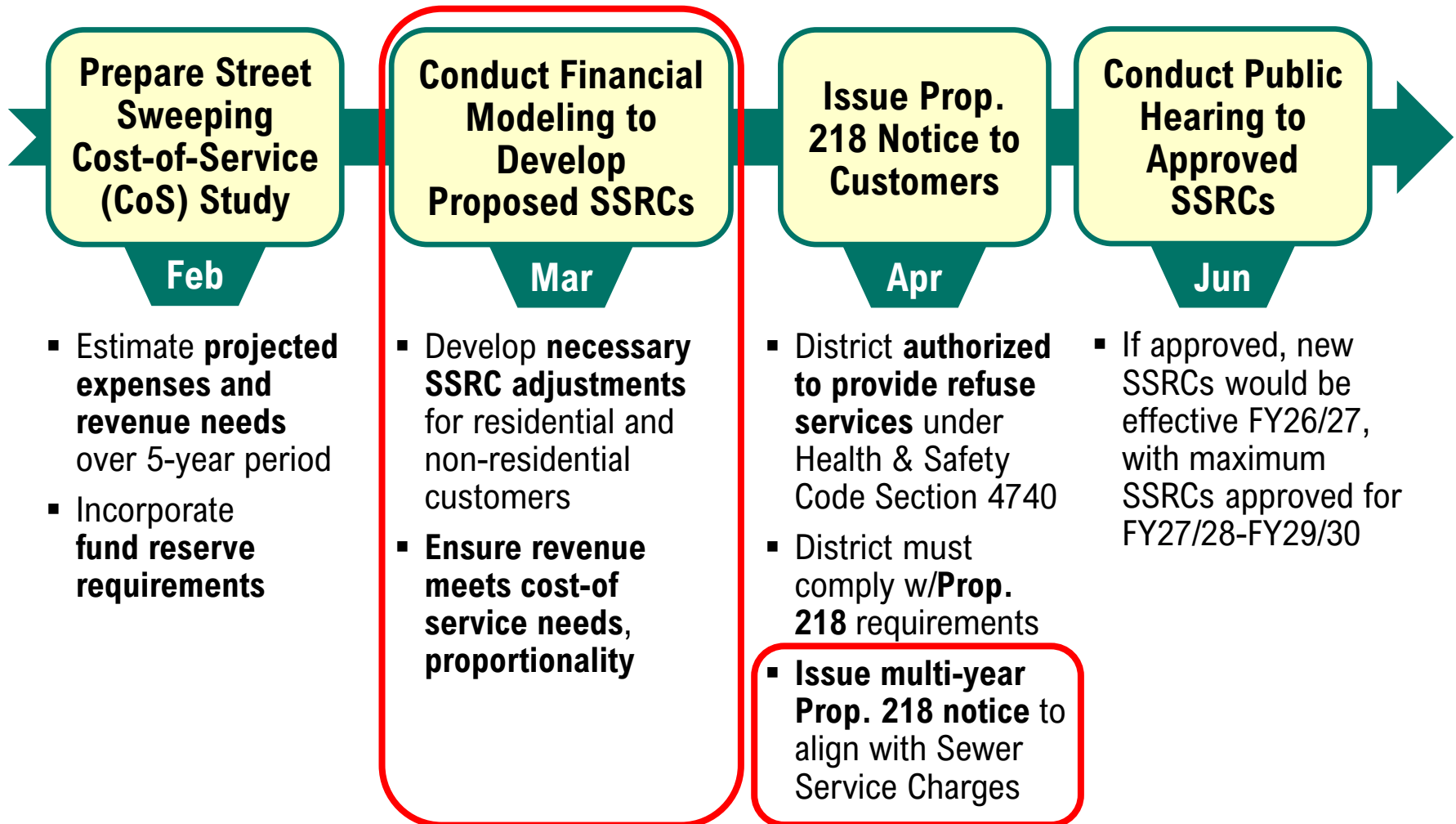
Street Sweeping Program

Key SSRC Adjustment Drivers



- Annual costs have increased significantly in recent years due to new **prevailing wage requirements (+\$470k/yr)** for contract service provider (Antioch, Bay Point)
- Direct incorporation of **full City of Pittsburg street sweeping costs (+\$511k/yr)**—only partial reimbursement has occurred in recent years due to funding constraints
- Incorporation of **Cost-of-Service Study** findings—rebalanced SSRCs between zones, customer classes
- Utilized Street Sweeping Fund equity to mitigate shortfalls
 - End-of-Year Fund Balances: FY20/21 = \$1.2M; FY24/25 = \$0.5M
 - **Insufficient revenue** is being collected to meet cost-of-service needs
 - **Interfund loan from Wastewater O&M Fund is required in FY25/26 with repayment from SSRC revenue over time**

Street Sweeping Program SSRC Adjustment Process



Potential SSRC Revenue Increase Scenarios for FY26/27-FY29/30



- Significant SSRC revenue increases are required due to program cost increases (prevailing wage, Pittsburg)
- Estimated FY26/27 SSRC Revenue Need = **\$1.7M**
- Staff identified minimum interfund loan amount for FY25/26 and increased loan amount to develop **multiple SSRC increase scenarios** (loan repayments in FY30/31-FY35/36)

Scenario	Inter-fund Loan Amount	Annual SSRC Revenue Need			
		FY 26/27	FY 27/28	FY 28/29	FY 29/30
1 Minimum Loan, High Initial Increase	\$0.5M	166%	5%	5%	5%
2 Medium Loan, Early Increases	\$1.0M	100%	40%	20%	0%
3 Medium Loan, Spread Increases	\$1.25M	65%	65%	10%	5%
4 High Loan, Spread Increases	\$1.5M	55%	55%	22%	9%



Proposed SSRC Increases by Zone

Scenario 3 (Medium Loan, Spread Increases)



Residential Customers

Zones	Annual SSRC Increase (%)				Annual SSRC (\$)				
	FY 26/27	FY 27/28	FY 28/29	FY 29/30	Current FY25/26	FY 26/27	FY 27/28	FY 28/29	FY 29/30
1 Bay Point	104%	65%	10%	5%	\$4.58	\$9.35	\$15.43	\$16.98	\$17.83
2 Pittsburg	32%	65%	10%	5%	\$10.26	\$13.50	\$22.28	\$24.51	\$25.74
3 Antioch	64%	65%	10%	5%	\$5.60	\$9.19	\$15.17	\$16.69	\$17.53

Non-residential Customers

Zones	Annual SSRC Increase (%)				Annual SSRC (\$)				
	FY 26/27	FY 27/28	FY 28/29	FY 29/30	Current FY25/26	FY 26/27	FY 27/28	FY 28/29	FY 29/30
1 Bay Point	-3%	65%	10%	5%	\$45.80	\$44.25	\$73.02	\$80.33	\$84.35
2 Pittsburg	99%	65%	10%	5%	\$51.35	\$102.28	\$168.77	\$185.65	\$194.94
3 Antioch	-4%	65%	10%	5%	\$56.00	\$53.93	\$88.99	\$97.89	\$102.79

- FY26/27 includes Cost-of-Service changes between zones, and residential/non-residential customers

Key Considerations for Multi-Year Maximum SSRC Increase Prop. 218 Notice



- Aligns with current Sewer Service Charge (SSC) Prop. 218 Notice, which included maximum SSCs **through FY29/30**
- Set **maximum SSRC increase** for each fiscal year—District could implement lower SSRCs each year
- Staff would seek **Board approval for SSRC increases each fiscal year** during four-year period to place SSRCs on tax roll
- District can **issue a new Prop. 218 Notice** in future years **if significant changes occur** to current financial assumptions

Next Steps Board Consideration



- Recommend item for presentation to Board on April 23, 2026, which will include the following items for consideration:
 - Review proposed maximum SSRC adjustments for FY26/27-FY29/30
 - Set public hearing for June 25, 2026, at 4:30 pm, at which the Board will do the following:
 - Receive public comments, consider all protests received
 - Consider whether to adopt an ordinance establishing increased SSRCs for FY26/27 and maximum SSRCs thereafter through FY29/30
 - Consider whether to adopt a resolution authorizing collection of FY26/27 SSRCs on the tax roll
 - Authorize distribution of Prop. 218 Hearing Notices addressing proposed maximum FY26/27-FY29/30 SSRC increases and notifying property owners of associated public hearing
 - Authorize publication of Hearing Notices in accordance with Health and Safety Code Section 5473.1
 - Approve interfund loan of \$1.25M to Street Sweeping Fund