



STORMWATER MANAGEMENT FEE

FY 2023 Proposed Rate

May 3, 2022

www.cityofpaloalto.org

Stormwater Management Fee Guidelines

2017 Stormwater Management Fee Ballot Measure

“In order to offset the effects of inflation on labor and material costs, the maximum rate for the Storm Water Management Fee (and each component of the Storm Water Management Fee) will be increased annually each July 1 (beginning July 1, 2018), by the lesser of (i) the percentage change in the Consumer Price Index [CPI] for the San Francisco-Oakland-San Jose CSMA, published by the United States Department of Labor, Bureau of Labor Statistics during the prior calendar year or (ii) 6%. The City Council would have the authority to set the rate for the Storm Water Management Fee (and each component of the Storm Water Management Fee) at any rate that is less than or equal to the inflation adjusted maximum rate.”

FY 2023 Proposed Rate Increase & Impact

Proposed Rate

- 4.2% increase in alignment with the applicable Consumer Price Index

Financial Impact

- Increases monthly charge per Equivalent Residential Unit (ERU) by \$0.64 from \$15.34 to \$15.98
- Increases estimated annual revenue by approximately \$312,000