CERTIFICATION OF ENROLLMENT

ENGROSSED SUBSTITUTE HOUSE BILL 2309

Chapter 412, Laws of 2005

59th Legislature 2005 Regular Session

WATER RIGHTS--FEES

EFFECTIVE DATE: 7/24/05

Passed by the House April 23, 2005 Yeas 62 Nays 34

FRANK CHOPP

Speaker of the House of Representatives

Passed by the Senate April 23, 2005 Yeas 32 Nays 16

BRAD OWEN

President of the Senate

Approved May 11, 2005.

CERTIFICATE

I, Richard Nafziger, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **ENGROSSED SUBSTITUTE HOUSE BILL** 2309 as passed by the House of Representatives and the Senate on the dates hereon set forth.

RICHARD NAFZIGER

Chief Clerk

FILED

May 11, 2005 - 2:21 p.m.

CHRISTINE GREGOIRE

Governor of the State of Washington

Secretary of State State of Washington

ENGROSSED SUBSTITUTE HOUSE BILL 2309

AS AMENDED BY THE SENATE

Passed Legislature - 2005 Regular Session

State of Washington 59th Legislature 2005 Regular Session

By House Committee on Appropriations (originally sponsored by Representative Linville; by request of Office of Financial Management)

READ FIRST TIME 04/05/05.

1 AN ACT Relating to water right fees; amending RCW 90.03.470; adding 2 a new section to chapter 90.14 RCW; and creating a new section.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

NEW SECTION. Sec. 1. The legislature finds that the fees 4 5 associated with various actions of the department of ecology relating to the processing and administration of water rights are outdated and 6 7 are insufficient even to recover the cost of handling the funds 8 submitted. The legislature also finds that water right processing fees 9 are currently collected at three different stages of the water rights 10 process and that reducing the number of instances of fee collection to two stages of the process would increase efficiency and reduce 11 12 administrative costs. The legislature further finds that several 13 current statutory fees are archaic or are otherwise covered by other general statutes, including the state's public disclosure laws. 14 The 15 legislature therefore intends to update and modernize the fee schedule 16 associated with water right-related actions of the department of 17 ecology.

1 sec. 2. RCW 90.03.470 and 1993 c 495 s 2 are each amended to read
2 as follows:

3 ((Except as otherwise provided in subsection (15) of this 4 section,)) The ((following)) fees specified in this section shall be 5 collected by the department in advance((÷)) of the requested action.

б (1) For the examination of an application for <u>a</u> permit to 7 appropriate water ((or on application to change point of diversion, 8 withdrawal, purpose or place of use)), a minimum fee of ((ten)) fifty dollars((, to be paid)) must be remitted with the application. 9 For 10 ((each second foot between one and five hundred second feet, two dollars per second foot; for each second foot between five hundred and 11 12 two thousand second feet, fifty cents per second foot; and for each 13 second foot in excess thereof, twenty cents per second foot)) an amount 14 of water exceeding one-half cubic foot per second, the examination fee shall be assessed at the rate of one dollar per one hundredth cubic 15 foot per second. In no case will the examination fee be less than 16 fifty dollars or more than twenty-five thousand dollars. No fee is 17 required under this subsection (1) for an application filed by a party 18 19 to a cost reimbursement agreement made under RCW 90.03.265.

(2) For the examination of an application to store water, a fee of 20 21 two dollars for each acre foot of storage ((up to and including one 22 hundred thousand acre feet, one cent per acre foot, and for each acre 23 foot in excess thereof, one fifth cent per acre foot)) proposed shall 24 be charged, but a minimum fee of fifty dollars must be remitted with the application. In no case will the examination fee for a storage 25 26 project be less than fifty dollars or more than twenty-five thousand 27 dollars. No fee is required under this subsection (2) for an application filed by a party to a cost reimbursement agreement made 28 under RCW 90.03.265. 29

30 (3)(a) For the examination of an application to transfer, change, or amend a water right certificate, permit, or claim as authorized by 31 RCW 90.44.100, 90.44.105, or 90.03.380, a minimum fee of fifty dollars 32 must be remitted with the application. For an application for change 33 involving an amount of water exceeding one cubic foot per second, the 34 35 total examination fee shall be assessed at the rate of fifty cents per 36 one hundredth cubic foot per second. For an application for change of 37 a storage water right, the total examination fee shall be assessed at the rate of one dollar for each acre foot of water involved in the 38

change. The fee shall be based on the amount of water subject to 1 2 change as proposed in the application, not on the total amount of water reflected in the water right certificate, permit, or claim. In no case 3 will the examination fee charged for a change application be less than 4 fifty dollars or more than twelve thousand five hundred dollars. 5 (b) The examination fee for a temporary or seasonal change under б RCW 90.03.390 is fifty dollars and must be remitted with the 7 8 application. (c) No fee is required under this subsection (3) for: 9 10 (i) An application to process a change relating to donation of a trust water right to the state; 11

12 (ii) An application to process a change when the department 13 otherwise acquires a trust water right for purposes of improving 14 instream flows or for other public purposes;

15 (iii) An application filed with a water conservancy board according 16 to chapter 90.80 RCW or for the review of a water conservancy board's 17 record of decision submitted to the department according to chapter 18 <u>90.80 RCW; or</u>

19 (iv) An application filed by a party to a cost reimbursement 20 agreement made under RCW 90.03.265.

21 (d) For a change, transfer, or amendment involving a single project 22 operating under more than one water right, including related secondary 23 diversion rights, or involving the consolidation of multiple water 24 rights, only one examination fee and one certificate fee are required 25 to be paid.

26 (4) The ((ten)) fifty-dollar minimum fee payable with the 27 application shall be a credit to ((that)) the total amount whenever the <u>examination</u> fee ((for direct diversion or storage)) totals more than 28 ((ten)) fifty dollars under the ((above schedule)) schedule specified 29 in subsections (1) through (3) of this section and in such case the 30 further fee due shall be the total computed amount, less ((ten-31 32 dollars)) the amount previously paid. Within five working days from receipt of an application, the department shall notify the applicant by 33 registered mail of any additional fees due under ((the above schedule 34 35 and any additional fees shall be paid to and received by the department 36 within thirty days from the date of filing the application, or the 37 application shall be rejected)) subsections (1) through (3) of this 38 section.

1 (((2) For filing and recording a permit to appropriate water for 2 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 3 each acre in excess of one hundred acres up to and including one 4 thousand acres, and ten cents for each acre in excess of one thousand 5 acres; and also twenty cents for each theoretical horsepower up to and 6 including one thousand horsepower, and four cents for each theoretical 7 horsepower in excess of one thousand horsepower, but in no instance 8 shall the minimum fee for filing and recording a permit to appropriate 9 10 water be less than five dollars. For all other beneficial purposes the 11 fee shall be twice the amount of the examination fee except that for individual household and domestic use, which may include water for 12 13 irrigation of a family garden, the fee shall be five dollars.

14 (3) For filing and recording any other water right instrument, four 15 dollars for the first hundred words and forty cents for each additional 16 hundred words or fraction thereof.

17 (4) For making a copy of any document recorded or filed in his 18 office, forty cents for each hundred words or fraction thereof, but 19 when the amount exceeds twenty dollars, only the actual cost in excess 20 of that amount shall be charged.

21 (5) For certifying to copies, documents, records or maps, two 22 dollars for each certification.

23 (6) For blueprint copies of a map or drawing, or, for such other
24 work of a similar nature as may be required of the department, at
25 actual cost of the work.

26 (7)) (5) The fees specified in subsections (1) through (3) of this
27 section do not apply to any filings for emergency withdrawal
28 authorizations or temporary drought-related water right changes
29 authorized under RCW 43.83B.410 that are received by the department
30 while a drought condition order issued under RCW 43.83B.405 is in
31 effect.

32 (6) For ((granting)) applying for each extension of time for 33 beginning construction work under a permit to appropriate water, ((an 34 amount equal to one-half of the filing and recording fee, except that 35 the minimum fee shall be not less than five dollars for each year that 36 an extension is granted, and for granting an extension of time)) for 37 completion of construction work, or for completing application of water 38 to a beneficial use, ((five dollars for each year that an extension is 1 granted)) a fee of fifty dollars is required. These fees also apply to
2 similar extensions of time requested under a change or transfer
3 authorization.

(((+8))) (7) For the inspection of any hydraulic works to insure 4 safety to life and property, a fee based on the actual cost of the 5 inspection, including the expense incident thereto, is required except 6 7 as follows: (a) For any hydraulic works less than ten years old, that the department examined and approved the construction plans and 8 specifications as to its safety when required under RCW 90.03.350, 9 there shall be no fee charged; or (b) for any hydraulic works more than 10 ten years old, but less than twenty years old, that the department 11 12 examined and approved the construction plans and specifications as to 13 its safety when required under RCW 90.03.350, the fee charged shall not 14 exceed the fee for a significant hazard dam.

15 (((9))) (8) For the examination of plans and specifications as to 16 safety of controlling works for storage of ten acre feet or more of 17 water, a minimum fee of ten dollars, or <u>a fee equal to</u> the actual cost, 18 <u>is required</u>.

19 (((10))) <u>(9)</u> For recording an assignment either of a permit to 20 appropriate water or of an application for such a permit, a fee of 21 ((five)) fifty dollars <u>is required</u>.

22 (((11))) <u>(10)</u> For preparing and issuing all water right 23 certificates, ((five)) <u>a fee of fifty</u> dollars <u>is required</u>.

24 (((12))) <u>(11)</u> For filing and recording a <u>formal</u> protest against 25 granting any application, ((two)) <u>a fee of fifty</u> dollars <u>is required</u>. 26 <u>No fee is required to submit a comment, by mail or otherwise, regarding</u> 27 <u>an application.</u>

28 (((13))) <u>(12) For filing an application to amend a water right</u>
29 <u>claim filed under chapter 90.14 RCW, a fee of fifty dollars is</u>
30 <u>required.</u>

(13) An application or request for an action as provided for under 31 this section is incomplete unless accompanied by the fee or the minimum 32 fee. If no fee or an amount less than the minimum fee accompanies an 33 application or other request for an action as provided under this 34 35 section, the department shall return the application or request to the applicant with advice as to the fee that must be remitted with the 36 37 application or request for it to be accepted for processing. If additional fees are due, the department shall provide timely 38

notification by certified mail with return receipt requested to ((applicants that fees are due)) the applicant. No action may be taken by the department until the fee is paid in full. Failure to remit fees within sixty days of the department's notification ((shall be)) is grounds for rejecting the application or request or canceling the permit. Cash shall not be accepted. Fees must be paid by check or money order and are nonrefundable.

8 (14) For purposes of calculating fees for ground water filings, one 9 cubic foot per second shall be regarded as equivalent to four hundred 10 fifty gallons per minute.

(15) ((For the period beginning July 1, 1993, and ending June 30, 11 12 1994, there is imposed and the department shall collect a one hundred 13 dollar surcharge on all water rights applications or changes filed 14 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 15 other fees imposed under this section.)) Eighty percent of the fees 16 collected by the department under this section shall be deposited in 17 the state general fund. Twenty percent of the fees collected by the 18 department under this section shall be deposited in the water rights 19 tracking system account established in section 3 of this act. 20

(16) Except for the fees relating to the inspection of hydraulic works and the examination of plans and specifications of controlling works provided for in subsections (7) and (8) of this section, nothing in this section is intended to grant authority to the department to amend the fees in this section by adoption of rules or otherwise.

26 <u>NEW SECTION.</u> **Sec. 3.** A new section is added to chapter 90.14 RCW 27 to read as follows:

The water rights tracking system account is created in the state 28 Twenty percent of the fees collected by the department of treasury. 29 ecology according to RCW 90.03.470 must be deposited in the account. 30 31 Moneys in the account may be spent only after appropriation. Expenditures from the account may be used by the department of ecology 32 for the development, implementation, and management of a water rights 33 34 tracking system, including a water rights mapping system and a water 35 rights data base.

> Passed by the House April 23, 2005. Passed by the Senate April 23, 2005. Approved by the Governor May 11, 2005. Filed in Office of Secretary of State May 11, 2005.