

Department of Water Resources

JLBC: Jason Hampton
 OSPB: Keith Fallstrom

Subcommittee: Education

DESCRIPTION	FY 2002	FY 2003	FY 2004	
	ACTUAL	ESTIMATE	OSPB	JLBC
PROGRAM BUDGET				
Water Resources	14,242,000	14,652,400	14,075,100	13,709,700
Rural Water Studies SLI	986,100	500,000	500,000	500,000
Water Banking Authority SLI	1,000,000	0	500,000	500,000
Water Protection Fund Commission SLI	0	0	0	0
<i>Program Subtotal - Water Resources</i>	16,228,100	15,152,400	15,075,100	14,709,700
6th SS Lump Sum Reduction SLI	0	(1,234,400)	(1,234,400)	(1,234,400)
AGENCY TOTAL	16,228,100	13,918,000	13,840,700	13,475,300

OPERATING BUDGET

<i>Full Time Equivalent Positions</i>	214.7	192.2	189.7	189.7
Personal Services	8,320,100	8,628,800	8,530,000	8,529,300
Employee Related Expenditures	1,827,700	2,012,400	1,778,500	1,903,600
Professional and Outside Services	612,000	492,500	492,500	492,500
Travel - In State	285,700	342,200	342,200	342,200
Travel - Out of State	25,100	26,300	26,300	26,300
Other Operating Expenditures	2,734,200	2,817,600	2,573,000	2,415,800
Equipment	437,200	332,600	332,600	0
OPERATING SUBTOTAL	14,242,000	14,652,400	14,075,100	13,709,700
Special Line Items (SLI)	1,986,100	(734,400)	(234,400)	(234,400)
AGENCY TOTAL	16,228,100	13,918,000	13,840,700	13,475,300

FUND SOURCES

General Fund	16,228,100	13,918,000	13,840,700	13,475,300
SUBTOTAL - Appropriated Funds	16,228,100	13,918,000	13,840,700	13,475,300
Other Non-Appropriated Funds	28,510,800	43,925,100	NA	28,433,500
Federal Funds	181,300	592,100	NA	433,000
TOTAL - ALL SOURCES	44,920,200	58,435,200	NA	42,341,800

CHANGE IN FUNDING SUMMARY

	FY 2003 to FY 2004 JLBC	
	\$ Change	% Change
General Fund	(442,700)	(3.2%)
Other Appropriated Funds	0	0
Total Appropriated Funds	(442,700)	(3.2%)

AGENCY DESCRIPTION — *The department administers and enforces Arizona's groundwater code, administers surface water rights laws, and represents Arizona's water rights with the federal government. The department also inspects dams and participates in flood control planning.*

SUMMARY OF FUNDS	FY 2002 Actual	FY 2003 Estimate
Augmentation and Conservation Assistance (WCA2213/A.R.S. § 45-615)		Non-Appropriated
<i>Source of Revenue:</i> A portion of fees for groundwater withdrawal in active water management areas.		
<i>Purpose of Fund:</i> For developing water supply augmentation projects, such as groundwater recharge projects, and for conservation programs in active water management areas. Various statutes require the director to distribute the funds to the Active Management Areas, to the Tucson Augmentation Authority, and to any groundwater replenishment districts that may be established. The Year-End Fund Balance represents a cash balance only and does not reflect monies already obligated for grants.		
Funds Expended	2,303,000	4,316,700
Year-End Fund Balance	5,171,500	1,694,800
Dam Repair (WCA2218/A.R.S. § 45-1212.01)		Non-Appropriated
<i>Source of Revenue:</i> Repayments for emergency remedial measures undertaken by the department, dam safety inspection fees, repair fees, and legislative appropriations.		
<i>Purpose of Fund:</i> For emergency remedial measures on privately owned dams as necessary to protect life and property. Also used to make loans and grants to private dam owners for costs of non-emergency repairs.		
Funds Expended	362,200	1,445,000
Year-End Fund Balance	1,571,200	34,700
Federal Grants (WCA2000/A.R.S. § 45-105)		Non-Appropriated
<i>Source of Revenue:</i> Grants from the federal government.		
<i>Purpose of Fund:</i> For border water issues and to assist communities with federal flood insurance requirements.		
Funds Expended	181,300	592,100
Year-End Fund Balance	17,000	52,600
Flood Warning System (WCA1021/A.R.S. § 45-1503)		Non-Appropriated
<i>Source of Revenue:</i> Legislative appropriations, grants, and contributions from other public agencies.		
<i>Purpose of Fund:</i> To develop a flood warning system, purchase flood warning equipment, and provide assistance to local entities on a cost sharing basis for the planning, design, installation, operation and maintenance of flood warning systems.		
Funds Expended	138,800	38,700
Year-End Fund Balance	37,900	0
General Adjudications (WCA2191/A.R.S. § 45-260)		Non-Appropriated
<i>Source of Revenue:</i> Fees for publications and reproductions.		
<i>Purpose of Fund:</i> For postage and other costs of serving legal notices to water rights claimants.		
Funds Expended	43,200	45,000
Year-End Fund Balance	135,200	90,200
Indirect Cost Recovery (WCA9000/A.R.S. § 45-104)		Non-Appropriated
<i>Source of Revenue:</i> Transfers from federal and other non-appropriated funds.		
<i>Purpose of Fund:</i> To provide for various indirect administrative costs.		
Funds Expended	690,000	1,221,900
Year-End Fund Balance	472,500	231,100
Interagency Service Agreement (WCA2500/A.R.S. § 35-142)		Non-Appropriated
<i>Source of Revenue:</i> Grant from the Arizona Department of Administration.		
<i>Purpose of Fund:</i> Monies are used to provide space and administrative support for Arizona Government University.		
Funds Expended	286,000	653,700
Year-End Fund Balance	293,700	293,700

SUMMARY OF FUNDS	FY 2002 Actual	FY 2003 Estimate
Production and Copying (WCA2411/A.R.S. § 45-115)		Non-Appropriated
Source of Revenue: Payment for the production of publications and for copies of department records. Any amount in excess of \$20,000 at the end of each fiscal year reverts to the General Fund.		
Purpose of Fund: For the costs of producing and copying department publications and records.		
Funds Expended	56,600	52,000
Year-End Fund Balance	13,500	11,500
Publications and Mailings (WCA2410/A.R.S. § 45-116)		Non-Appropriated
Source of Revenue: Payment for the publication and mailing of legal notices required by law. Any amount in excess of \$20,000 at the end of each fiscal year reverts to the General Fund		
Purpose of Fund: To provide for the department's expenditures in publishing and mailing legal notices.		
Funds Expended	12,400	15,000
Year-End Fund Balance	5,100	5,100
Purchase and Retirement Fund (WCA2474/A.R.S. § 45-615)		Non-Appropriated
Source of Revenue: Monies received for the purpose of purchase and retirement of grandfathered groundwater rights.		
Purpose of Fund: To purchase and retire groundwater rights owned prior to the 1980 Groundwater Code.		
Funds Expended	0	0
Year-End Fund Balance	5,100	5,100
State Water Storage (WCA2287/A.R.S. § 45-897.01)		Non-Appropriated
Source of Revenue: As of January 1, 1997, the only revenue source to this fund has been interest on investments. Prior to then, the fund received property taxes levied by the multi-county water conservation districts. These taxes are now directed to the State Water Banking Fund.		
Purpose of Fund: For the costs of approved underground water storage demonstration projects. The fund may be used for purchasing excess Central Arizona Project water. The Department of Water Resources provides administrative support for this fund, but control of expenditures is vested in the Central Arizona Water Conservation District.		
Funds Expended	5,175,800	4,500,000
Year-End Fund Balance	13,142,700	8,917,700
Arizona Water Banking (WCA2110/A.R.S. § 45-2425)		Non-Appropriated
Source of Revenue: General Fund appropriations and fees associated with the purchase, lease, storage, accreditation, and delivery of Colorado River water to municipalities and industrial water users. The Legislature appropriated \$1,000,000 in FY 2002 and \$500,000 in FY 2003. The fund also receives a portion of the 4% property tax collected by the Central Arizona Project to pay for water storage. This fund operates on a calendar year. Because the fees and taxes are collected at the end of the fiscal year, the fiscal year-end balance is not reflective of the calendar year-end balance.		
Purpose of Fund: For the purchase and storage of the unused portion of Arizona's Colorado River water allotment.		
Funds Expended from the General Fund	1,000,000	500,000
Other Funds Expended	13,844,300	19,981,600
Year-End Fund Balance	35,164,100	31,182,500
Arizona Water Protection (WCA1302/A.R.S. § 45-2111)		Non-Appropriated
Source of Revenue: General Fund appropriations, revenues from water purchased or leased to out-of-state customers, and interest on investments. In FY 2000 through FY 2003, no General Fund appropriations were made due to sufficient fund balances.		
Purpose of Fund: To provide grants for projects which protect water quality and quantity, and to maintain, enhance, and restore rivers, streams, and associated riparian habitats. The Water Protection Fund Commission reviews grant applications and determines the annual recipients. The Department of Water Resources provides administrative support to the commission. The Year-End Fund Balances are cash balances and do not reflect amounts obligated on outstanding grants.		
Funds Expended	4,470,000	10,584,400
Year-End Fund Balance	10,415,000	70,600

SUMMARY OF FUNDS	FY 2002 Actual	FY 2003 Estimate
Arizona Water Quality (WCA2304/A.R.S. § 45-618)		Non-Appropriated
Source of Revenue: An annual \$800,000 transfer from the Water Quality Assurance Revolving Fund (WQARF) administered by the Arizona Department of Environmental Quality (ADEQ) and interest.		
Purpose of Fund: To inspect wells for vertical cross-contamination of groundwater by hazardous substances and to take appropriate remedial action on contaminated wells. Inspections are done in conjunction with ADEQ's WQARF program.		
Funds Expended	1,128,500	1,071,100
Year-End Fund Balance	1,163,800	726,200

[Click here to return to the Table of Contents](#)