NOT YET APPROVED

Ordinance No.

Ordinance of the Council of the City of Palo Alto Amending the Fiscal Year 2023 Municipal Fee Schedule to Add a New Fee for City's On-Demand Transit Service

The Council of the City of Palo Alto ORDAINS as follows:

SECTION 1. Findings and Declarations. The City Council finds and declares as follows:

A. The City plans to begin a new on-demand transit service in March 2023 called Palo Alto Link. City will charge a fee from free up to \$3.50 per passenger trip.

B. The fee in this ordinance will provide only a minority of the funding (approximately \$340,000) for this service. This service is mostly funded through a VTA grant of \$2 million.

<u>SECTION 2</u>. The Council of the City of Palo Alto amends the Fiscal Year 2023 Municipal Fee Schedule by adopting the new fee for on-demand transit as set forth in Exhibit "A" and incorporated here by reference.

<u>SECTION 3</u>. The fee in this Ordinance is for a specific government service provided directly to the payor that is not provided to those not charged and which does not exceed the reasonable costs to the local government of providing the service or product. Pursuant to Art. XIII C, Section 1(e)(2) of the California Constitution, this fee is not a tax.

<u>SECTION 4</u>. The Council finds that this ordinance is not a "project" under CEQA because it has no potential for resulting in either a direct or reasonable foreseeable indirect change in the environment.

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NOT YET APPROVED

SECTION 5. This ordinance shall be effective upon adoption as an amendment to the City's FY23 budget.

INTRODUCED:

PASSED:

AYES:

NOES:

ABSENT:

ABSTENTIONS:

ATTEST:

City Clerk

Mayor

APPROVED AS TO FORM:

Assistant City Attorney

City Manager

APPROVED:

Chief Transportation Official

Director of Administrative Services

NOT YET APPROVED

Attachment A

Fiscal Year 2023 Municipal Fee Schedule Office of Transportation Fees

On-Demand Transit (Palo Alto Link)	
On-Demand Transit (Palo Alto Link)	\$0-\$3.50 per passenger trip