



## Water Rights Fees Stakeholder Meeting

<b>DATE:</b>	Thursday, February 8, 2018
<b>TIME:</b>	1:00 – 3:30 pm
<b>LOCATION:</b>	Central Valley Regional Board Office 11020 Sun Center Drive, Suite 200 Ranch 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 (**David Ceccarelli**)
2. Water Rights Program Budget and Water Rights Fund Cost Drivers (Attachment 1) (**Ryan Wilson**)
3. Water Rights Fund Condition (Attachment 2) (**Ryan Wilson**)
  - a. Update on staffing for the Cannabis Positions
4. FY 2018-19 Budget Change Proposal (**Ryan Wilson**)
  - a. Water Rights Online Annual Water Use Reporting
5. Fee for Petitions (**Amanda Montgomery**)
6. Fees for Temporary Permits for Underground Storage (Attachments 3A and 3B) (**Amanda Montgomery**)
7. Small Domestic and Livestock Stock Pond Registration Fees (**David Ceccarelli**)
8. Pending Annual Application Fees (**David Ceccarelli**)
9. Open Discussion

**State Water Resources Control Board**  
**Water Rights Program Budget and Water Rights Fund Budget Cost Drivers**  
**(\$000)**

	FY 2018-19 Governor's Proposed Budget
Water Rights Fund <sup>1</sup>	\$22,049
General Fund	\$15,798
Public Resources Account, Cigarette and Tabacco Products Surtax Fund	\$92
Federal Trust Fund	\$223
Cannabis Control Fund	\$1,979
California Environmental License Plate Fund	\$2,569
<b>Totals</b>	<b>\$42,710</b>

<sup>1</sup>For FY 18-19, does not include \$450,000 in Water Rights Funding appropriated for Department of Justice Legal Services.

Water Rights Fund	FY 2017-18 Budget Act	FY 2018-19 Governor's Proposed Budget	Net Difference
Governor's Proposed Budget <sup>2</sup>	\$22,787	\$22,499	(\$288)
<b>Totals</b>	<b>\$22,787</b>	<b>\$22,499</b>	<b>(\$288)</b>

<sup>2</sup>The Budget Act includes \$1 million in ongoing cost recovery for CEQA Consultation

**FY 2018-19 Budget Cost Drivers**

Water Rights Fund	Amounts
SGMA	(\$1,500)
18-19 Control Section Adjustment <sup>3</sup>	\$1,020
18-19 WR Online Reporting BCP	\$192
<b>Totals</b>	<b>(\$288)</b>
<b>Adj Total</b>	<b>(\$288)</b>

<sup>3</sup> Control Section Item 9800 Employee Compensation, 3.60 Retirement, and Pro Rata

**State Water Resources Control Board  
Water Rights Fund Condition (\$000)  
Projections**

Percent Increase from Previous FY  
Per Acre-Foot Charge

	FY 12-13	FY 13-14	FY 14-15	FY 15-16	\$0.066 FY 16-17	\$0.069 FY 17-18	\$0.069 FY 18-19
<b>BEGINNING BALANCE</b>	\$6,154	\$4,498	\$3,851	\$4,719	\$4,807	\$3,253	\$3,374
Prior year adjustments	\$662	\$616	\$843	\$166	\$51	\$0	\$0
Adjusted Beginning Balance	\$6,816	\$5,114	\$4,694	\$4,578	\$4,858	\$3,253	\$3,374
Revenue							
Regulatory Fees <sup>1</sup>	\$14,215	\$15,054	\$15,676	\$15,525	\$16,799	\$19,086	\$21,336
Cost Recovery <sup>2</sup>	\$0	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000
Other Revenue <sup>3</sup>	\$86	\$86	\$64	\$255	\$280	\$175	\$175
Loan from the USTCF(SGMA) <sup>4</sup>						\$2,250	(\$2,250)
SGMA Fees <sup>7</sup>							\$750
Cannibis Cultivation Regulation						\$740	\$740
Total Revenue	\$14,301	\$16,140	\$16,740	\$16,780	\$18,079	\$23,251	\$21,751
Expenditures							
Water Board State Operations <sup>5</sup>	\$16,084	\$15,800	\$15,257	\$15,028	\$18,210	\$18,581	\$20,009
SGMA Expenditures <sup>4</sup>						\$2,250	\$750
Cannibis Cultivation Regulation						\$740	\$740
Cost Recovery Expenditures	\$0	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000
Other State Operations <sup>6</sup>	\$535	\$603	\$458	\$523	\$474	\$559	\$738
Total Expenditures	\$16,619	\$17,403	\$16,715	\$16,551	\$19,684	\$23,130	\$23,237
Increase(Decrease)	(\$2,318)	(\$1,263)	\$25	\$229	(\$1,605)	\$121	(\$1,486)
<b>ENDING BALANCE</b>	<b>\$4,498</b>	<b>\$3,851</b>	<b>\$4,719</b>	<b>\$4,807</b>	<b>\$3,253</b>	<b>\$3,374</b>	<b>\$1,888</b>
<b>Fund Reserve<sup>7</sup></b>	27.1%	22.1%	28.2%	29.0%	16.5%	16.8%	8.7%

**Footnotes:**

<sup>1</sup> For FY 17-18, and FY 18-19, forecasted revenue is based on the estimated billing amounts for license/permit/applications and estimated revenue from petitions and one time applications.

<sup>2</sup> A \$1 million ongoing cost recovery for CEQA Consultation.

<sup>3</sup> Other revenue includes miscellaneous services to the public, SMIF & Enforcement.

<sup>4</sup> 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. For FY 18-19, Loan repayment from the Water Rights Fund (3058) to the Underground Storage Tank Cleanup Fund (0439) pe Budget Act of 2017.

<sup>5</sup> FY 17-18, and FY 18-19, are based off of the budget authority in the Governor's Proposed Budget (Jan 10)

<sup>6</sup> For FY 17-18, Other State Operations projected expenditures include \$498,000 to CDTFA, \$37,000 to CalEPA, and \$24,000 to Fi\$CAL. For FY 18-19, Other State Operations projected expenditures include \$510,000 to CDTFA, \$37,000 to CalEPA, \$3,000 to Fi\$CAL, and \$188,000 to Supplemental Pension Payments.

<sup>7</sup> Fund Reserve calculation excludes expenditure items for SGMA and Cannibis Cultivation.

## Item#6: 2016-2017: Summary of Applications for Temporary Permit with Underground Storage

Application Number	Applicant (County)	AF requested	Status and Significant Actions
<b>2016</b>			
<b>T032756</b> <a href="#">Application</a>   <a href="#">Supplement Form</a>   <a href="#">Attachments and Maps</a>	Yolo County Flood Control and Water Conservation District (Yolo)	72,000	12/13/2016 <i>Application Received</i> 12/27/2016 <i>Notice Issued</i> 1/4/2017 <i>Objection Received</i> 1/12/2017 <i>Permit Issued</i> 1/20/2017 <i>Objection Received</i> 7/11/17 <i>Permit Revoked</i> 9/19/2017 <i>Summary Report</i>
<b>T032738</b> <a href="#">Application</a>   <a href="#">Attachment 1 and Supplement Form</a>   <a href="#">Map</a>	City of Corona (Riverside)	15,000	10/10/2016 <i>Application Received</i> 3/6/2017 <i>Application Canceled</i>
<b>T032704</b> <a href="#">Application</a>   <a href="#">Attachments and Supplement Form</a>   <a href="#">Map</a>   <a href="#">Photos</a>	Eastside Water District (Stanislaus/ Merced)	5,000	7/26/2016 <i>Application Received</i> 9/2/2016 <i>Notice Issued</i> 9/30/2016 <i>Objection Received</i> 11/8/2016 <i>Permit Issued</i> 5/1/17 <i>Permit Revoked</i>
<b>T032703</b> <a href="#">Application</a>   <a href="#">Attachments and Supplement Form</a>   <a href="#">Map</a>   <a href="#">Photos</a>	Eastside Water District (Stanislaus/ Merced)	720	7/26/2016 <i>Application Received</i> 9/2/2016 <i>Notice Issued</i> 10/3/2016 <i>Objection Received</i> 12/6/2016 <i>Application Canceled</i>
<b>T032581</b> <a href="#">Application</a>   <a href="#">Supplement Form</a>   <a href="#">Attachment and Maps</a>   <a href="#">Supplement Form Attachment</a>	Yolo County Flood Control and Water Conservation District (Yolo)	40,000	1/28/2016 <i>Application Received</i> 2/3/2016 <i>Permit Issued</i> 2/8/2016 <i>Notice Issued</i> 2/16/2016 <i>Objection Received</i> 8/1/2016 <i>Permit Revoked</i> 9/23/2016 <i>Summary Report</i>
<b>T032564</b> <a href="#">Application</a>   <a href="#">Supplement Form</a>   <a href="#">Maps</a>   <a href="#">Photos</a>   <a href="#">Attachment</a>	Scott Valley Irrigation District (Siskiyou)	5,400	1/13/2016 <i>Application Received</i> 1/15/2016 <i>Permit Issued</i> 1/21/2016 <i>Notice Issued</i> 2/17/2016 <i>Objection Received</i> 7/13/2016 <i>Permit Revoked</i> 9/30/2016 <i>Summary Report</i> 12/01/2016 <i>Revised Summary</i>
<b>2017</b>			
<b>T032874</b> <a href="#">Application</a>   <a href="#">Supplement Form</a>   <a href="#">Attachments</a>   <a href="#">Supplement Attachment</a>   <a href="#">Map</a>	Eastside Water District (Stanislaus/ Merced)	570	10/19/2017 <i>Application Received</i> 12/8/2017 <i>Application Canceled</i>
<b>T032854</b> <a href="#">Application</a>   <a href="#">Supplement Form</a>   <a href="#">Attachment</a>   <a href="#">Map</a>   <a href="#">Photos</a>	Resource Conservation District of Santa Cruz County	350	8/22/2017 <i>Application Received</i> 9/5/2017 <i>Application Cancelled</i>
<b>T032842</b> <a href="#">Application</a>   <a href="#">Supplement Form</a>   <a href="#">Attachment</a>   <a href="#">Maps</a>   <a href="#">Photos</a>	City of Huron (Fresno)	13,513	7/14/2017 <i>Application Received</i> 9/6/2017 <i>Notice Issued</i> 12/1/2017 <i>Permit Issued</i>
<b>T032766</b> <a href="#">Application</a>   <a href="#">Supplement Form</a>   <a href="#">Attachments and Maps</a>	Scott Valley Irrigation District (Siskiyou)	5,400	1/19/2017 <i>Application Received</i> 2/7/2017 <i>Notice Issued</i> 2/22/2017 <i>Application Canceled</i>

## Item #6: Feb 2018 Water Rights Fees Stakeholder Meeting

Preliminary Staff Ideas for Fee Structure Options: FY 18/19  
Temporary Permit for Underground Storage

	Minimum Fee	Fee Structure	Example Fee for: 100 af 1,000 af 10,000 af	Maximum Fee
Option 1: Retain current fee	\$100	\$100 + \$1 per 100 ac-ft in excess of 10,000 ac-ft (based on amount actually diverted)	\$100 \$100 \$100	N/A
Option 2: 5% of application fee	\$2,000	\$2,000 or 5% of the fee calculated under §1062(a)(1)(A) <sup>1</sup> , whichever is greater.	\$2,000 \$2,000 \$7,543	\$25,945
Option 2: 10% of application fee	\$2,000	\$2,000 or 10% of the fee calculated under §1062(a)(1)(A) <sup>1</sup> , whichever is greater.	\$2,000 \$2,000 \$15,085	\$51,890
Option 3: 25% of application fee	\$2,000	\$2,000 or 25% of the fee calculated under §1062(a)(1)(A) <sup>1</sup> , whichever is greater.	\$2,000 \$3,963 \$37,713	\$129,725
Option 4: Revert to Temporary Permit Fee (50% of application fee) currently used for all other diversion types (e.g. diversion to offstream storage, direct diversion, diversion to onstream storage).	\$2,000	\$2,000 or 50% of the fee calculated under §1062(a)(1)(A) <sup>1</sup> , whichever is greater.	\$2,000 \$7,925 \$75,425	\$259,450

<sup>1</sup> The standard permit fee is \$1,000 plus \$15 per each acre-foot greater than 10 acre feet based on the total annual amount of diversion sought by the application or \$ 518,899 (for FY 2017/2018), whichever is less.