Water Rights Fees Stakeholder Meeting

DATE:  Wednesday, February 1, 2017

TIME:  1:00 – 3:30 pm

LOCATION:  CalEPA Headquarters Building
Byron Sher Auditorium (2nd Floor)
1001 I Street
Sacramento, CA 95814

WEBCAST LINK:  http://www.calepa.ca.gov/broadcast/

QUESTIONS:  WaterRightsFees@waterboards.ca.gov – Questions received prior to and during the meeting will be addressed during the meeting unless otherwise requested.

AGENDA

1. Welcome and Introductions (David Ceccarelli)

2. Water Rights Fund Condition (Attachment 1) (David Ceccarelli)

3. Water Rights Fund Budget Cost Drivers (Attachment 2) (David Ceccarelli)

4. Discussion of FY 2017-18 Budget Change Proposals (David Ceccarelli)
   a) Klamath Hydroelectric Project Water Quality Certification
   b) Implementation of Sustainable Groundwater Management Act Intervention Requirements

5. Change petition fees to add a fee for water right splits (Amanda Montgomery)

6. Open Discussion

February 1, 2017 – Water Rights Fees Stakeholder Meeting
## State Water Resources Control Board

### Water Rights Fund Condition ($000)

**Percent Increase from Previous FY**

<table>
<thead>
<tr>
<th>Per Acre-Foot Charge</th>
<th>FY 09-10</th>
<th>FY 10-11</th>
<th>FY 11-12</th>
<th>FY 12-13</th>
<th>FY 13-14</th>
<th>FY 14-15</th>
<th>FY 15-16</th>
<th>FY 16-17</th>
<th>FY 17-18</th>
</tr>
</thead>
<tbody>
<tr>
<td>BEGINNING BALANCE</td>
<td>$5,518</td>
<td>$5,701</td>
<td>$5,649</td>
<td>$6,154</td>
<td>$4,498</td>
<td>$3,544</td>
<td>$4,412</td>
<td>$4,807</td>
<td>$3,951</td>
</tr>
<tr>
<td>Prior year adjustments</td>
<td>$79</td>
<td>$(20)</td>
<td>$1,976</td>
<td>$662</td>
<td>$616</td>
<td>$843</td>
<td>$166</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Adjusted Beginning Balance</td>
<td>$5,597</td>
<td>$5,681</td>
<td>$7,625</td>
<td>$6,816</td>
<td>$5,114</td>
<td>$4,387</td>
<td>$4,578</td>
<td>$4,807</td>
<td>$3,951</td>
</tr>
</tbody>
</table>

**Revenue**

- Regulatory Fees: $7,531, $9,506, $13,939, $14,215, $15,054, $15,676, $15,525, $17,740, $17,740
- Cost Recovery: $0, $1,000, $1,000, $1,000, $1,000, $1,000, $1,000, $1,000, $1,000
- Other Revenue: $119, $61, $62, $86, $86, $64, $255, $176, $175
- Loan to General Fund: $(926), $926

**Total Revenue**: $7,650, $8,641, $14,927, $14,301, $16,140, $16,740, $16,780, $18,916, $21,165

**Expenditures**

- Water Board State Operations: $7,129, $8,348, $15,918, $16,084, $15,800, $15,257, $15,028, $18,236, $18,756
- SGMA Expenditures: $2,250
- Cost Recovery Expenditures: $0, $1,000, $1,000, $1,000, $1,000, $1,000, $1,000
- Other State Operations: $417, $325, $480, $535, $603, $458, $523, $536, $545

**Total Expenditures**: $7,546, $8,673, $16,398, $16,398, $16,403, $16,715, $16,551, $19,772, $22,551

**Increase(Decrease)**: $104, $(32), $(1,471), $(2,318), $(1,263), $25, $229, $(856), $(1,386)

**ENDING BALANCE**: $5,701, $5,649, $6,154, $4,498, $3,851, $4,412, $4,807, $3,951, $2,565

**Fund Reserve**:

- Forecast
  - 5%
  - 0%
  - 0%
  - $5,063
  - $5,066
  - $5,066

**Footnotes**:

1. For FY 16-17 and FY 17-18, forecasted revenue is based on the estimated billing amounts for license/permit/applications and estimated revenue from petitions and one time applications.
3. Other revenue includes miscellaneous services to the public, SMIF & Enforcement.
4. A loan authorized by the FY 10-11 state budget that transfers $926,000 from the Water Rights Fund to the General Fund. The loan was repaid in full on June 30, 2012.
5. For FY 17-18, a loan from the Underground Storage Tank Cleanup Fund (0439) to the Water Rights Fund (3058) per Budget Act of 2017.
6. FY 16-17 and FY 17-18, are based off of the budget authority in the Governor's Proposed Budget (Jan 10)
7. For FY 16-17, Other State Operations projected expenditures include $477,000 to BOE, $37,000 to CalEPA, and $22,000 to Fiscal. For FY 17-18, Other State Operations projected expenditures include $483,000 to BOE, $37,000 to CalEPA, and $25,000 to FISCAL

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February 1, 2017 – Water Rights Fees Stakeholder Meeting
State Water Resources Control Board
Water Rights Fund Budget Cost Drivers
($000)

### Water Rights Fund

<table>
<thead>
<tr>
<th>Water Rights Fund</th>
<th>FY 2016-17 Budget</th>
<th>FY 2017-18 Governor's Proposed Budget</th>
<th>Net Difference</th>
</tr>
</thead>
<tbody>
<tr>
<td>Governor's Proposed Budget¹</td>
<td>$19,236</td>
<td>$22,006</td>
<td>$2,770</td>
</tr>
<tr>
<td><strong>Totals</strong></td>
<td><strong>$19,236</strong></td>
<td><strong>$22,006</strong></td>
<td><strong>$2,770</strong></td>
</tr>
</tbody>
</table>

¹ The Budget Act includes $1 million in ongoing cost recovery for CEQA Consultation

### FY 2017-18 Budget Cost Drivers

<table>
<thead>
<tr>
<th>Water Rights Fund</th>
<th>Amounts</th>
</tr>
</thead>
<tbody>
<tr>
<td>BCP (Klamath Hydroelectric Project Water Quality Cert)</td>
<td>$408</td>
</tr>
<tr>
<td>BCP (Implementation of SGMA)</td>
<td>$2,250</td>
</tr>
<tr>
<td>Employee Compensation</td>
<td>$112</td>
</tr>
<tr>
<td><strong>Totals</strong></td>
<td><strong>$2,770</strong></td>
</tr>
</tbody>
</table>