

**STATE WATER RESOURCES CONTROL BOARD**  
**WQCC BUDGET BRIEFING**  
**Fiscal Year 2009-10**

The 2009-10 budget provides 1,573 PYs and \$582.3 million dollars of which \$232.5 million is for operations and \$349.8 million is for local assistance (SRF, UST Claim Payments and Bond funds). In addition to the Governor's Budget, the Board also administers the State Revolving Fund Loan Program that disperses approximately \$300 million in loans to assist with clean water infrastructure projects.

There are three major program areas within the State Water Board:

**Water Quality (\$571.8 million (\$222 million State Operations and \$349.8 million Local Assistance) and 1,272.5 PYs, 81% of staff)** achieves and maintains the highest possible quality of the waters of the State, consistent with their uses. This includes the Division of Water Quality, the Division of Financial Assistance, and the nine Regional Boards.

**Water Rights (\$10.5 million and 82.5 PYs, 5% of staff)** assures that California's water resources are put to beneficial use while protecting prior rights, water quality, the environment, and the public interest. These activities are done at the State Board and include the Division of Water Rights and part of our Office of Chief Counsel.

**Administration (218 PYs, 14% of staff)** funding of \$19.1 million is provided through the Water Quality and Water Rights programs and provides management, program and policy direction, legal, information technology and administrative services, legislative and public affairs activities, and coordination to the divisions of the State Board and the Regional Boards. This area includes the Executive Office, the Division of Administrative Services, the Office of Information Technology, and the Office of Legislative and Public Affairs.

**Fund Structure:**

The State Water Board budget has a complex funding structure that includes over 50 individual fund sources including general fund and various fees, bonds, federal grants, and reimbursement agreements. These funds are used for a broad range of program activities throughout the state.

Funding associated with specific programs is controlled by the Budget Act. This restriction on the use of funds does not allow the State Water Board to redirect resources to other programs without Department of Finance and legislative approval. The use of most of these funds is restricted to specific activities by statute, grant or contract agreement. For example, bond funds are highly restrictive in the types of activities that can be funded; administrative and oversight costs allowed are minimal. Special funds also tend to be restrictive in their use.

The Department of Finance provides direction on the expenditure authorization controls that are laid forth in the Budget Act. This basically reminds Agency Secretaries and Department/Board Directors that they are responsible for compliance with the provisions of the Budget Act, as well as other administrative and statutory requirements controlling expenditures. Ultimately, the Secretary of the California Environmental Protection Agency and the State Water Board Executive Director are held responsible for managing our finances.

<b>SWRCB 2009-10 OPERATING BUDGET</b>			Percent
TOTAL PERSONAL SERVICES	1,588.0	141,132,853	61%
TOTAL OE&E		91,358,087	39%
<b>TOTAL OPERATING BUDGET</b>		<b>232,490,940</b>	
<b>STATE BOARD</b>			
Authorized Positions	689.9	43,305,037	
Salary Savings	(35.1)	(2,240,240)	
Staff Benefits		15,353,071	
<b>Total State Board Personal Services</b>	<b>654.8</b>	<b>56,417,868</b>	
General Expense		2,645,966	
Printing		193,003	
Communications		689,455	
Postage		85,012	
Travel		1,320,615	
Training		678,205	
Facilities Operations/Utilities		14,777,184	
Contracts		49,832,129	
Equipment		369,997	
Other (includes ProRata/SWCAP)		7,868,015	
<b>Total State Board OE&amp;E</b>		<b>78,459,581</b>	
<b>STATE BOARD GRAND TOTAL</b>		<b>134,877,449</b>	
<b>REGIONAL BOARDS</b>			
Authorized Positions	898.1	65,186,397	
Salary Savings	(45.8)	(3,410,878)	
Staff Benefits		22,939,466	
<b>Total Regional Board Personal Services</b>	<b>852.3</b>	<b>84,714,985</b>	
General Expense		1,203,409	
Printing		250,149	
Communications		769,644	
Postage		279,169	
Travel		984,252	
Training		434,798	
Facilities Operations/Utilities		318,792	
Contracts		8,055,536	
Equipment		113,300	
Other		489,457	
<b>Total Regional Board OE&amp;E</b>		<b>12,898,506</b>	
<b>REGIONAL BOARD GRAND TOTAL</b>		<b>97,613,491</b>	
*Does not include USTCF Claim Payments or Local Assistance.			

The following is a summary of funding sources for the operating budget:

<b>STATE BOARD</b>		
<b>Fund</b>	<b>PY</b>	<b>Allocation</b>
Bonds (Props 204, 13, 40, 50, 84, etc.)	16.7	4,605,759
State Water Quality Control Fund (CAA)	9.9	3,517,861
Federal Trust Fund	69.9	17,992,841
General Fund	69.8	5,967,604
Integrated Waste Management Account (IWMA)	1.9	280,890
Reimbursements	9.7	2,518,037
Public Resources Account (Tobacco Tax)	2.9	293,698
Underground Storage Tank Funds	89.8	25,243,366
Waste Discharge Permit Fund (WDPF)	86.3	20,020,976
Water Rights Fund (WRF)	46.5	3,892,685
Other Funds (Includes Indirect funds and several of the Water Board's smaller funding sources)	251.4	50,543,732
<b>STATE BOARD TOTAL</b>	<b>654.8</b>	<b>134,877,449</b>
<b>REGIONAL BOARDS</b>		
<b>Fund</b>	<b>PY</b>	<b>Allocation</b>
Bonds (Props 204, 13, 40, 50, 84, etc.)	0.7	30,337
State Water Quality Control Fund (CAA)	81.6	9,518,705
Federal Trust Fund	81.1	7,194,949
General Fund	143.2	12,729,644
Integrated Waste Management Account (IWMA)	28.6	2,282,793
Reimbursements	31.2	3,436,476
Public Resources Account (Tobacco Tax)	8.1	698,187
Underground Storage Tank Funds	71.7	5,695,064
Waste Discharge Permit Fund (WDPF)	310.2	28,345,854
Water Rights Fund (WRF)	0.0	-
Other Funds (Includes Indirect funds and several of the Water Board's smaller funding sources)	95.9	27,681,482
<b>REGIONAL BOARD TOTAL</b>	<b>852.3</b>	<b>97,613,491</b>
<b>Grand Total</b>	<b>1,507</b>	<b>232,490,940</b>

**Program Funding is allocated as follows:**

<b>STATE BOARD</b>		
<b>Program Area</b>	<b>PY</b>	<b>Allocation</b>
NPDES	13.4	1,625,360
Stormwater	15.7	4,093,096
401 Certification	2.5	216,051
Waste Discharge Requirements	14.9	2,052,102
Landfills	8.5	1,458,433
Ag Waivers/Dairies	0.8	78,603
Enforcement	10.5	1,113,627
Water Quality Monitoring	14.1	7,426,882
Watershed Initiative	0.7	98,148
Leviathan Mine	-	1,211,000
Total Maximum Daily Load (TMDL)	13.6	1,021,766
Basin Planning	15.7	1,024,267
Spills, Leaks, Investigations and Cleanup	8.6	3,210,776
Underground Storage Tanks	99.6	26,671,102
Forest Activities/Timber Harvest Plans	1.2	107,235
DoD/Navy Cost Recovery	4.8	692,715
Nonpoint Source	8.8	571,813
Bond Programs	64.1	7,674,817
Water Rights Program	76.6	5,928,018
Management/Administration	264.1	21,386,820
Other Programs*	16.6	47,214,818
<b>TOTAL</b>	<b>654.8</b>	<b>134,877,449</b>
<b>REGIONAL BOARDS</b>		
<b>Program Area</b>	<b>PY</b>	<b>Allocation</b>
NPDES	77.9	6,753,717
Stormwater	80.8	6,519,894
401 Certification	15.5	1,450,511
Waste Discharge Requirements	69.8	6,599,764
Landfills	53.5	4,583,018
Ag Waivers/Dairies	26.3	2,309,754
Enforcement	14.7	1,597,497
Water Quality Monitoring	10.6	1,562,826
Watershed Initiative	6.7	577,848
Leviathan Mine	4.6	1,291,491
Total Maximum Daily Load (TMDL)	87.7	7,424,355
Basin Planning	21.8	1,758,713
Spills, Leaks, Investigations and Cleanup	89.0	10,262,972
Underground Storage Tanks	85.0	7,164,617
Forest Activities/Timber Harvest Plans	27.0	2,127,387
DoD/Navy Cost Recovery	37.3	3,937,130
Nonpoint Source	26.5	1,622,403
Bond Programs	0.7	36,407
Water Rights Program	-	-
Management/Administration	95.9	10,323,989
Other Programs*	21.0	19,709,198
<b>TOTAL</b>	<b>852.3</b>	<b>97,613,491</b>
*This includes the allocations for paid time off, OE&E, as well as the various smaller programs that are throughout the State and Regional Boards.		

## **SUMMARY OF MAJOR FUNDING SOURCES AND PROGRAM AREAS**

### **General Fund (\$36.8 million):**

The General Fund has existed since the beginning of the state as a political entity. It is the principal operating fund for the majority of governmental activities and consists of all money received in the Treasury that is not required by law to be credited to any other fund.

- Total Maximum Daily Load Program
- Water Quality Planning (Basin Plans)
- Timber-Forest Activities
- Agricultural Waivers
- Water Rights Program
- Leviathan Mine
- UST
- Site Cleanup Program
- CALFED
- Other Small Programs

### **Waste Discharge Permit Fund (WDPF) (\$76.1 million):**

The Waste Discharge Permit Fund is a depository for fees collected from wastewater dischargers for use in carrying out water quality control laws. The Division of Administrative Services is responsible for preparing fee schedules and all related billing and collection activities.

- NPDES
- Stormwater
- 401 Certification
- Waste Discharge Requirements
- Dairies
- Landfills
- Agricultural Waivers
- Enforcement
- Water Quality Monitoring (Surface and Groundwater)
- Water Quality Planning (Basin Plans)
- Fee Unit
- 

### **Integrated Waste Management Account (IWMA) (\$6.1 million):**

This fee is collected by the Integrated Waste Management Board and the Water Board receives approximately 10 percent of the revenue, as detailed in a MOU between the two agencies. Chapter 1095, Statutes of 1989 created the Integrated Waste Management Account within the Solid Waste Management Fund as a depository for tipping fees authorized to be collected pursuant to Section 48000 of the Public Resources Code.

- Landfills

**Underground Storage Tank Cleanup Fund (USTCF) (\$50 million in staff and \$183.1 in claims):**

This fee is collected by the Board of Equalization and is based on a charge of \$0.014 per gallon of gas. The Division of Financial Assistance manages this fund. The primary purpose of this fund is to provide financial assistance to the owners and operators of USTs containing petroleum to remediate conditions caused by leaking USTs; reimburse for third party damage and liability; and assist in meeting financial responsibility requirements under federal law. Money from the fund can also be used for the Local Oversight Program; cleanup of emergency, abandoned and recalcitrant UST sites; and program administration.

- USTCF
- USTCF Claims
- Leaking Underground Storage Tanks (UST)

**Water Rights Fund (WRF) (\$6.6 million):**

This fund was created to deposit all fees, expenses, and penalties collected by the Water Board (board) or the State Board of Equalization for Water Rights related program activities. The Board of Equalization collects the majority of these fees, but the Division of Water Rights prepares the annual fee schedule that lets BOE know what charges to assess.

- Applications/Petitions
- Permits/Licenses
- Bay-Delta
- Enforcement
- Hearings
- Other Water Right Programs

**Bond Funds-Local Assistance (\$127.5 million):**

Bond funds are created for specific uses depending on the language included in each Bond Act. These funds are typically used for grants and loans to various entities.

- 1996 Bond (Prop 204)
- 2000 Bond (Prop 13)
- Proposition 40
- Proposition 50
- Proposition 84
- SRF
- SRF ARRA

**Special Funds (\$32.5 million):**

These funds are collected and used for specific program areas, some are cost recovery and others have legislation associated with them to specify their allowable uses.

- Watershed Management Initiative
- Mono Lake
- Spills, Leaks, Investigations, Cleanups
- Unified Program Administration

**Federal Funds (\$54.7 million):**

Chapter 1284, Statutes of 1978 created this fund for the deposit of all moneys received by the state from the federal government where the expenditure is administered through or under the direction of any state agency. The purpose of this fund is to provide better accountability of the receipts and expenditures of federal funds that are received by the state.

- Navy Cost Recovery Program
- Federal Leaking UST Program
- Federal 319H Program (nonpoint source)
- Water Quality Monitoring
- Other Federal Grants
- ARRA LUST Program
- ARRA 604B Water Quality Program

**Reimbursements (\$8.9 million):**

The Department of Finance created fictitious funds for budgetary purposes only. Reimbursements (0995) is used to capture totals for reimbursements as a funding source. This is not a fund in the State Treasury but is used in the schedule of appropriation for reimbursements.

- Operator Certification Program
- Department of Defense
- Department of Water Resources
- SBX2 1 Groundwater Program