STATE WATER RESOURCES CONTROL BOARD RESOLUTION NO. 2023-0035

ADOPTING EMERGENCY REGULATIONS AMENDING DRINKING WATER FEE SCHEDULES IN TITLE 22, SECTION 64305 OF THE CALIFORNIA CODE OF REGULATIONS

WHEREAS:

- 1. The State Water Resources Control Board (State Water Board) is responsible for administering the Safe Drinking Water Act (Health & Saf. Code, § 116270 et seq.) (SDWA). The SDWA requires that suppliers of water that meet the law's definition of a "public water system" submit an annual fee to the State Water Board "for the purpose of reimbursing the state board for the costs incurred by the state board for conducting activities mandated by [the SDWA]." (Id., § 116565, subd. (a).)
- 2. Health and Safety Code section 116565, subdivision (c) requires the State Water Board to adopt, by regulation, a schedule of fees to be paid by public water systems.
- 3. On April 4, 2017, the State Water Board accordingly adopted title 22, division 4, chapter 14.5, sections 64300, 64305, 64310, and 64315 of the California Code of Regulations, setting forth an annual fee schedule for public water systems.
- 4. Health and Safety Code section 116565, subdivision (e) requires that the fee schedule initially be set through the regular rulemaking process and that, thereafter, amendments and adjustments to the schedule shall be adopted as emergency regulations that are not subject to review by the Office of Administrative Law.
- 5. The proposed emergency regulations amend section 64305 of title 22 of the California Code of Regulations to adjust the schedule of annual fees to be paid by public water systems.

- 6. The California Environmental Quality Act (CEQA) provides a statutory exemption for the review and modification of charges by public agencies. Specifically, Public Resources Code section 21080, subdivision (b)(8) provides for such statutory exemption if the public agency finds that such charges "are for the purpose of (A) meeting operating expenses, including employee wage rates and fringe benefits, (B) purchasing or leasing supplies, equipment, or materials, (C) meeting financial reserve needs and requirements, (D) obtaining funds for capital projects necessary to maintain service within existing service areas, or (E) obtaining funds necessary to maintain those intracity transfers as are authorized by city charter."
- 7. The State Water Board finds that the charges identified in title 22, division 4, chapter 14.5 of the California Code of Regulations, are for the purpose of: meeting operating expenses, including employee wage rates and fringe benefits; purchasing or leasing supplies, equipment, or materials; and meeting financial reserve needs and requirements.

THEREFORE BE IT RESOLVED THAT:

The State Water Board:

- 1. The State Water Board adopts emergency regulations amending title 22, division 4, chapter 14.5, section 64305 of the California Code of Regulations as appended to this resolution.
- 2. The State Water Board determines that adoption of title 22, division 4, chapter 14.5, section 64305 of the California Code of Regulations is statutorily exempt from CEQA for the reasons given above, and directs the State Water Board staff to prepare and submit to the State Clearinghouse a Notice of Exemption reflecting this determination.
- 3. State Water Board staff will submit the regulations to the Office of Administrative Law (OAL) for filing with the Secretary of State.

4. If, prior to OAL filing the regulations with the Secretary of State, State Water Board staff or the State Water Board determines that minor corrections to the language of the regulation or supporting documentation are needed for clarity or consistency, the State Water Board Executive Director or the Executive Director's designee may make such changes.

CERTIFICATION

The undersigned Clerk to the Board does hereby certify that the foregoing is a full, true, and correct copy of a resolution duly and regularly adopted at a meeting of the State Water Resources Control Board held on September 19, 2023.

AYE: Chair E. Joaquin Esquivel

Board Member Sean Maguire Board Member Laurel Firestone Board Member Nichole Morgan

NAY: None

ABSENT: Vice Chair Dorene D'Adamo

ABSTAIN: None

Courtney Tyler
Clerk to the Board