

MEMORANDUM

To: SFSWMA Joint Powers Board
From: Randall Kippenbrock, P.E., Executive Director ^{RLK}
Date: May 17, 2026
Subject: Request for Approval of a Budget Increase to Purchase Diesel for the Caja del Rio Landfill, from 810.100700 (Operating Cash Fund Balance) to 8100851.531050 (Diesel), in the Amount of \$40,000

BACKGROUND AND SUMMARY:

The Agency respectfully requests the Board's approval for a \$40,000 budget increase for diesel at the Caja del Rio Landfill (Landfill).

Historically, the Agency has been able to project the annual fuel budget, including diesel and gasoline. The FY-26 diesel budget for the Landfill, approved by the Board on May 15, 2025, is \$285,000 at a rate of \$3.00 per gallon. However, the spike in fuel costs caused by the war with Iran has driven diesel prices up by more than 86%.

Before March 4, 2026, the Agency paid an average of \$2.69 per gallon for diesel. Since that date, diesel prices have increased to \$5.01 per gallon.

Funding is available through a budget increase from 810.100700 (Operating Cash Fund Balance) to 8100851.531050 (Diesel - Landfill), which will sustain Landfill operations through the end of the fiscal year on June 30, 2026.

Remaining funds allocated for gasoline at the Landfill and for diesel and gasoline at the Buckman Road Recycling and Transfer Station will be sufficient to meet demand through the end of the fiscal year.

ACTION REQUESTED:

The Agency requests approval to increase the FY-26 budget for 8100851.531050 (Diesel – Landfill) by \$40,000 from 810.100700 (Operating Cash Fund Balance).

Attachment: Budget Amendment Resolution Form

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ATTACHMENT

Budget Amendment Resolution Form

