

Water Rights Fees Stakeholder Meeting

Thursday, August 3, 2023, at 1:00 pm – 3:00 pm

Webcast and Zoom Meeting Only



NO PHYSICAL MEETING LOCATION

Live Webcast [Here](#)

[Water Rights Email](#)

AGENDA

1. Welcome and Introductions
2. Water Rights Fund Condition (Attachment 1)
3. Water Rights Budget Cost Drivers (Attachment 2)
4. Water Rights Budget Change Proposal

[FY 2023-24 Budget Change Proposal - Division of Administrative Services Support](#)

5. Proposed Changes to Sustainable Groundwater Management Act (SGMA) Fee Regulations
6. Staff Recommendations
7. Open Discussion
8. Next Steps
 - a. September 19 - Board Meeting

Water Rights Fund Fund Condition (\$000)

	FY 21-22	Current Year Projected FY 22-23	BY No Fee Increase FY 23-24	BY Fee Increase (3% ¹) FY 23-24
BEGINNING BALANCE	\$8,307	\$5,040	\$4,974	\$4,974
Prior year adjustments	\$628			
Adjusted Beginning Balance	\$8,935	\$5,040	\$4,974	\$4,974
Revenue				
Regulatory Fees ²	\$30,329	\$32,044	\$32,044	\$32,850
Cannabis Cultivation Regulation Cost Recovery ³		\$1,000	\$1,000	\$1,000
SGMA Fees		\$750	\$750	\$750
Other Revenue ⁴	\$407	\$203	\$203	\$203
Adjustments:				
Loan from the USTCF(SGMA)				
Operating Transfers from Fund 8505 per EO E 20/21-251				
Loan from Underground Storage Tank Cleanup Fund (0439) to the Water Rights Fund (3058) per Budget Act 2017	(\$2,250)			
AB 84 - Revenue Transfer from WRF to General Fund (0001) per GC Section 20825.1(c). EO E21/22-276.	(\$1,121)			
Total Revenue	\$27,365	\$33,997	\$33,997	\$34,803

Water Rights Fund Fund Condition (\$000)

	FY 21-22	Current Year Projected FY 22-23	BY No Fee Increase FY 23-24	BY Fee Increase FY 23-24
Expenditures				
Water Board State Operations	\$28,404	\$29,312	\$29,926	\$29,926
Cost Recovery Expenditures ³		\$1,000	\$1,000	\$1,000
SGMA Fees		\$750	\$750	\$750
Other State Operations ⁵	\$2,856	\$3,001	\$3,229	\$3,229
Total Expenditures	\$31,260	\$34,063	\$34,905	\$34,905
Surplus (Deficit)	(\$3,895)	(\$66)	(\$908)	(\$102)
ENDING BALANCE	\$5,040	\$4,974	\$4,066	\$4,872
Fund Reserve	16.1%	15.0%	12.0%	14.4%

¹ No increase for FERC fees.

² Forecasted revenue is based on estimated billing amounts for applications, annual fees for license/permit/pending applications and estimated revenue from petitions and one-time applications.

³ Ongoing cost recovery for the California Environmental Quality Act (CEQA) Consultation.

⁴ Includes miscellaneous services to the public, Surplus Money Investment Fund (SMIF) & Enforcement, and F&P revenue.

⁵ Includes expenditures to CDTFA, CalEPA, Supplemental Pension and Pro Rata.

**Water Rights Fund
Budget Cost Drivers
FY 2023-24 (\$000)**

	FY 2022-23 Fee Setting Budget	FY 2023-24 Enacted Budget	Net Difference	Percent Change
Water Rights Fund (3058)				
Budget Allocation	\$34,063	\$34,905	\$842	2.5%

FY 2023-24 Budget Cost Drivers

	Increase Amount	Percent Change
Water Rights Fund		
State Operations ¹	\$450	1.3%
Pro Rata	\$222	0.7%
CDTFA	\$6	0.0%
FY 2023-24 BCP – Division of Administrative Services Support	\$164	0.5%
Totals	\$842	2.5%

¹Control Section Item 9800 Employee Compensation, 3.60 Retirement, Health care Cost, and Cannabis Continuation BCP.