

CITY COUNCIL MEETING

JUNE 17, 2025

PRESENTATIONS

Item #15

WS 25-028

Public Art



FUNDING PUBLIC ART IN HAYWARD

TUESDAY, JUNE 17, 2025 | COMMUNITY & MEDIA RELATIONS

INTRODUCTION

Creation of a public art development impact fee

- Staff will present initial findings on the creation of the impact fee
- Council will provide guidance to staff on whether to move forward with the following steps to implement the impact fee



BACKGROUND

History of the Mural Art Program

- Program established in 2009
- Over 200 art installations have been installed throughout the City, including murals and tile mosaics
- The current budget is \$25,000, which is used for new art and maintenance on existing art.
- In 2024, the first maintenance program was implemented



BACKGROUND

Council Referral & Existing Impact Fees

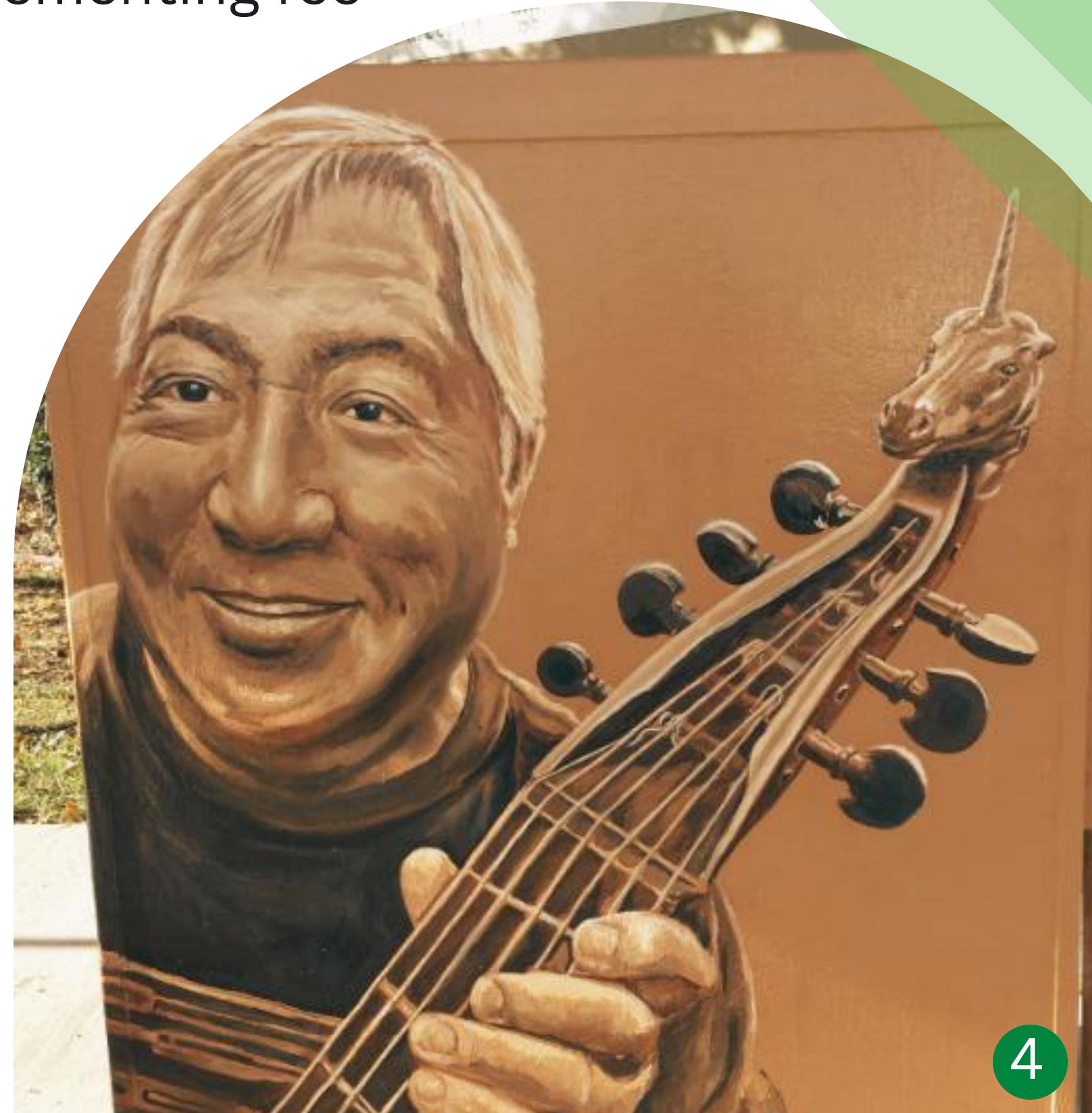


- In February 2024, a referral was brought to the council proposing a Public Art Development Fee
- City currently has two existing impact fees:
 - Park Impact Fee
 - Traffic Impact Fee

DISCUSSION POINTS

Items for the council to consider when implementing fee

- Nexus Study
- Fee Structure
- Anticipated Revenue Generated
 - In Fiscal Year 2024, **1%** fee on building valuation for projects currently subject to park impact fees equals **\$314,720** in revenue.
- Public Art Master Plan
- Opportunity for growth



NEXT STEPS

Timeline for recommended fee



FUNDING

Return to the council in August with a consent item to allocate funds to hire the consultant.

Aug 2025



NEXUS STUDY

Issue a Request for Proposal (RFP), select a contractor, and carry out the nexus study

9 - 12 Months



PUBLIC ART MASTER PLAN

Meanwhile, form an internal team to develop a Public Art Master Plan for the city.



MAYOR & COUNCIL REVIEW

Bring the completed nexus study, Public Art Master Plan, and impact fee legislation back to the council

Aug 2026

Item #16

PH 25-030

**Utility Rate
Adjustment**

City of Hayward

Recommended Water and Recycled Water Rates and Facilities Fees

Public Hearing

Alex Ameri, Director of Public Works

June 17, 2025





Water Rate Overview

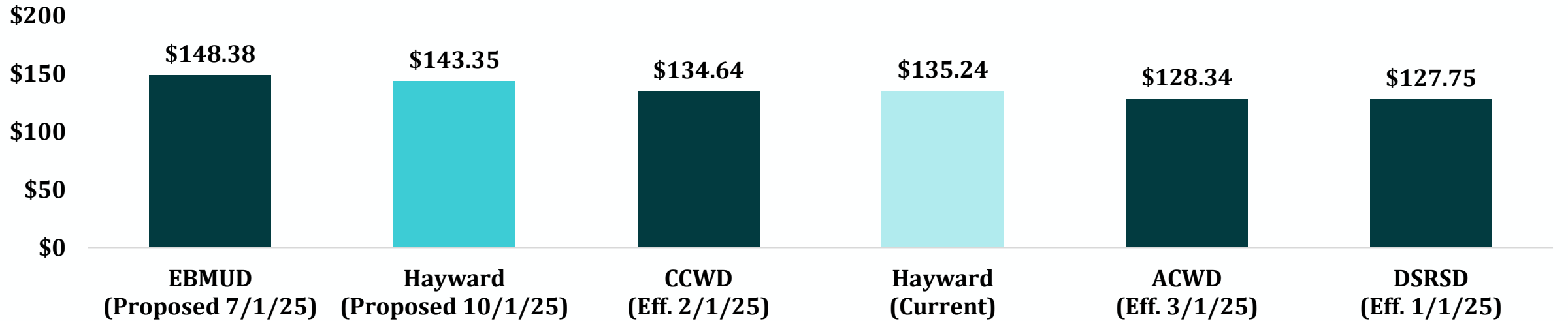
- Pay for purchase and distribution of water
 - Service Fee - fixed
 - Water Usage Charge – variable, based on amount of water used
- Financial Drivers
 - Wholesale Water Purchase Costs
 - Reserve Funding
 - Capital Replacement Fund

Proposed Bi-Monthly Service Charges

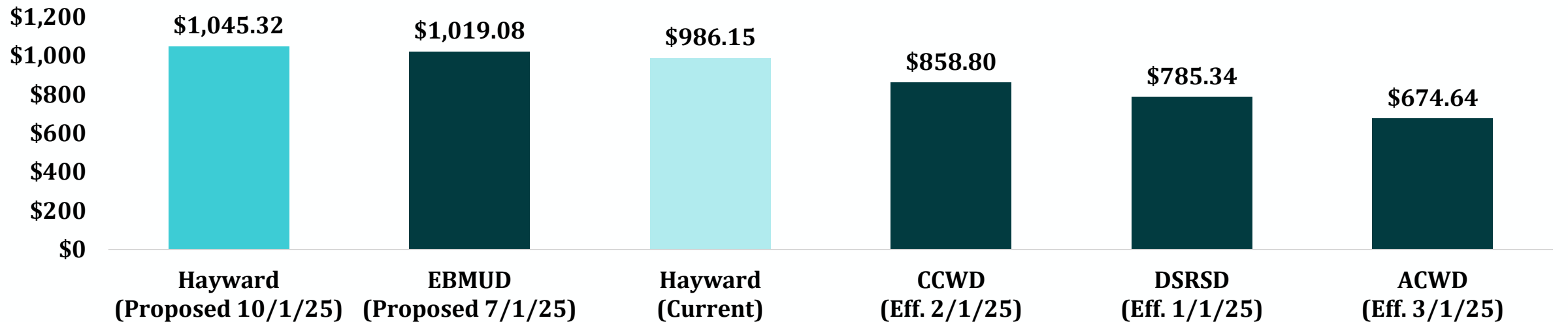
Meter Size	Current FY 2025	Proposed FY 2026	Proposed FY 2027
5/8 inch	\$39.00	\$41.34	\$43.82
<i>5/8 inch – low income residential</i>	<i>\$13.66</i>	<i>\$14.48</i>	<i>\$15.35</i>
3/4 inch	\$54.41	\$57.67	\$61.13
<i>3/4 inch – low income residential</i>	<i>\$19.06</i>	<i>\$20.20</i>	<i>\$21.41</i>
1 inch	\$85.25	\$90.37	\$95.79
<i>1 inch – low income residential</i>	<i>\$29.85</i>	<i>\$31.64</i>	<i>\$33.54</i>
1 1/2 inch	\$162.34	\$172.08	\$182.40
2 inch	\$254.85	\$270.14	\$286.35
3 inch	\$547.77	\$580.64	\$615.48
4 inch	\$979.46	\$1,038.23	\$1,100.52
6 inch	\$2,012.41	\$2,133.15	\$2,261.14

Water Bill Comparisons – Local Agencies

Single Family Residential Bill for 12 ccf (Local Non-SFPUC Agencies)

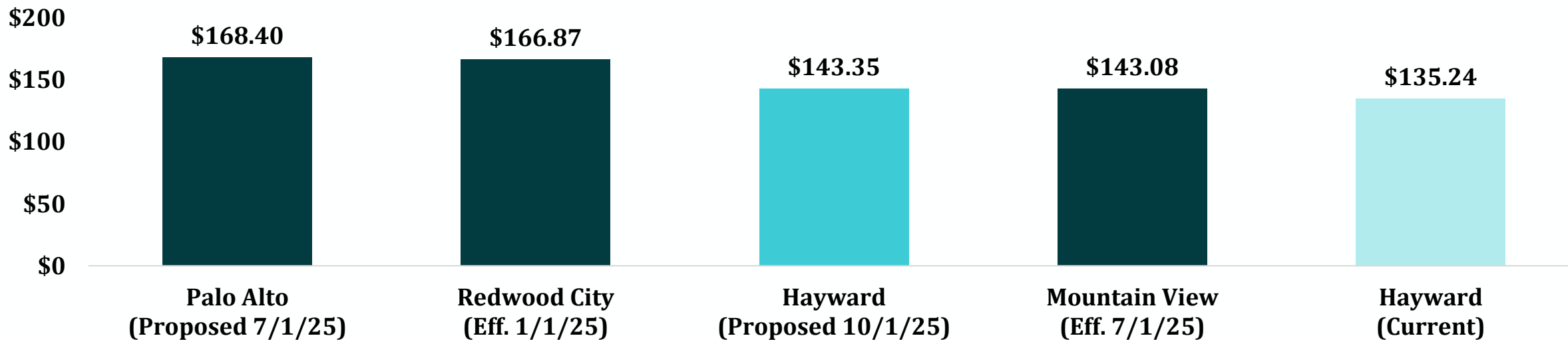


Commercial Bill for 110 ccf (Local Non-SFPUC Agencies)

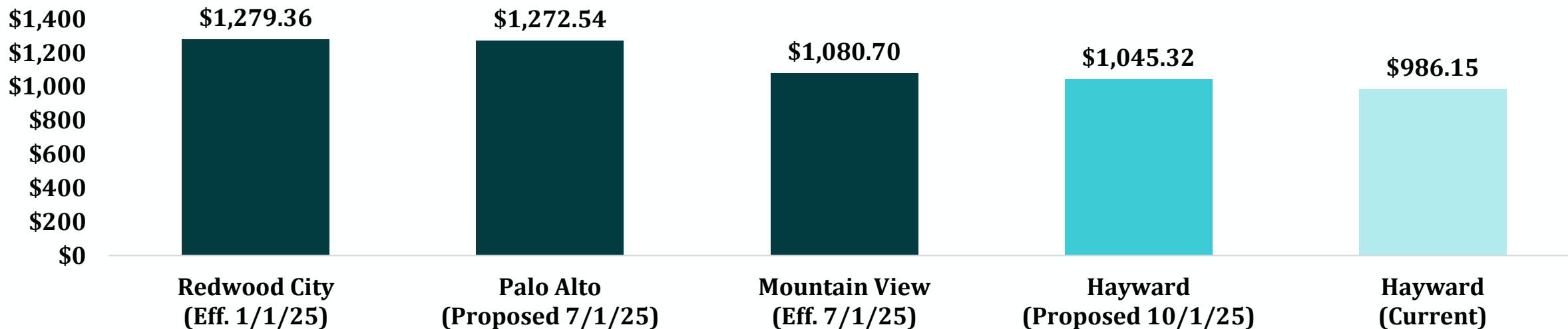


Water Bill Comparisons – SFPUC Customers

Single Family Residential Bill for 12 ccf (SFPUC Wholesale Agencies)



Commercial Bill for 110 ccf (SFPUC Wholesale Agencies)





Water Costs for Everyday Activities

- 1 load of laundry: 24¢
- 8-minute shower: 19¢
- 1 toilet flush: 2¢
- 1 gallon of drinking water: 1.6¢

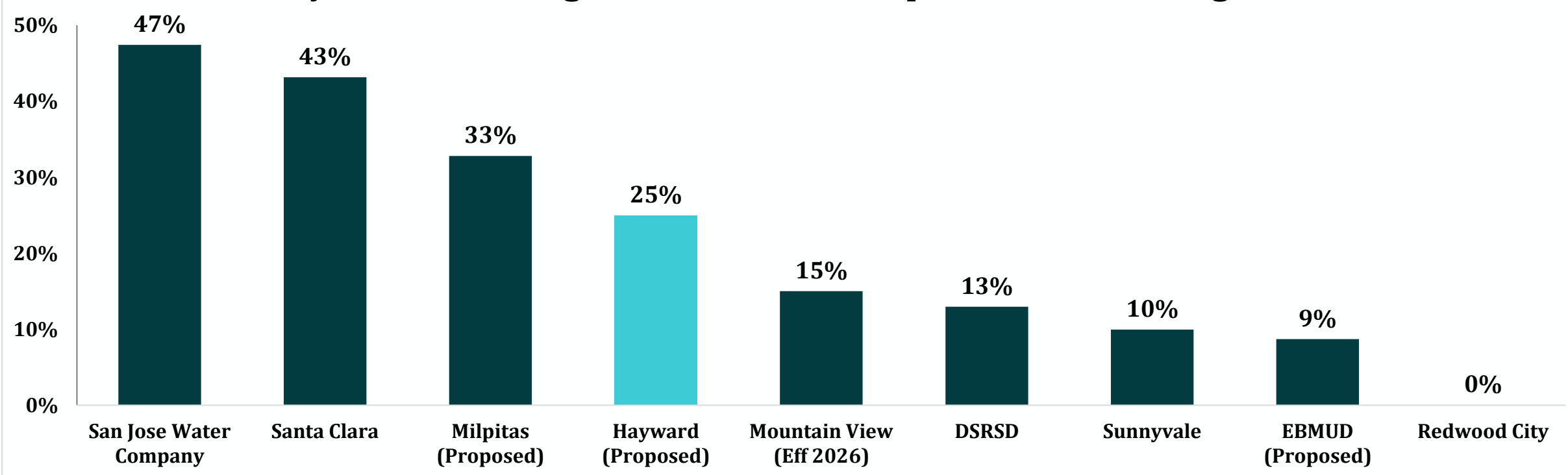
Recycled Water Overview

- Pay for purchase and distribution of recycled water
 - Service Fee – fixed
 - Recycled Water Usage Charge – variable, based on usage



Recycled Water Usage Rate Comparison

Recycled Water Usage Rate Discount Compared with Drinking Water



	Bi-Monthly Tiers (ccf)	Current	Rate/ccf Oct 1, 2025	Rate/ccf Oct 1, 2026
Tier 1	1 – 170 ccf	\$7.44	\$7.70	\$8.16
Tier 2	>170 ccf	\$7.44	\$8.70	\$10.39

Water Facilities Fees

Agency	Water Facilities Fee (1" meter)
Palo Alto	\$6,250
Mountain View	\$13,941
Redwood City	\$14,198
Hayward (Current)	\$17,831
Hayward (Proposed 09/01/25)	\$19,614
ACWD	\$24,405
EBMUD (1)	\$44,649
Contra Costa Water District	\$60,920
DSRSD (2)	\$133,687

(1) Water Connection Fee for Region 2, Castro Valley Area

(2) DSRSD Water Capacity Fee includes fee for both water distribution services and Zone 7 water treatment services.

Public Outreach and Response

- Public hearing notices sent to all property owners, tenants, and bill payers on record (Proposition 218 only requires notification of owners)
- 19 written protest notices received as of close of business on June 2

Public Hearing and Schedule

1. Council questions & discussion
2. Public comments
3. City Council Discussion and Action

Recommendation: That City Council adopts a resolution amending the Master Fee Schedule, approving the proposed FY 2026 and FY 2027 water and recycled rates and facilities fees, and finding the actions are exempt from CEQA review.

Effective dates:

- › Water and Recycled Water Rates: October 1, 2025 & October 1, 2026
- › Water and Recycled Water Facilities Fees: September 1, 2025 & September 1, 2026


Item #17

PH 25-031

FY 2025-26

Budget/CIP

**Public Hearing
and Adoption**

An aerial photograph of a large, red, barn-style building with a grey roof. A colorful mural is visible on the side of the building. The building is surrounded by a yellow fence and a paved area. In the background, there are other buildings and a residential area with hills.

FY 2025-26 Proposed Operating & CIP Budgets Public Hearing & Adoption

June 17, 2025

Sharif Etman, Interim Director of Finance

Recommendation

1. Conduct a Public Hearing in accordance with the City's Charter
 - SECTION 1202. PUBLIC HEARING ON THE BUDGET
2. That the Council adopts resolutions approving the FY 2025-26 Operating and CIP Budgets in accordance with the City's Charter
 - SECTION 1203. ADOPTION OF THE BUDGET After the conclusion of the public hearing, the Council shall further consider the proposed budget and make any revisions thereof that it may deem advisable and thereafter it shall adopt the budget with revisions, if any. Upon final adoption, the budget shall be in effect for the ensuing fiscal year*.

* SECTION 1200. THE FISCAL YEAR Unless otherwise provided by ordinance, the fiscal year of the City shall begin on the first day of July of each year and end on the thirtieth day of June of the following year.

Budget Timeline



March-April

- Discussion of FY 2025-26 Budget Process and Work Session Framework with CBFC
- Department budget review meetings with City Manager
- Presentation of the Draft CIP to City Manager
- Budget Document delivered to Council
- Growing structural deficit of \$12.6 million in the General Fund for FY 2025-26



May

- Budget Work Session #1
- CIP Presentation & Work Session #1
- Additional analysis - \$16.1 million deficit in the General Fund for FY 2025-26
- CBFC provided additional feedback regarding the FY 2025-26 Proposed Budget



June

- Executive leadership held strategic planning meetings
- One-time reductions to reduce the structural deficit to \$8.9 million for FY 2025-26 (prior to the June 17 Adoption)
- June 17 – Public Hearing (and potential adoption) of Proposed FY 2026 Operating and CIP Budgets



FY 2025-26 Budget Expenditure Summary

City of Hayward Budget	FY 2025-26
City Funds	
General Fund	232,065,041
Measure C Fund	17,802,489
Special Revenue Funds	9,258,808
Debt Service Funds	7,963,825
Enterprise Funds	123,475,109
Internal Service Funds	50,181,358
	440,746,630
Agency Funds	
Hayward Successor Redevelopment Agency Operating Fund	4,482,790
Housing Authority Fund	217,591
Hayward Shoreline JPA	31,800
	4,732,181
Total City Operating Budget	445,478,811
Total CIP Budget	160,963,632

FY 2025-26 Proposed Operating Revenue Budget

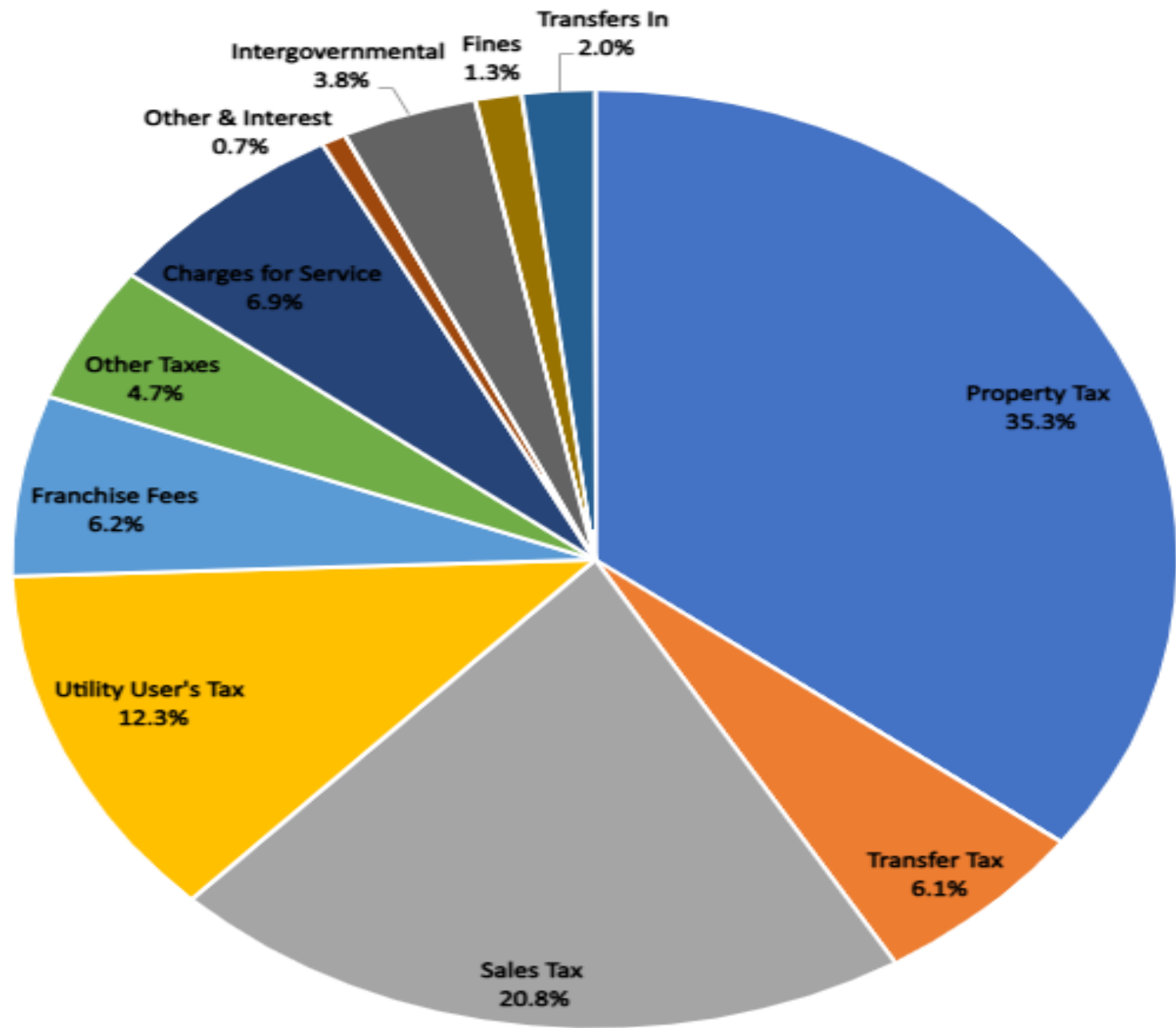
	FY 2024-25 Adopted	FY 2025-26 Proposed 5/1/2025	FY 2025 -26 Proposed 6/17/2025	Change from 5/1/2025	\$ Change from FY 2024-5 Adopted	% Change from FY 2024 Adopted
in 1,000's						
General Fund	\$ 216,360	\$ 219,714	\$ 219,714	\$ 0	\$ 3,354	1.6%
All Other Funds	\$ 198,526	\$ 208,906	\$ 209,148	\$ 242	\$ 10,380	5.2%
Total City Budget	\$ 414,885	\$ 428,620	\$ 428,862	\$ 242	\$ 13,734	3.3%

FY 2025-26 Proposed Operating Expenditure Budget

	FY 2024-25 Adopted	FY 2025-26 Proposed 5/1/2025	FY 2025 -26 Proposed 6/17/2025	Change from 5/1/2025	\$ Change from FY 2024-5 Adopted	% Change from FY 2024 Adopted
in 1,000's						
General Fund	\$ 218,168	\$ 232,230	\$ 232,065	\$ (165)	\$ 14,062	6.4%
All Other Funds	\$ 199,059	\$ 213,021	\$ 213,414	\$ 393	\$ 13,962	7.0%
Total City Budget	\$ 417,228	\$ 445,251	\$ 445,479	\$ 228	\$ 28,024	6.7%

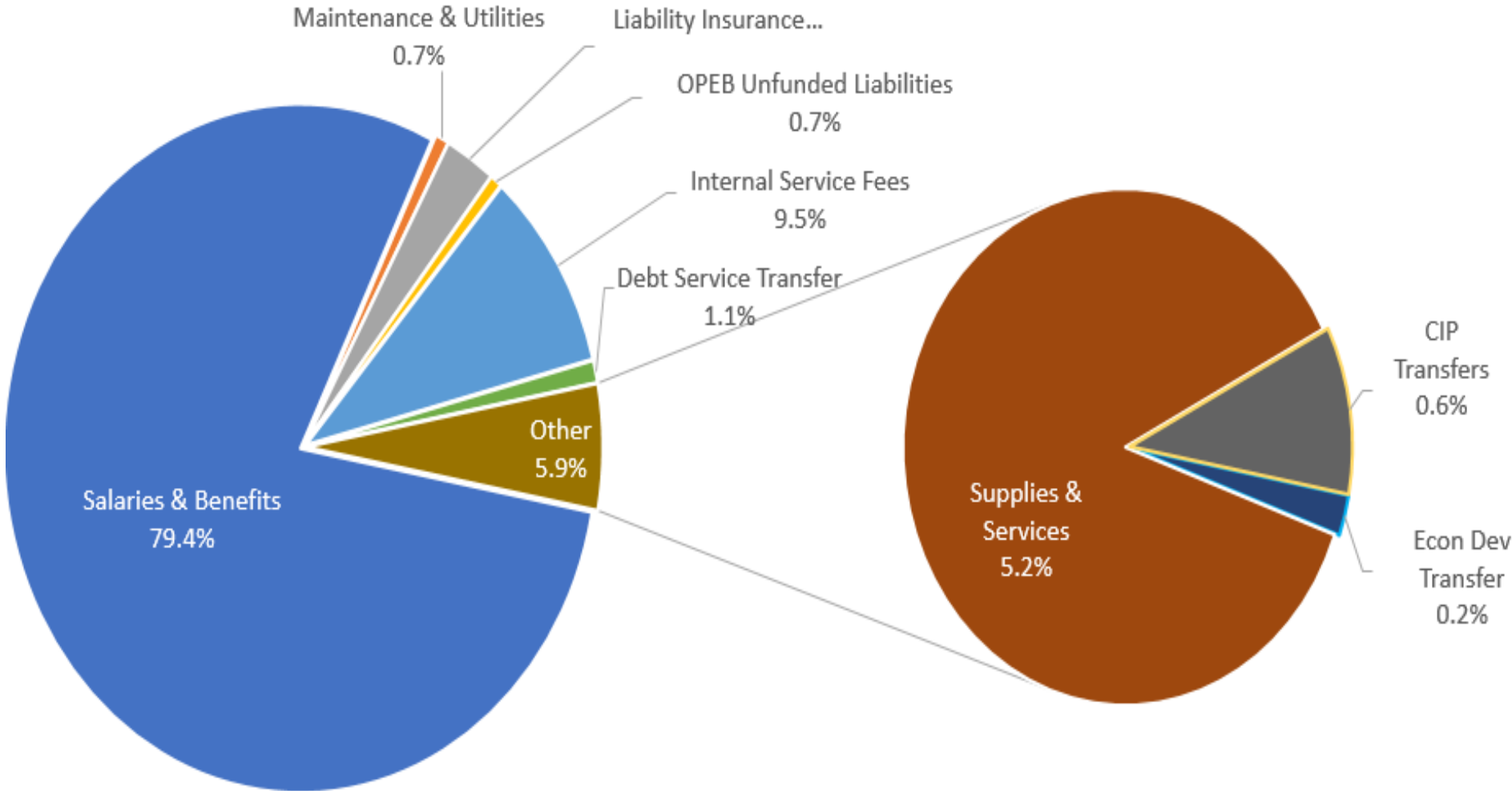
General Fund Revenue by Source

Total:
\$219M



General Fund Expenditures by Category

Total:
\$232M



FY 2025-26 Operating Budget Adoption Addendum

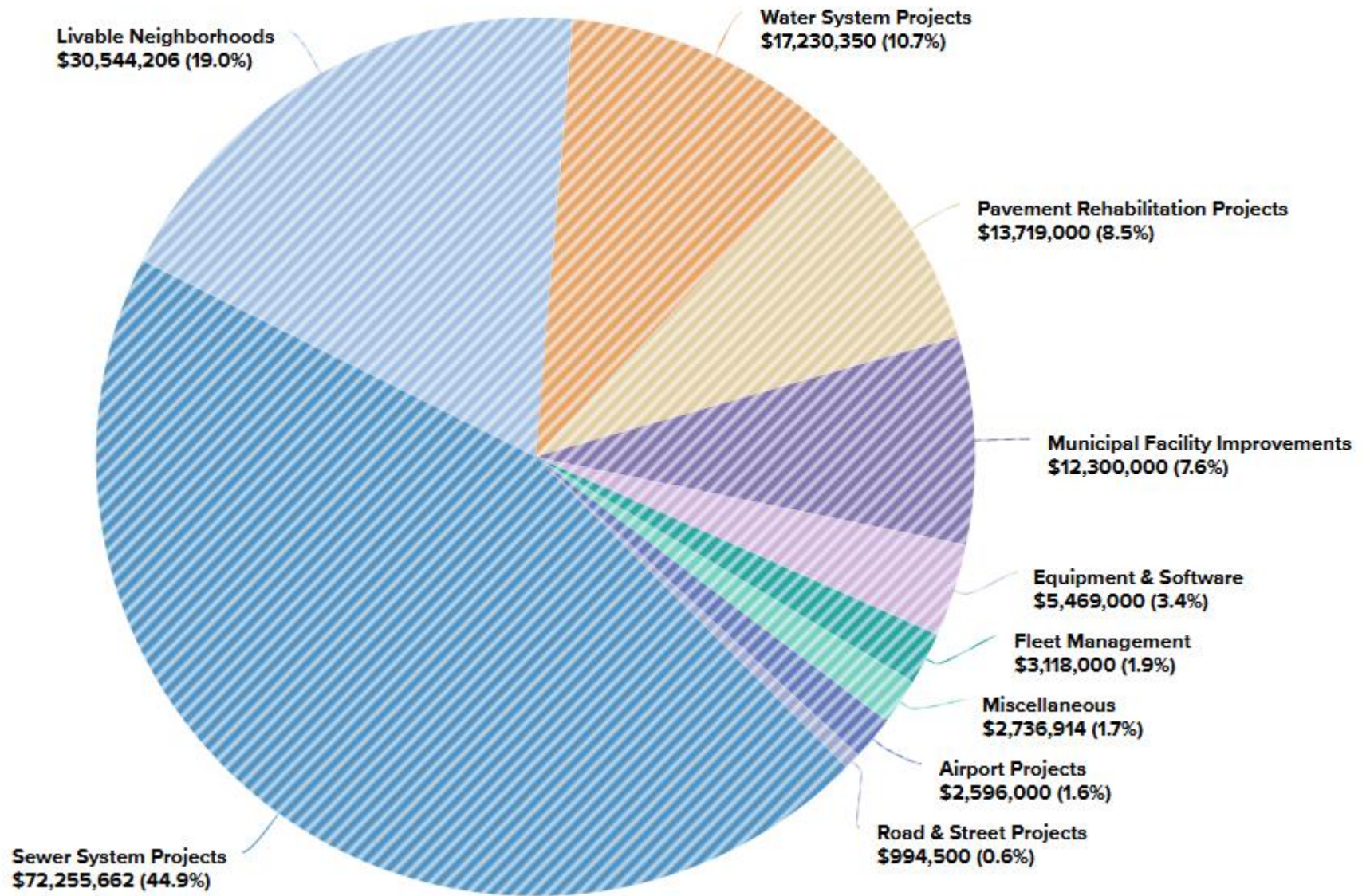
Reduction in IT Software and Transfer to General Fund	\$100,000
Reduction in Fleet Capital Budget and Transfer to General Fund	\$800,000
Reduction in General Liability Insurance General Fund Transfer	\$1,300,000
Reduction in Economic Development Fund General Fund Transfer	\$250,000
Reduction in City Manager's Supplies & Services	\$50,000
Removal of Development Services Contracts	\$94,000
Property Acquisition Management Project Transfer to General Fund	\$600,000
Additional Vacancy Savings from Frozen Positions	\$1,396,860
Transfer of Route 238 Property Fund Balance to General Fund	\$2,650,000
Total Savings	\$7,240,860

Projected Deficit \$16.1 million – Total Savings \$7,240,860

Updated Projected Deficit = \$8,859,140 (\$8.9 million)

FY 2025-26 CIP Expenditures by Category

Total:
\$161M



- Council Questions
- Hold Public Hearing
- Council Discussion & Motion
- Next Steps
- Thank you



Recommendation

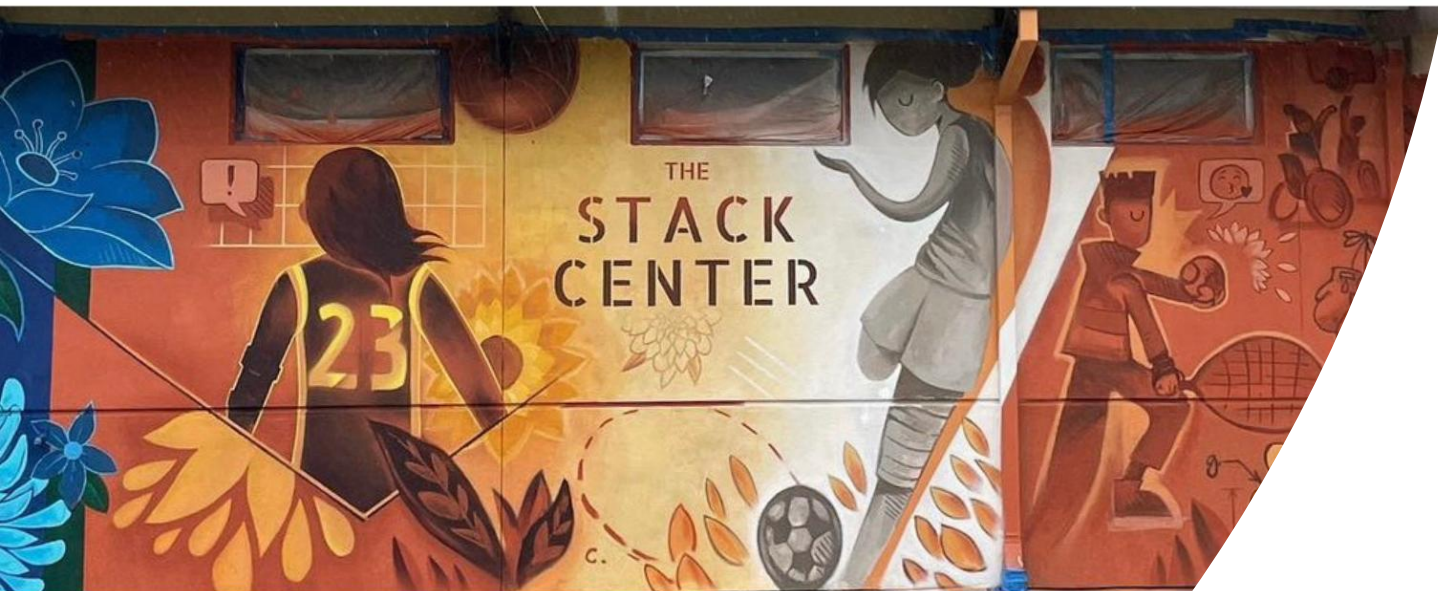
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Item #18

PH 25-033

**Gann Limit
Adoption**



FY 2025-26 Gann Appropriation Limit

June 17, 2025

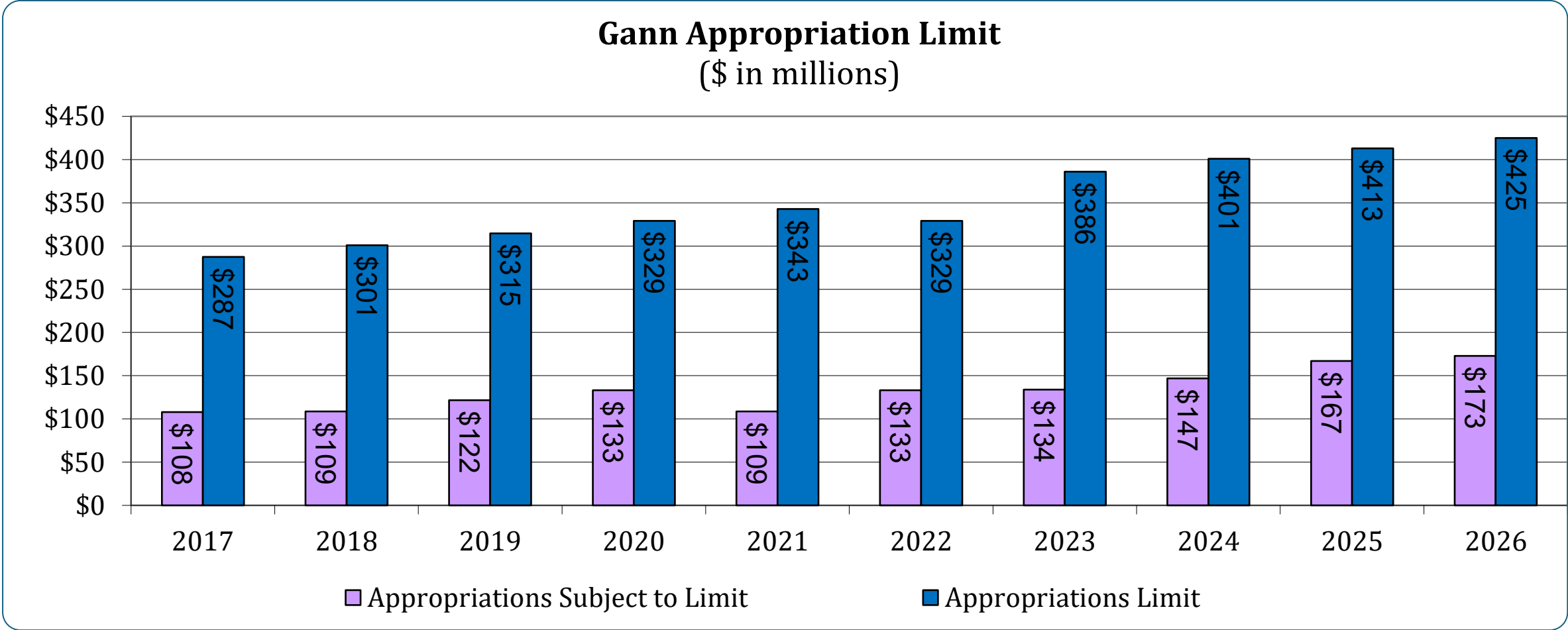
Sharif Etman, Interim Director of Finance

What is a Gann Appropriations Limit?

- State Proposition 4, commonly known as the Gann Initiative, was approved by California voters in November 1979.
- Proposition 4 created Article XIII B of the State Constitution, which placed limits on the amount of revenue that can be spent by government agencies.
- Proposition 111, was approved by the voters in June 1990 and provided new adjustment formulas to the Gann Limit and requires local governments to adopt Gann Appropriations Limits each fiscal year.
- The appropriations limitation imposed by Propositions 4 and 111 creates a restriction on the amount of revenue that can be appropriated in any fiscal year. The limit is based on actual appropriations during the 1978-79 fiscal year and is increased each year using population and inflation growth factors.
- Only revenues that are classified as "proceeds of taxes" are subject to the limit.

Gann Appropriations Limits

FY 2025
Gann Appropriation Limit
\$413 million



Recommendation

- Adopt a Resolution establishing a Gann Appropriation Limit for Fiscal Year 2025-26.

Item #19

LB 25-016

**Electrification
Reach Code**



City Council

Reach Code Update Proposed Amendments to EV Charging Requirements

June 17, 2025

Background

- Ordinance modifies requirements for EV charging in the California Green Building Standards Code (CalGreen).
- December 17, 2024 – City Council introduced the updated Reach Code ordinance.
- January 21, 2025 – City Council adopted the ordinance.

CA Building Standards Commission Review

- Reach Code ordinance was submitted to the California Building Standards Commission (CBSC) for review and filing.
- CBSC requested a revised ordinance with definitions that are consistent with CalGreen.
- Revisions do not include substantive differences from the ordinance adopted by the City Council on January 21, 2025.

Staff Recommendation

That Council:

- Receives public comments;
- Reviews and comments on this report; and
- Adopts a Resolution Introducing a Revised Electrification Reach Code Ordinance with Amendments Related to EV Charging; and Finding that the Action is Exempt from CEQA

Next Steps:

- If the ordinance is adopted, staff will file a copy with the California Building Standards Commission.

