CERTIFICATION OF ENROLLMENT

ENGROSSED SUBSTITUTE HOUSE BILL 1236

53rd Legislature 1993 Regular Session

Passed by the House April 25, 1993 Yeas 56 Nays 42	CERTIFICATE
Teas 30 Nays 42	I, Alan Thompson, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that
Speaker of the House of Representatives	the attached is ENGROSSED SUBSTITUTE HOUSE BILL 1236 as passed by the House of Representatives and the Senate on the dates hereon set forth.
Passed by the Senate April 24, 1993 Yeas 25 Nays 22	
President of the Senate	Chief Clerk
Approved	FILED
Governor of the State of Washington	Secretary of State State of Washington

ENGROSSED SUBSTITUTE HOUSE BILL 1236

AS RECOMMENDED BY THE CONFERENCE COMMITTEE

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State of Washington 53rd Legislature 1993 Regular Session

By House Committee on Natural Resources & Parks (originally sponsored by Representatives Rust, Pruitt and Sheldon; by request of Department of Ecology)

Read first time 03/03/93.

- 1 AN ACT Relating to fees for water rights and related approvals;
- 2 amending RCW 90.03.470; and creating new sections.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 4 <u>NEW SECTION.</u> **Sec. 1.** The legislature finds that a water right
- 5 confers significant economic benefits to the water right holder. The
- 6 fees associated with acquiring a water right have not changed
- 7 significantly since 1917. Water rights applicants pay less than two
- 8 percent of the costs of the administration of the water rights program.
- 9 The legislature finds that, since water rights are of significant
- 10 value, water rights applicants should contribute more to the cost of
- 11 administration of the water rights program.
- 12 The legislature also finds that an abrupt increase in water rights
- 13 fees could be disruptive to water rights holders and applicants. The
- 14 legislature further finds that water rights applicants have a right to
- 15 know that the water rights program is being administered efficiently
- 16 and that the fees charged for various services relate directly to the
- 17 cost of providing those services.
- 18 Therefore, the legislature creates a task force to review the water
- 19 rights program, to make recommendations for streamlining the

- 1 application process and increasing the overall efficiency and
- 2 accountability of the administration of the program, and to return to
- 3 the legislature with a proposal for a fee schedule where the fee levels
- 4 relate clearly to the cost of services provided.
- 5 **Sec. 2.** RCW 90.03.470 and 1987 c 109 s 98 are each amended to read 6 as follows:
- Except as otherwise provided in subsection (15) of this section, the following fees shall be collected by the department in advance:
- 9 (1) For the examination of an application for permit to appropriate 10 water or on application to change point of diversion, withdrawal, purpose or place of use, a minimum of ten dollars, to be paid with the 11 12 application. For each second foot between one and five hundred second feet, two dollars per second foot; for each second foot between five 13 14 hundred and two thousand second feet, fifty cents per second foot; and 15 for each second foot in excess thereof, twenty cents per second foot. For each acre foot of storage up to and including one hundred thousand 16 acre feet, one cent per acre foot, and for each acre foot in excess 17 18 thereof, one-fifth cent per acre foot. The ten dollar fee payable with the application shall be a credit to that amount whenever the fee for 19 direct diversion or storage totals more than ten dollars under the 20 above schedule and in such case the further fee due shall be the total 21 22 computed amount less ten dollars.
- Within five days from receipt of an application the department shall notify the applicant by registered mail of any additional fees due under the above schedule and any additional fees shall be paid to and received by the department within thirty days from the date of filing the application, or the application shall be rejected.
- 28 (2) For filing and recording a permit to appropriate water for 29 irrigation purposes, forty cents per acre for each acre to be irrigated up to and including one hundred acres, and twenty cents per acre for 30 each acre in excess of one hundred acres up to and including one 31 thousand acres, and ten cents for each acre in excess of one thousand 32 33 acres; and also twenty cents for each theoretical horsepower up to and 34 including one thousand horsepower, and four cents for each theoretical horsepower in excess of one thousand horsepower, but in no instance 35 36 shall the minimum fee for filing and recording a permit to appropriate water be less than five dollars. For all other beneficial purposes the 37 fee shall be twice the amount of the examination fee except that for 38

- 1 individual household and domestic use, which may include water for 2 irrigation of a family garden, the fee shall be five dollars.
- 3 (3) For filing and recording any other water right instrument, four 4 dollars for the first hundred words and forty cents for each additional 5 hundred words or fraction thereof.
- 6 (4) For making a copy of any document recorded or filed in his 7 office, forty cents for each hundred words or fraction thereof, but 8 when the amount exceeds twenty dollars, only the actual cost in excess 9 of that amount shall be charged.
- 10 (5) For certifying to copies, documents, records or maps, two 11 dollars for each certification.
- 12 (6) For blueprint copies of a map or drawing, or, for such other 13 work of a similar nature as may be required of the department, at 14 actual cost of the work.
- (7) For granting each extension of time for beginning construction work under a permit to appropriate water, an amount equal to one-half of the filing and recording fee, except that the minimum fee shall be not less than five dollars for each year that an extension is granted, and for granting an extension of time for completion of construction work or for completing application of water to a beneficial use, five dollars for each year that an extension is granted.
- (8) For the inspection of any hydraulic works to insure safety to life and property, the actual cost of the inspection, including the expense incident thereto.
- (9) For the examination of plans and specifications as to safety of controlling works for storage of ten acre feet or more of water, a minimum fee of ten dollars, or the actual cost.
- 28 (10) For recording an assignment either of a permit to appropriate 29 water or of an application for such a permit, a fee of five dollars.
- 30 (11) For preparing and issuing all water right certificates, five 31 dollars.
- 32 (12) For filing and recording a protest against granting any 33 application, two dollars.
- 34 (13) The department shall provide timely notification by certified 35 mail with return receipt requested to applicants that fees are due. No 36 action may be taken until the fee is paid in full. Failure to remit 37 fees within sixty days of the department's notification shall be 38 grounds for rejecting the application or canceling the permit. Cash

- shall not be accepted. Fees must be paid by check or money order and are nonrefundable.
- 3 (14) For purposes of calculating fees for ground water filings, one 4 cubic foot per second shall be regarded as equivalent to four hundred 5 fifty gallons per minute.
- 6 (15) For the period beginning July 1, 1993, and ending June 30, 1994, there is imposed and the department shall collect a one hundred dollar surcharge on all water rights applications or changes filed under this section, and upon all water rights applications or changes pending as of July 1, 1993. This charge shall be in addition to any other fees imposed under this section.
- NEW SECTION. Sec. 3. (1) There is created a water rights fees task force. The task force shall be comprised of fourteen members, who are appointed as follows:
- 15 (a) Two members of the Washington state house of representatives, 16 one from each major caucus, to be appointed by the speaker of the house 17 of representatives;
- 18 (b) Two members of the Washington state senate, one from each major 19 caucus, to be appointed by the president of the senate;
- (c) Ten members, to be appointed jointly by the speaker of the house of representatives and the president of the senate, to represent the following interests: Agriculture, aquaculture, business, cities, counties, the state department of ecology, environmentalists, water recreation interests, water utilities, and hydropower interests. The task force may establish technical advisory committees as necessary to complete its tasks.
- 27 (2) The task force shall conduct a comprehensive review of water 28 rights fees. The task force's tasks shall include but not be limited 29 to:
- 30 (a) Identification of the costs associated with the various 31 activities and services provided by the water rights program and 32 examination of how these costs compare with the fees charged for these 33 activities and services;
- 34 (b) Identification of appropriate accountability measures for the 35 department of ecology to employ in administration of the water rights 36 program. Recommendations of accountability requirements and 37 measurements shall take into account the distinctive characteristics of 38 the water rights program, that is, that the department receives a large

- 1 number of applications on a one-time basis and that the department of 2 ecology must meet its legal obligations under the doctrine of prior 3 appropriation;
- 4 (c) Identification of which program activities should be eligible 5 for cost recovery from fees, as well as which direct and indirect costs 6 of program administration;
- 7 (d) Review of the application, examination, and water rights permit 8 requirements for marine water users to determine if these users should 9 receive special fee consideration;
- 10 (e) Review of the definition and treatment of nonconsumptive water 11 uses to determine if special fee consideration should be given to these 12 users;
- 13 (f) Review of the fees and accounting methods for the dam safety 14 program;
- 15 (g) Identification of the appropriate distribution of 16 responsibility between the applicant and the department of ecology for 17 provision of technical information and analysis; and
- (h) Establishment of a reasonable time framework for completion of new and pending water rights applications, and an analysis of the staff and funding levels required to meet the established time framework.
 - (3) Before December 1, 1993, the task force shall:

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- (a) Provide recommendations to the department of ecology on ways to improve the efficiency and accountability of the water rights program;
- (b) Provide recommendations to the legislature on statutory changes necessary to make these efficiency and accountability improvements; and
- (c) Propose a new fee schedule for the water rights program which incorporates the results of the task force's work and which funds through fees fifty percent of the cost of the activities and services provided by the program.
- 30 (4) The department of ecology and the legislature shall jointly 31 provide for the staff support of the task force.
- 32 (5) The task force shall convene as soon as possible upon the 33 appointment of its members. Task force members shall elect a chair and 34 adopt rules for conducting the business of the task force. The task 35 force shall expire on June 30, 1994.
- NEW SECTION. Sec. 4. The legislature finds that installation of trickle irrigation systems in climatically and economically suitable areas may result in significant water savings. The legislature further

finds that encouraging the voluntary transfer of the water savings will provide an incentive for the installation of trickle irrigation systems.

4 Therefore, the legislature directs the committee on natural resources and parks in the house of representatives and the committee 5 on energy and utilities in the senate to jointly: (1) Study the 6 7 physical, legal, and economic feasibility of transferring water saved 8 from installation of trickle irrigation systems; (2) explore the 9 relationship between a possible water transfer program connected to 10 water savings from trickle irrigation systems and the state's existing trust water rights program; and (3) make recommendations for 11 legislation to implement a transfer program for savings from trickle 12 irrigation systems, if the committees determine that such a program is 13 in the public interest. The committees shall coordinate the study with 14 15 the agriculture committees in the senate and the house The committees shall report their findings and 16 representatives. 17 recommendations to the legislature by December 1, 1993.

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