



## Water Quality Fees Stakeholder Meeting

<b>DATE:</b>	Thursday, February 4, 2016
<b>TIME:</b>	9:00-11:30 am
<b>LOCATION:</b>	Central Valley Regional Water Quality Control Board 11020 Sun Center Drive, Suite 200 Rancho Cordova, CA 95670
<b>WEBCAST LINK:</b>	<a href="http://www.calepa.ca.gov/broadcast/">http://www.calepa.ca.gov/broadcast/</a>
<b>QUESTIONS:</b>	<a href="mailto:Fee_Branch@waterboards.ca.gov">Fee_Branch@waterboards.ca.gov</a> – Questions received prior to and during the meeting will be addressed during the meeting unless otherwise requested.

### AGENDA

1. Welcome and Introductions
2. Waste Discharge Permit Fund Condition (Attachment 1)
3. Waste Discharge Permit Fund Budget Cost Drivers (Attachment 2)
4. Open Discussion

## WDPF Fund Condition (\$000)

									Forecast	
	FY 07-08	FY 08-09	FY 09-10	FY 10-11	FY 11-12	FY 12-13	FY 13-14	FY 14-15	FY 15-16	FY 16-17
<b>BEGINNING BALANCE</b>	\$17,288	\$9,795	\$8,204	\$6,604	\$10,774	\$6,403	\$3,799	\$13,216	\$20,334	\$13,359
Prior Year Adjustments <sup>1</sup>	\$1,807	(\$56)	(\$3,010)	\$2,097	(\$1,913)	(\$713)	\$1,132	\$907		
Restricted Revenue <sup>2</sup>									(\$4,628)	\$0
Adjusted Beginning Balance	\$19,095	\$9,739	\$5,194	\$8,701	\$8,861	\$5,690	\$4,931	\$14,123	\$15,706	\$13,359
Revenue										
Regulatory Fees	\$60,958	\$77,340	\$74,902	\$74,864	\$97,064	\$99,037	\$117,158	\$123,712	\$117,114	\$125,761
Penalty Assessments							\$1,212	\$1,331	\$1,500	\$0
Other <sup>3</sup>	\$3,038	\$2,027	\$900	\$630	\$2,647	\$393	\$102	\$246	\$246	\$246
Total Revenue	\$63,996	\$79,367	\$75,802	\$75,494	\$99,711	\$99,430	\$118,472	\$125,289	\$118,860	\$126,007
Expenditures										
Water Board State Operations	\$72,977	\$80,597	\$74,079	\$72,693	\$101,546	\$100,480	\$107,433	\$113,169	\$118,856	\$124,894
Local Assistance <sup>4</sup>							\$1,610	\$1,700	\$1,800	\$1,800
Other State Operations <sup>5</sup>	\$319	\$305	\$313	\$728	\$623	\$841	\$813	\$1,328	\$552	\$856
Marijuana (Cannabis) <sup>6</sup>								\$1,637		
Water Recycling <sup>6</sup>						\$262	\$331	\$377	\$419	\$410
Regional Water Planning <sup>6</sup>									\$503	\$558
Drinking Water <sup>6</sup>								\$367		
Water Asst. Program <sup>6</sup>										\$129
ACL Project Expenditure <sup>6</sup>								\$500		
Cal/EPA <sup>7</sup>									\$340	
Total Expenditures	\$73,296	\$80,902	\$74,392	\$73,421	\$102,169	\$101,583	\$110,187	\$119,078	\$122,470	\$128,647
Non-Fee Expenditure Adj <sup>8</sup>						(\$262)	(\$331)	(\$2,881)	(\$1,262)	(\$1,097)
Total Fee Program Expenditures	\$73,296	\$80,902	\$74,392	\$73,421	\$102,169	\$101,321	\$109,856	\$116,197	\$121,208	\$127,550
Gain/(Loss)	(\$9,300)	(\$1,535)	\$1,410	\$2,073	(\$2,458)	(\$1,891)	\$8,285	\$6,211	(\$2,348)	(\$1,543)
<b>ENDING BALANCE</b>	<b>\$9,795</b>	<b>\$8,204</b>	<b>\$6,604</b>	<b>\$10,774</b>	<b>\$6,403</b>	<b>\$3,799</b>	<b>\$13,216</b>	<b>\$20,334</b>	<b>\$13,359</b>	<b>\$11,816</b>
<b>Fund Reserve</b>	13.4%	10.1%	8.9%	14.7%	6.3%	3.7%	12.0%	17.1%	10.9%	9.2%

**Footnotes:**

- <sup>1</sup> Most adjustments represent unspent contract dollars that revert to the Fund.
- <sup>2</sup> Restricted revenue is revenue received from fines and penalties that must be expended on cleanup and abatement
- <sup>3</sup> Other revenue includes fines and penalties, interest from the state's pooled money investment fund, and escheat from unclaimed checks.
- <sup>4</sup> Local Assistance for Beach Monitoring
- <sup>5</sup> Other state operations includes appropriations for Cal/EPA, FISCAL, and the State Controller's Office.
- <sup>6</sup> Legislative Augmentation. Funded by revenue received from fines and penalties.
- <sup>7</sup> Cal/EPA expenditure for Environmental Justice grants. No impact to fee programs.
- <sup>8</sup> Total budgeted expenditures that do not impact fees.

**WDPF Budget Cost Drivers  
FY 2016-17 (\$000)**

WDPF Program	FY 15-16 Fee Budget	GAMA Prior Year Correction <sup>1</sup>	Staff Cost & Program Adjustments	FY 16-17 Allocation Budget	Target Resource Reallocation	Target FY 16-17 Fee Budget	Forecasted Revenue FY 16-17	Forecasted FY 16-17 Revenue Increase / (Decrease)	Total Revenue FY 16-17	Average Program Percent Change
NPDES	\$29,353		\$2,619	\$31,972		\$31,972	\$29,751	\$2,221	\$31,972	7.5%
Storm Water	\$29,864		(\$589)	\$29,275	\$390	\$29,665	\$34,922	(\$5,647)	\$29,275	-16.2%
WDR	\$29,689	\$749	\$677	\$31,115		\$31,115	\$29,296	\$1,819	\$31,115	6.2%
LD - No Tipping Fee	\$10,985	\$261	(\$396)	\$10,850	\$260	\$11,110	\$10,848	\$3	\$10,850	0.0%
LD - Tipping Fee	\$3,640	\$89	(\$48)	\$3,681	\$130	\$3,811	\$3,726	(\$46)	\$3,681	-1.2%
401 Cert	\$7,313		\$2,312	\$9,625	(\$520)	\$9,105	\$7,339	\$2,286	\$9,625	31.2%
CAF	\$4,652	\$101	(\$564)	\$4,189		\$4,189	\$4,240	(\$52)	\$4,189	-1.2%
ILRP	\$5,159		\$355	\$5,514	(\$260)	\$5,254	\$5,166	\$348	\$5,514	6.7%
Cannabis			\$472	\$472		\$472	\$472		\$472	
<b>TOTAL</b>	<b>\$120,656</b>	<b>\$1,200</b>	<b>\$4,838</b>	<b>\$126,694</b>	<b>\$0</b>	<b>\$126,694</b>	<b>\$125,761</b>	<b>\$933</b>	<b>\$126,694</b>	<b>0.7%</b>

<sup>1</sup> Prior year correction resulting from FY 2014-15 Budget Change Proposal for GAMA fund shift.