

This meeting is not subject to Brown Act noticing requirements. The agenda is subject to change.

#### AGENDA Legislative Advocacy Legislative Advocacy Committee Committee Members: Of the Monterey Peninsula Water Management District Molly Evans, Chair \*\*\*\*\*\* Gary Hoffmann Thursday, December 12, 2019, 4:00 pm Mary Adams District Conference Room, 5 Harris Court, Building G, Monterey, CA Alternate: Jeanne Byrne Call to Order **Staff Contact Comments from Public** Dave Stoldt, The public may comment on any item within the District's jurisdiction. Please limit General Manager your comments to three minutes in length. Action Items -- Public comment will be received on all Action Items After staff reports have 1. Adopt Minutes of August 8, 2019 Committee Meeting been distributed, if additional documents are produced by the District Discussion Items – Public comment will be received on all Discussion Items and provided to the Report from JEA & Associates on Legislative Status and Bill Tracking 2. *Committee regarding any* item on the agenda, they 3. Report on Legislative Outreach for Calendar Year 2019 will be made available at 5 Harris Court, Building Report from General Manager on Recent or Upcoming Legislative Actions *G*, *Monterey*, *CA* during 4. normal business hours. In addition, such **Other Items** documents may be posted on the District website at Adjournment mpwmd.dst.ca.us. Documents distributed at the meeting will be made available in the same matter.

Upon request, MPWMD will make a reasonable effort to provide written agenda materials in appropriate alternative formats, or disability-related modification or accommodation, including auxiliary aids or services, to enable individuals with disabilities to participate in public meetings. MPWMD will also make a reasonable effort to provide translation services upon request. Please send a description of the requested materials and preferred alternative format or auxiliary aid or service by 5 PM on Tuesday, December 10, 2019. Requests should be sent to the Board Secretary, MPWMD, P.O. Box 85, Monterey, CA, 93942. You may also fax your request to the Administrative Services Division at 831-644-9560, or call 831-658-5600.

U:\staff\Board\_Committees\Legislative\2019\20191212\Dec-12-2019-LegAdvocacy-Agenda.docx

## LEGISLATIVE ADVOCACY COMMITTEE

**ITEM:** ACTION ITEM

## 1. ADOPT MINUTES OF AUGUST 8, 2019 COMMITTEE MEETING

Meeting Date: December 12, 2019

From: David J. Stoldt, General Manager

Prepared By: Arlene Tavani

**SUMMARY:** Attached as **Exhibit 1-A** are draft minutes of the August 8, 2019 Legislative Advocacy committee meeting.

**RECOMMENDATION:** The Committee should review the draft minutes and approve them by motion.

## EXHIBIT

1-A Draft Minutes of the August 8, 2019 Committee Meeting

U:\staff\Board\_Committees\Legislative\2019\20191212\01\Item-1.docx



## EXHIBIT 1-A

#### DRAFT MINUTES Legislative Advocacy Committee of the Monterey Peninsula Water Management District August 8, 2019

## **Call to Order**

The meeting was called to order at 4:00 pm in the MPWMD conference room.

Committee members present:	Molly Evans, Chair Mary Adams Jeanne Byrne (participated by telephone)
Committee members absent:	Gary Hoffmann
Staff members present:	David J. Stoldt, General Manager Arlene Tavani, Executive Assistant
District Counsel present:	David C. Laredo
Legislative Consultant:	John Arriaga, A&E Associates Laurie Johnson, A&E Associates (participated by telephone)
Comments from the Public:	No comments.

#### **Action Items**

## 1. Adopt Minutes of March 21, 2019 Committee Meeting

On a motion by Adams and second by Evans, the minutes were approved on a vote of 2-1 by Adams and Evans, Byrne abstained.

## **Discussion Items**

## 2. Report from John Arriaga on Legislative Status and Tracking

John Arriaga reviewed the August 8, 2019 Legislative Update memo provided in the committee packet and responded to questions. He reported that SB 669 which would have established a tax on water bills to fund water system improvements in disadvantage communities, was rejected. Instead, SB 200 was approved which allocated \$130 million for safe drinking water projects. Regarding the MPWMD Legislative Track document, he reported that no further action will be taken in this legislative session on most of the highlighted bills. The legislature will convene for five weeks and then adjourn on September 13, 2019.

## **3. Report from Ferguson Group on Federal Activities** No report.

4. Report from General Manager on Recent or Upcoming Legislative Actions General Manager Stoldt distributed a packet of documents related to the District's discussion

General Manager Stoldt distributed a packet of documents related to the District's discussions with state and federal legislative staff, and also letters to legislators advocating support or opposition to

bills related to water infrastructure, conservation and office administration. Stoldt responded to questions from the committee.

Other Items: No discussion.

Adjournment – 4:40 pm.

 $\label{eq:listaff} U: \label{eq:listaff} U$ 



## LEGISLATIVE ADVOCACY COMMITTEE

**CEQA Compliance:** No CEQA Review Required

## **ITEM: DISCUSSION ITEM**

## 3. REPORT ON LEGISLATIVE OUTREACH FOR CALENDAR YEAR 2019

Meeting Date:	December 12, 2019	Budgeted:	N/A
From:	David J. Stoldt, General Manager	Program/ Line Item No.:	N/A
Prepared By:	David J. Stoldt	Cost Estimate:	N/A
General Counsel Review: N/A Committee Recommendation: N/A			

**SUMMARY:** During the course of the 2019 calendar year, the District has undertaken a variety of outreach efforts with the legislature, government agencies, and industry groups consistent with its adopted 2019 Legislative Advocacy Plan. Several of these activities are identified chronologically below.

## Federal:

- Hired federal lobbying firm The Ferguson Group in January 2017. Monthly conference calls. Notifications of bills and federal activity. Consultation on other western water recycling lobbying activities. Accompanied MPWMD staff at meetings with US Bureau of Reclamation during ACWA in May and December (see Exhibit 3-A)
- Received w/ Monterey One Water USBR Title XVI WaterSMART WIIN grant for Pure Water Monterey (awaiting appropriation).
- Coordinated with Congressman Panetta's office on changes to tax code for water-related rebates
- Submitted USBR Title XVI WaterSMART grant application in July (awaiting notification.).
- District co-signed letters of support for variety of issues (see Exhibit 3-B)

## State:

- Miscellaneous meetings with JEA Associates to discuss Sacramento strategy.
- Multiple meetings and correspondence regarding state issues (see **Exhibit 3-A**)

- Numerous letters regarding proposed Statewide legislation, several in consultation with ACWA (see Exhibit 3-B)
- Attended conferences and maintained visibility for Association of California Water Agencies, California Special Districts Association, California Water Association.

## Local:

- Meet regularly with local interest groups (e.g. Coalition of Peninsula Businesses, Hospitality Association, Chambers of Commerce, Carmel Valley Association, LandWatch, Public Water Now, among others) and their representatives as requested.
- Sponsored, exhibited, and attended public events such as the County Fair water wise landscape competition, golf outings for Hospitality Association, and Commercial Property Owners Association.

## **EXHIBITS**

- **3-A** 2019 Meeting Agendas
- **3-B** 2019 Legislative Letters of Support/Opposition

U:\staff\Board\_Committees\Legislative\2019\20191212\03\Item-3.docx

## **EXHIBIT 3-A**

2019 Meeting Agendas

## Sacramento Meetings

## February 6, 2019

## Dave Stoldt, Molly Evans, JEA & Associates

9:30 - 11:00	Joint Assembly Committees on Water Tax
12:30	Assemblymember Robert Rivas
1:30	Senator Anna Caballero
2:00	Assmblymember Mark Stone

## Sacramento Meetings

## March 27, 2019

## Dave Stoldt, JEA & Associates

9:30	Erik Ekdahl, SWRCB staff
1:30	Sean Maguire, SWRCB board member
2:45	Sherly Rosilela, Department of Drinking Water (w/ Mike McCullough)
3:30	Assemblymember Robert Rivas (w/ Mike McCullough)

## May 8, 2019

# Association of California Water Agencies

## Monterey, CA

7:30 Art Hinojosa, DWR's Division of Integrated Regional Water Management,

1:00 Meet w/ US Bureau of Reclamation staff (w/ Monterey One Water and The Ferguson Group)

## Sacramento Meetings

## July 10, 2019

## Dave Stoldt. JEA & Associates

8:30	Erik Ekdahl & Steven Westhoff, SWRCB staff
10:00	Secretary Wade Crowfoot, Deputy Secretary Tom Gibson
11:30	Joaquin Esquivel, Chair SWRCB, Eileen Sobeck, Executive Director SWRCB, Michael Lauffer, Chief Counsel SWRCB
12:00	Bethany Westfall, Legislative Director for Sen. Monning
2:00	Craig Scholer, Legislative Director for Asm. Stone

December 4, 2019 Association of California Water Agencies San Diego, CA

1:30 Meet w/ US Bureau of Reclamation staff (w/ Monterey One Water and The Ferguson Group)

## EXHIBIT 3-B

2019 Legislative Letters of Support/Opposition

#### September 11, 2019 (updated)

#### To: Members of the California Assembly

## Re: SB 1 (Atkins): Environmental, Public Health and Workers Defense Act OPPOSE (As Amended September 10, 2019)

On behalf of the 88 signatories noted below, we regret to inform you of our continued opposition to SB 1 by Senate President Pro Tempore Toni Atkins. The bill fails to address a key concern identified in previous versions of the bill, therefore, we respectfully request your **NO** vote on the bill.

Although we are grateful for the deletion of the previous Section 6 (Water Code Section 13050) and the positive change to Section 3 [Fish and Game Code Section 2076.7 (c)] to permit application of best available science, retaining Section 2 (Fish and Game Code Section 2057) attempts to apply the California Endangered Species Act to the federal Central Valley Project. This is an unsettled area of law, and will likely lead to protracted and expensive litigation, instead of collaborative adaptive management and resources as contemplated in the Voluntary Agreements.

Inclusion of Section 2057 would do great injury to the efforts by a wide spectrum of water users to develop adaptive management practices for Delta water supply, water quality, and fish species commonly known as the Voluntary Agreements. These important negotiations span the Brown and Newsom Administrations and are the only real chance of avoiding a decade of non-productive litigation and for making real progress on species and habitat restoration in the Sacramento and San Joaquin River watersheds.

For these reasons, we must ask for your NO vote on the bill. If you have questions or wish additional information, please contact Kathy Viatella of The Metropolitan Water District of Southern California at (916) 650-2614.

Sincerely,

Jeff Kightlinger General Manager Metropolitan Water District of Southern California Nina Jazmadarian General Manager Foothill Municipal Water District

Bill Manis President & CEO San Gabriel Valley Economic Partnership Anthony Duarte CEO Regional Chamber of Commerce San Gabriel Valley Matthew Litchfield General Manager Three Valleys Municipal Water District

Alicia Berhow Senior Vice President of Government Affairs Orange County Business Council

Shivaji Deshmukh General Manager Inland Empire Utilities Agency

Joe Cina President/CEO Glendora Chamber of Commerce

Ken Rausch Co-Chairman The San Gabriel Valley Legislative Coalition of Chambers

> Tracy Hernandez Founding CEO BizFed

Dominik Knoll President/CEO Redondo Beach Chamber of Commerce Jessica Duboff Vice President Los Angeles Area Chamber of Commerce

Craig Miller General Manager Western Municipal Water District

John Bosler General Manager Cucamonga Valley Water District

Monica Farias Executive Director The Greater West Covina Business Association

Mike Salazar Executive Director Bell Gardens Chamber of Commerce

Eileen Hupp Chair South Bay Association of Chambers of Commerce

Roxanne Holmes General Manager Crestline-Lake Arrowhead Water Agency Theresa Harvey President & CEO North Orange County Chamber

Brian A. Dickinson General Manager Water Department City of Compton

Ken Rausch Chief Executive Officer El Monte / South El Monte Chamber of Commerce

David W. Pedersen, P.E. General Manager Las Virgenes Municipal Water District

Monique Manzanares President & CEO Pomona Chamber of Commerce

Donna Duperron President and CEO Torrance Area Chamber of Commerce

Erik Hitchman General Manager Walnut Valley Water District Charley Wilson Executive Director & CEO Southern California Water Coalition

Bruce Channing Executive Director Association of California Cities Orange County

Leah Skinner Executive Director La Verne Chamber of Commerce

Greg Morrison Government Relations Officer Elsinore Valley Municipal Water District

Michael W. Lewis Senior Vice President Construction Industry Coalition on Water Quality

Marsha Hansen CEO/President El Segundo Chamber of Commerce

Casey Hashimoto, P.E. General Manager Turlock Irrigation District

Scot Moody, SDA General Manager **Stockton East Water** District

Mauricio E. Guardadoa, Jr. General Manager United Water **Conservation District** 

Steve Knell, P.E. General Manager **Oakdale Irrigation** District

Dave Eggerton Executive Director Association of California Water Agencies

Tom Birmingham General Manager Westlands Water District

Dennis D. LaMoreaux General Manager **Palmdale Water District** 

Jason Phillips

Chief Executive Officer

**Friant Water Authority** 

Scott Ferguson

General Manager

**Modesto Irrigation** 

District

Steve Haugen

Watermaster

**Kings River Water** 

Association

Ray A Stokes Executive Director **Central Coast Water** Authority

Jennifer Pierre

General Manager

State Water Contractors,

Inc.

Jim Barrett General Manager **Coachella Valley Water** District

Matthew Stone General Manager Santa Clarita Valley Water Agency

Curtis Creel General Manager Kern County Water Agency

Dwayne Chisam General Manager **Antelope Valley East** Kern Water Agency

Douglas D. Headrick General Manager San Bernardino Valley **Municipal Water District** 

Tom Coleman General Manager **Rowland Water District** 

Mark S. Krause General Manager/Chief Engineer **Desert Water Agency** 

> Federico Barajas Executive Director San Luis & Delta-**Mendota Water** Authority

John Kingsbury Executive Director **Mountain Counties** Water Association

Chris White Executive Director San Joaquin River **Exchange Contractors** Water Authority

> Robert Reeb Executive Director Valley Ag Water Coalition

**Rick** Gilmore General Manager/Secretary **Byron Bethany Irrigation** District

Thomas Wong President San Gabriel Valley **Municipal Water District** 

Paul Peschel General Manager **Kings River Conservation District** 

Norma Camacho General Manager Santa Clara Valley Water District

James Peifer Executive Director **Regional Water** Authority

Dale Melville Manager-Engineer **Dudley Ridge Water** District

David J. Guy President Northern California Water Association

Dan Dunmover

President/CEO

**California Building** 

**Industry Association** 

Thomas D. McCarthy General Manager **Mojave Water Agency** 

Richard Haller

General Manager

Santa Ana Watershed

**Project Authority** 

Tricia Geringer

Vice President of

Government Affairs

**Agricultural Council of** 

California

Jeffrey P. Sutton

General Manager

**Tehama-Colusa Canal** 

Authority

Richard A. Diamond

Paul Jones, II General Manager **Eastern Municipal Water** District

Jeff Davis General Manager San Gorgonio Pass Water Agency

Michael R. Markus, P.E., D.WRE, BCEE, F.ASCE General Manager **Orange County Water** District

Eric Averett General Manager **Rosedale-Rio Bravo** Water Storage District

> Jason Gianquinto General Manager Semitropic Water **Storage District**

Paul Helliker General Manager San Juan Water District

David Stoldt General Manager **Monterey Peninsula** Water Management District

Gail Delihant Director of California Government Affairs Western Growers Association

Noelle G. Cremers Senior Policy Advocate **California Farm Bureau** Federation

David Strecker President San Joaquin County **Farm Bureau Federation** 

> Ariana Joven **Executive** Director Kern County **Farm Bureau**

Raul Barraza, Jr. General Manager **Arvin Community Services District** 

Phillip M. Miller, PE District Engineer **Napa County Flood Control and Water Conservation District** 

**Dillon** Gibbons Senior Legislative Representative **California Special Districts Association** 

Luis Portillo Director of Public Policy **Inland Empire Economic** Partnership

Michael Miiller Director of Government Relations **California Association of Winegrape Growers** 

Nicholas Ortiz President & CEO **Greater Bakersfield Chamber of Commerce** 

General Manager North Kern Water **Storage District** 

**Tony Stafford** General Manager **Camrosa Water District** 

Sheridan Nicholas Engineer-Manager Wheeler Ridge-Maricopa Water Storage District

Elaine Trevino President/Chief Executive Officer **Almond Alliance of** California

Bill Mattos President **California Poultry** Federation

8

cc: Senate President Pro Tempore Toni Atkins Senator Anthony Portantino Senator Henry Stern

> Kip Lipper, Consultant, Office of the Senate President Pro Tempore Toni Atkins Alf Brandt, Assembly Policy Consultant, Office of Assembly Speaker Anthony Rendon Marie Liu, Assembly Policy Consultant, Office of Assembly Speaker Anthony Rendon

Ann O'Leary, Chief of Staff, Office of Governor Gavin Newsom Ana J. Matosantos, Cabinet Secretary, Office of Governor Gavin Newsom Christine Hironaka, Deputy Cabinet Secretary, Office of Governor Gavin Newsom Anthony Williams, Legislative Secretary, Office of Governor Gavin Newsom Rachel Wagoner, Deputy Legislative Secretary, Office of Governor Gavin Newsom Bill Lyons, Policy Advisor, Office of Governor Gavin Newsom

Secretary Wade Crowfoot, California Natural Resources Agency Secretary Jared Blumenfeld, California Environmental Protection Agency

July 26, 2019

The Honorable Jared Huffman 1527 Longworth House Office Building Washington, DC 20515

#### RE: SUPPORT FOR HR 2313

Dear Congressman Huffman:

The Alliance for Water Efficiency and the 72 undersigned water utilities, manufacturers, distributors, consumer groups, and water efficiency advocates strongly support H.R. 2313, the Water Conservation Tax Parity Act, and we applaud your leadership in sponsoring this important legislation.

Your bill would make clear that rebates provided by water utilities for water conservation and water runoff management improvements are not subject to federal income taxation. As the bill's title implies, it would create parity between water conservation rebates, which can be taxed, and energy conservation rebates, which Congress declared nontaxable in 1992.

Water utilities are offering rebates to incentivize the reduction of water use and to ease the strain on public infrastructure. These programs can provide significant water savings, which is a societal benefit, not a personal benefit to the consumer.

As these rebate programs have grown, however, so have the size of rebates and the number of homeowners receiving an Internal Revenue Service (IRS) Form 1099 reporting "income" of \$600 or more. The Treasury Department and the IRS have so far taken the position that these rebates are taxable as income to the recipient. At the same time, the Treasury Department has urged Congress in the past to amend the Internal Revenue Code to make water conservation rebates tax-exempt, just as energy efficiency rebates are.

Your bill would make that change and eliminate a major disincentive for millions of Americans willing to do their part in promoting water conservation efforts.

We stand ready to assist you in the passage of this bill.

Sincerely yours,

Alliance for Water Efficiency Chicago, IL American Rivers Decatur, GA

Alameda County Water District Fremont, CA Amy Vickers & Associates, Inc. Amherst, MA Arizona Municipal Water Users Association Phoenix, AZ

Arizona Nursery Association Tempe, AZ Association of Professional Landscape Designers - California Chapter Sacramento, California

**Aurora Water** Aurora, CO

City of Bend Bend, OR

**Big Bear Lake Department** of Water Big Bear Lake, CA

**Bottom Line Utility Solutions, Inc.** Laguna Hills, CA

**C + C** Seattle, WA

**California Water Efficiency Partnership** Sacramento, CA

Carpinteria Valley Water District Carpinteria, CA

Town of Cary Cary, NC

**Cobb County Water System** Marietta, GA

Codes and Standards International Belen, NM Contra Costa Water District Concord, CA

City of Durham Durham, NC

East Bay Municipal Utility District Oakland, CA

Elevate Energy Chicago, IL

**Exergy Systems, Inc.** Irvine, CA

**City of Flagstaff** Flagstaff, AZ

Golden State Water Company San Dimas, CA

**City of Goodyear** Goodyear, AZ

**Green Builder Coalition** Glen Carbon, IL

H2O Connected, LLC Coatesville, PA

Hawai'i Commission on Water Resource Management Honolulu, HI

Intellecy, Inc. San Diego, CA International Association of Plumbing & Mechanical Officials Dayton, NJ

Jordan Valley Water Conservancy District Jordan, UT

Kat with a K Landscaping Seattle, WA

Las Vegas Valley Water District Las Vegas, NV

LIXIL Corp/American Standard Brands Piscataway, NJ

Madison Water Utility Madison, WI

ManageWater Consulting, Inc. Redwood City, CA

City of Mesa Mesa, AZ

Metropolitan Water District of Southern California Los Angeles, CA

Miami Dade Water & Sewer Dept. Miami, FL

Monterey Peninsula Water Management District Monterey, CA Municipal Water District of Orange County Fountain Valley, CA

Myoma Dunes Mutual Water Company Bermuda Dunes, CA

Northern Water Berthoud, CO

Northwest EcoBuilding Guild Olympia, WA

Nth Solutions, LLC Exton, PA

**City of Oceanside** Oceanside, CA

**Plumbing Manufacturers International** McLean, VA

Purlin, LLC Sarasota, FL

Rancho California Water District Temecula, CA

**Regional Water Providers Consortium** Portland, OR

**City of Round Rock** Round Rock, TX

Sacramento Suburban Water District Sacramento, CA San Bernardino Valley Municipal Water District San Bernardino, CA

San Diego County Water Authority San Diego, CA

San Francisco Public Utilities Commission San Francisco, CA

Santa Margarita Water District Rancho Santa Margarita, CA

**City of Santa Barbara** Santa Barbara, CA

**City of Santa Cruz Water Department** Santa Cruz, CA

Scottsdale Water Scottsdale, AZ

Southern Nevada Water Authority Las Vegas, NV

Stewardship Partners Seattle, WA

**City of Thornton** Thornton, CO

**Tohono O'odham Nation** Sells, AZ

**TOTO USA, Inc.** Morrow, GA Tualatin Valley Water District Beaverton, OR

**Tucson Water** Tucson, AZ

Valley Water San Jose, CA

WasteWater Education Traverse City, MI

Water – Use It Wisely Phoenix, AZ

Water Demand Management Boulder, CO

Water Wise Program, University of Arizona – Cochise County Cooperative Extension Sierra Vista, AZ

**City of Westminster** Westminster, CO

Whirlpool Corporation Benton Harbor, MI

3

From:Roger GwinnTo:Dave StoldtCc:Stephanie Locke; Stephanie MissertSubject:Re: AWE"s letter of support for tax exempt water rebatesDate:Thursday, August 1, 2019 11:35:38 AMAttachments:image001.png

Absolutely. Will do.

Sent from my iPhone Roger Gwinn The Ferguson Group

On Aug 1, 2019, at 1:57 PM, Dave Stoldt <<u>dstoldt@mpwmd.net</u>> wrote:

Roger,

Would you please ensure that Feinstein and Harris office's are aware of this?

Dave

Begin forwarded message:

From: Dave Stoldt <<u>dstoldt@mpwmd.net</u>> Subject: Fwd: AWE's letter of support for tax exempt water rebates Date: August 1, 2019 at 11:05:35 AM PDT To: Lee Kathleen <<u>Kathleen.Lee@mail.house.gov</u>>

Hi Kathleen,

Please ensure Jimmy is aware of this important issue. Thanks.

Dave

Begin forwarded message:

From: Liam McCarthy <<u>Liam@a4we.org</u>> Sent: Thursday, August 1, 2019 7:35 AM To: Liam McCarthy <<u>Liam@a4we.org</u>> Subject: AWE's letter of support for tax exempt water rebates

Hello,

Thank you again for signing on to our letter of support for

Tax Exempt Water Conservation rebates! See attached for the final letter that we sent to Congressional Representatives.

Stay up to date with all the news related to this issue, and other activities at AWE, here: http://www.allianceforwaterefficiency.org/news/default.asp x

 $2\pi$ 

Best, Liam and the AWE team

Liam R. McCarthy Administrative and Outreach Coordinator Alliance for Water Efficiency 33 N. LaSalle St., Ste. 2275 Chicago, Illinois 60602 773-360-5100

<image001.png>

<V2 2019-07-26 AWE Letter Supporting HR 2313.pdf>

From:	Lee, Kathleen
To:	Dave Stoldt
Subject:	RE: AWE's letter of support for tax exempt water rebates
Date:	Thursday, August 1, 2019 11:31:34 AM
Attachments:	image001.png

#### Dave,

Thank you for sharing this letter and I will be sure to share it with Mark Dennin, who is our legislative assistant for Ways and Means and tax issues.

Thank you,

Kathleen Lee

From: Dave Stoldt <dstoldt@mpwmd.net>
Sent: Thursday, August 1, 2019 10:56 AM
To: Lee, Kathleen <Kathleen.Lee@mail.house.gov>
Subject: Fwd: AWE's letter of support for tax exempt water rebates

Hi Kathleen,

Please ensure Jimmy is aware of this important issue. Thanks.

Dave

Begin forwarded message:

From: Liam McCarthy <<u>Liam@a4we.org</u>> Sent: Thursday, August 1, 2019 7:35 AM To: Liam McCarthy <<u>Liam@a4we.org</u>> Subject: AWE's letter of support for tax exempt water rebates

Hello,

Thank you again for signing on to our letter of support for Tax Exempt Water Conservation rebates! See attached for the final letter that we sent to Congressional Representatives.

Stay up to date with all the news related to this issue, and other activities at AWE, here: <u>http://www.allianceforwaterefficiencv.org/news/default.aspx</u>

Best, Liam and the AWE team

Liam R. McCarthy Administrative and Outreach Coordinator



June 10, 2019

The Honorable Lisa Murkowski Chairman Senate Energy and Natural Resources Committee 304 Dirksen Senate Building Washington, DC 20510

The Honorable Joe Manchin Ranking Member Senate Energy and Natural Resources Committee 304 Dirksen Senate Building Washington, DC 20510

Dear Chairman Murkowski and Ranking Member Manchin:

The Monterey Peninsula Water Management District urges your support for the Drought Resiliency and Water Supply Infrastructure Act, which includes a 5-year, \$100 million reauthorization of the Bureau of Reclamation's Title XVI Water Reclamation and Reuse competitive grant program, originally authorized in the 2016 Water Infrastructure Improvements for the Nation (WIIN) Act (Title XVI-WIIN). In addition to the key Title XVI-WIIN Competitive Grant Program, the legislation includes \$60 million for desalination, additional funding for surface and groundwater storage, and a new low-interest loan program for the financing of a range of water infrastructure projects.

We greatly appreciate the bipartisan nature of this bill and hope to see the bill amended to further increase the authorization level for the Title XVI-WIIN program. Title XVI is the only federal program focused on funding water recycling projects in the western states, yet with enactment of the FY 2019 Energy and Water Appropriations bill, the \$50 million authorization for Title XVI-WIIN has been reached. Therefore, it is critical to reauthorize Title XVI-WIIN in support of continued development of water reuse in the West.

The 2016 WIIN Act created a mechanism to continue support for Western water reuse projects by establishing a competitive grant program within Title XVI, enabling new projects to be eligible for federal assistance. There are currently 55 Title XVI-WIIN eligible projects awaiting assistance, with a total of more than \$550 million in eligible federal cost-share, this list will only grow as more projects become eligible. The need is clearly there as demonstrated by the range of communities who have applied for and are awaiting funding to drought-proof their future.

A clean and reliable water supply is the foundation of a community's health, economy, and sustainability. We appreciate the authors for their vision, breadth, and bipartisan efforts in addressing one of our greatest challenges.

Sincerely,

David J. Stoldt General Manager



June 4, 2019

The Honorable Hannah-Beth Jackson Chair, Senate Judiciary Committee State Capitol Sacramento, CA 95814

#### RE: Assembly Bill 1184 (Gloria) - Oppose [As Amended May 16, 2019]

Dear Senator Jackson:

The Monterey Peninsula Water Management District is respectfully opposed to Assembly Bill 1184, which will require all public agencies to maintain all transmitted emails related to agency business for at least two years.

To be very clear, this is not a transparency bill, it is a data storage bill. The public will have no greater or less access to public records under AB 1184. This bill creates no new disclosures or exemptions of records. This bill only mandates that public agencies retain all emails related to agency business for two years and attempts to avoid the constitutionally required mandate subvention process by placing the data retention policy in the California Public Records Act (CPRA).

While this measure appears intended to improve public access to government records, in practice it will merely increase the burdens for both public agencies and CPRA requesters. The vast majority of emails consist of autoreplies, spam, and insignificant routine communications of minimal public interest. As the bulk of these emails increases, the burden to search through them and locate responsive records in the event of a CPRA request rises accordingly. Indiscriminately mandating that emails be retained will thus make CPRA requests more expensive, perversely impeding public access. Moreover, for those costs that cannot be passed on to the requester, the public agency has no source for reimbursement, and must divert funds from other public programs. Compelling public agencies to retain masses of routine emails - which neither the sender nor recipient otherwise thought important enough to save - imposes significant burdens on all concerned for minimal public benefit.

Additionally, Article XIII B, Section 6 states that "whenever the Legislature or any state agency mandates a new program or higher level of service on any local government, the state shall provide a subvention of funds to reimburse that local government..." There are a small number of constitutional exceptions to that rule, one of which are costs related to the CPRA. AB 1184 attempts to exploit that exception by placing the email retention requirement in the CPRA. Public agencies have numerous records retention requirements in law, however, those requirements are not contained in the CPRA, and expansion of those requirements would clearly trigger state subvention. AB 1184 purposefully endeavors to create an unfunded mandate on local agencies by placing this major new retention requirement into the CPRA, specifically to avoid reimbursing local agencies for a new program or higher level of service.

For these reasons, MPWMD opposes AB 1184.

Sincerely. David Stoldt General Manager



June 4, 2019

The Honorable Mark Stone California State Assemblymember State Capitol, Room 3146 Sacramento, CA 95814

## Subject: Safe Drinking Water Plan

Dear Assemblymember Stone:

The Monterey Peninsula Water Management District asks you to support the Senate's Safe Drinking Water Plan because it would provide a durable funding solution needed without a water tax. The elements of the plan are:

- 1. A \$150 million per year continuous appropriation from the General Fund to the Safe and Affordable Drinking Water Fund;
- 2. SB 200 (Monning), which would create the Safe and Affordable Drinking Water Fund and provide the requirements for this funding program (e.g., the scope of eligible applicants, how the money could be spent, etc.); and
- 3. SB 414 (Caballero), which is co-sponsored by Eastern Municipal Water District and the California Municipal Utilities Association, would provide for the creation of small system water authorities. This bill would help the situation where small failing public water systems do not have the economies of scale to be sustainable.

These have the makings of a strong foundation to address safe and affordable drinking water throughout California.

On behalf of the jurisdictions within the Monterey Peninsula, we appreciate the attention you personally give to us and your work for the good people of the Monterey Peninsula.

Sincerely yours,

David J. Stoldt - General Manager



June 4, 2019

The Honorable William Monning California State Senator State Capitol, Room 4040 Sacramento, CA 95814

#### Subject: Safe Drinking Water Plan

Dear Senator Monning:

The Monterey Peninsula Water Management District asks you to support the Senate's Safe Drinking Water Plan because it would provide a durable funding solution needed without a water tax. The elements of the plan are:

- 1. A \$150 million per year continuous appropriation from the General Fund to the Safe and Affordable Drinking Water Fund;
- 2. SB 200 (Monning), which would create the Safe and Affordable Drinking Water Fund and provide the requirements for this funding program (e.g., the scope of eligible applicants, how the money could be spent, etc.); and
- 3. SB 414 (Caballero), which is co-sponsored by Eastern Municipal Water District and the California Municipal Utilities Association, would provide for the creation of small system water authorities. This bill would help the situation where small failing public water systems do not have the economies of scale to be sustainable.

These have the makings of a strong foundation to address safe and affordable drinking water throughout California.

On behalf of the jurisdictions within the Monterey Peninsula, we appreciate the attention you personally give to us and your work for the good people of the Monterey Peninsula.

Sincerely yours,

David J. Stoldt General Manager

April 22, 2019

The Honorable Betty McCollum, Chairwoman House Committee on Appropriations Subcommittee on Interior, Environment and Agencies Washington, DC 20515

The Honorable Lisa Murkowski, Chairwoman Senate Committee on Appropriations Interior, Environment and Agencies Washington, DC 20510 The Honorable David Joyce, Ranking Member House Committee on Appropriations Subcommittee on Interior, Environment and Related Related Agencies Washington, DC 20515

The Honorable Tom Udall, Ranking Member Senate Committee on Appropriations Subcommittee on Subcommittee on Interior, Environment and Related Related Agencies Washington, DC 20510

## **RE: SUPPORT FOR WATERSENSE® IN FISCAL YEAR 2020**

Dear Chairwoman McCollum, Ranking Member Joyce, Chairwoman Murkowski, and Ranking Member Udall:

The 126 undersigned water utilities, manufacturers, distributors, consumer groups, and water efficiency advocates write to express our strong support for the WaterSense program at the Environmental Protection Agency (EPA). Since its inception in 2006, this voluntary public/private partnership has helped Americans save more than 3 trillion gallons of water and more than \$65 billion in water and energy bills. Additionally, the use of WaterSense labeled products has saved more than 400 billion kilowatt-hours of electricity.

Congress recognized the success and importance of WaterSense this past December by authorizing the program as part of America's Water Infrastructure and Improvement Act. That bill, signed into law by President Trump, gave WaterSense statutory status for the first time.

Yet, President Trump's proposed FY 2020 budget proposes elimination of the WaterSense program. We urge you to reject the administration's proposal and approve funding for WaterSense in FY 2020 at the current level of \$3.1 million or higher.

WaterSense works with over 2,000 business and organizational partners, with nearly 28,000 water-efficient products carrying the WaterSense label. Public and private utilities in all 50 states tailor successful water conservation programs around consumer use of WaterSense labeled products. And because of the nexus between water and energy use, the billions of gallons of water saved by WaterSense result in billions of kilowatt hours of energy that are not used to heat, pump and distribute water.

For all of these reasons, we believe that the WaterSense program is deserving of your support.

Thank you for your consideration.

Sincerely,

The following 126 national, regional and local organizations:

Alliance for Water Efficiency Chicago, IL

Alameda County Water District Fremont, CA American Rivers Decatur, GA American Water Works Association Denver, CO

Amy Vickers & Associates, Inc. Amherst, MA

Apache Junction Water Utilities Apache Junction, AZ

Arizona Municipal Water Users Association Phoenix, AZ

**Arizona Nursery Association** Tempe, AZ

Athens-Clarke County Public Utilities Department Athens, GA

**City of Austin** Austin, TX

**City of Bellingham** Bellingham, WA

City of Bend Bend, OR

Bernalillo County Public Works Albuquerque, NM

**City of Big Bear Lake Department of Water and Power** Big Bear Lake, CA

**Broward County Environmental Planning & Community Resilience Division** Fort Lauderdale, FL

City of Buckeye Buckeye, AZ

Business for Water Stewardship Portland, OR

**C+C** Seattle, WA Cahaba River Society Birmingham, AL

California Water Efficiency Partnership Sacramento, CA

**California Water Services Company** Torrance, CA

**Carpinteria Valley Water District** Carpinteria, CA

**Cavanaugh** Winston Salem, NC

Center for Water-Energy Efficiency, University of California, Davis Davis, CA

Center for Water Efficient Landscaping, Utah State University Logan, UT

Cobb County Water System Marietta, GA

**Codes and Standards International** Belen, NM

**Colorado WaterWise** Denver, CO

Connecticut Water Clinton, CT

Contra Costa Water District Concord, CA

Cool Choices Madison, WI

Denver Botanic Gardens Denver, CO

**City of Durham** Durham, NC

East Bay Municipal Utility District Oakland, CA Elevate Energy Chicago, IL

**Ewing Irrigation & Landscape Supply** Phoenix, AZ

Exergy Systems, Inc. San Jose, CA

City of Flagstaff Flagstaff, AZ

**Flo Technologies, Inc.** Culver City, CA

Foothill Municipal Water District La Cañada Flintridge, CA

**Global Water Policy Project** Los Lunas, NM

Global Water Works Libertyville, IL

Golden State Water Company San Dimas, CA

**City of Goodyear** Goodyear, AZ

**Green Builder Coalition** Glen Carbon, IL

**Greywater Action** Berkeley, CA

Hawaii Commission on Water Resource Management Honolulu, HI

Hawaii First Water, LLC Kailua Kona, HI

City of Hays Hays, KS

Helix Water District La Mesa, CA Huron River Watershed Council Ann Arbor, MI

Imagine H2O San Francisco, CA

Intellecy Inc. San Diego, CA

International Association of Plumbing and Mechanical Officials Ontario, CA

International Code Council Washington, DC

Irrigation Association Fairfax, VA

Jordan Valley Water Conservancy District West Jordan, UT

Kohler Co. Kohler, Wl

Lane Community College Eugene, OR

LIXIL Corp/American Standard Brands Piscataway, NJ

Maddaus Water Management Sacramento, CA

Madison Water Utility Madison, WI

ManageWater Consulting, Inc. Redwood City, CA

Marin MWD Corte Madera, CA

Massachusetts Water Works Association Acton, MA

Maureen Erbeznik & Associates Los Angeles, CA City of Mesa Mesa, AZ

Metropolitan North Georgia Water Planning District Atlanta, GA

Metropolitan Water District of Southern California Los Angeles, CA

Miami-Dade Water and Sewer Department Miami, FL

Monterey Peninsula Water Management District Monterey, CA

Municipal Water District of Orange County Fountain Valley, CA

Myoma Dunes Water Company Bermuda Dunes, CA

National Wildlife Federation Washington, DC

Northern Arizona Municipal Water Users Association Scottsdale, AZ

Northern Colorado Water Conservancy District Berthoud, CO

Nth Solutions LLC Exton, PA

**O'Cain Consulting, Inc.** Santa Monica, CA

**City of Oceanside** Oceanside, CA

Olivenhain Municipal Water District Encinitas, CA **City of Peoria** Peoria, AZ

**City of Phoenix,** Phoenix, AZ

**Plumbing Manufacturers International** Tysons Corner, VA

**City of Portsmouth** Portsmouth, NH

**Purlin, LLC** Sarasota, FL

Rain Bird Corporation Tucson, AZ

Ramona's Plumber Ramona, CA

Rancho California Water District Temecula, CA

**Regional Water Authority** Citrus Heights, CA

Regional Water Providers Consortium Portland, OR

Rogue Water, LLC Fort Worth, TX

City of Round Rock Round Rock, TX

City of Sacramento Sacramento, CA

Sacramento Suburban Water District Sacramento, CA

San Antonio Water System San Antonio, TX

San Lorenzo Valley Water District Boulder Creek, CA

**City of San Marcos** San Marcos, TX **City of Santa Barbara** Santa Barbara, CA

**City of Santa Cruz** Santa Cruz, CA

**City of Santa Monica** Santa Monica, CA

Scotts Miracle-Gro Marysville, OH

Scottsdale Water Scottsdale, AZ

Seelig and Associates Livermore, CA

San Francisco Public Utilities Commission San Francisco, CA

Southern Nevada Water Authority Las Vegas, NV

Southern Oregon Landscape Association Medford, OR

STEMhero Albany, OR Sustainable Waters LLC Crozet, VA

**T&S Brass and Bronze Works, Inc.** Travelers Rest, SC

Tacoma Water Tacoma, WA

**Texas Water Foundation** Austin, TX

The Meadows Center for Water and the Environment San Marcos, TX

**Tohono O'odham Nation** Sells, AZ

**TOTO USA, Inc.** Ontario, CA

**Tualatin Valley Water District** Beaverton, OR

Tucson Water Tucson, AZ

Turfgrass Water Conservation Alliance Albany, OR **U.S. Green Building Council** Washington, DC

Upper San Gabriel Valley Municipal Water District Monrovia, CA

Wastewater Education Traverse City, MI

Water Demand Management Boulder, CO

Water Supply Citizens Advisory Committee Belchertown, MA

Water – Use it Wisely Phoenix, AZ

Waterless Co. Vista, CA

WaterNow Alliance San Francisco, CA

**City of Westminster** Westminster, CO

4



Assemblymember Mark Stone State Capitol Room 3146 Sacramento, CA 95814-4900

Subject: SB 669 (Caballero) Safe Drinking Water Trust - SUPPORT

Dear Mark,

The Monterey Peninsula Water Management District supports SB 669 which would establish the Safe Drinking Water Trust, and is supported by the Association of California Water Agencies (ACWA) and the California Municipal Utilities Association (CMUA). It will be heard in the Senate Environmental Quality Committee this year.

The primary challenge in at-risk water systems is that O&M costs generally cannot be financed with existing federal and state safe drinking water funding sources, hence a financial solution is needed for O&M and consolidation costs that can complement existing available funding sources for capital costs. The Safe Drinking Water Trust proposed in SB 669 would provide a durable funding source to fill that gap.

It is not in the public interest to tax a resource that is essential to life, the alternative to the Trust proposed by others. Further, it would be highly inefficient to have over 3,000 local water agencies become tax collectors for the state because the resulting combined local administrative costs would exceed the combined state tax revenue collected from the local water bills. It would make water less affordable.

As proposed by SB 669 and supported by ACWA and CMUA, the Trust's principal would be initially financed with a one-time infusion of General Fund dollars during a budget surplus year. With the record budget surplus for the 2019-20 Fiscal Year, this is the perfect year to create and fund the Trust. Doing so is based largely on a progressive source of revenue and makes sense because taxpayers with higher incomes would contribute more, and taxpayers with lower incomes would contribute less. The human right to safe, clean, affordable water is a social issue best left to a General Fund solution.

Best regards,

David J. Stoldt

General Manager



Senator Benjamin Allen, Chair Senate Environmental Quality Committee State Capitol Room 4076 Sacramento, CA 95814-4900

Subject: SB 669 (Caballero) Safe Drinking Water Trust - SUPPORT

Dear Senator Allen

The Monterey Peninsula Water Management District supports SB 669 which would establish the Safe Drinking Water Trust, and is supported by the Association of California Water Agencies (ACWA) and the California Municipal Utilities Association (CMUA).

The primary challenge in at-risk water systems is that O&M costs generally cannot be financed with existing federal and state safe drinking water funding sources, hence a financial solution is needed for O&M and consolidation costs that can complement existing available funding sources for capital costs. The Safe Drinking Water Trust proposed in SB 669 would provide a durable funding source to fill that gap.

It is not in the public interest to tax a resource that is essential to life, the alternative to the Trust proposed by others. Further, it would be highly inefficient to have over 3,000 local water agencies become tax collectors for the state because the resulting combined local administrative costs would exceed the combined state tax revenue collected from the local water bills. It would make water less affordable.

As proposed by SB 669 and supported by ACWA and CMUA, the Trust's principal would be initially financed with a one-time infusion of General Fund dollars during a budget surplus year. With the record budget surplus for the 2019-20 Fiscal Year, this is the perfect year to create and fund the Trust. Doing so is based largely on a progressive source of revenue and makes sense because taxpayers with higher incomes would contribute more, and taxpayers with lower incomes would contribute less. The human right to safe, clean, affordable water is a social issue best left to a General Fund solution.

Best regards,

David J. Stoldt

General Manager



Senator Anna M. Caballero State Capitol Room 5052 Sacramento, CA 95814-4900

Subject: SB 669 (Caballero) Safe Drinking Water Trust - SUPPORT

Dear Senator Caballero

The Monterey Peninsula Water Management District supports SB 669 which would establish the Safe Drinking Water Trust, and is supported by the Association of California Water Agencies (ACWA) and the California Municipal Utilities Association (CMUA).

The primary challenge in at-risk water systems is that O&M costs generally cannot be financed with existing federal and state safe drinking water funding sources, hence a financial solution is needed for O&M and consolidation costs that can complement existing available funding sources for capital costs. The Safe Drinking Water Trust proposed in SB 669 would provide a durable funding source to fill that gap.

It is not in the public interest to tax a resource that is essential to life, the alternative to the Trust proposed by others. Further, it would be highly inefficient to have over 3,000 local water agencies become tax collectors for the state because the resulting combined local administrative costs would exceed the combined state tax revenue collected from the local water bills. It would make water less affordable.

As proposed by SB 669 and supported by ACWA and CMUA, the Trust's principal would be initially financed with a one-time infusion of General Fund dollars during a budget surplus year. With the record budget surplus for the 2019-20 Fiscal Year, this is the perfect year to create and fund the Trust. Doing so is based largely on a progressive source of revenue and makes sense because taxpayers with higher incomes would contribute more, and taxpayers with lower incomes would contribute less. The human right to safe, clean, affordable water is a social issue best left to a General Fund solution.

Best regards,

David J. Stoldt General Manager



Senator Jerry Hill Senate Environmental Quality Committee State Capitol Room 5035 Sacramento, CA 95814-4900

Subject: SB 669 (Caballero) Safe Drinking Water Trust - SUPPORT

Dear Senator Hill

The Monterey Peninsula Water Management District supports SB 669 which would establish the Safe Drinking Water Trust, and is supported by the Association of California Water Agencies (ACWA) and the California Municipal Utilities Association (CMUA).

The primary challenge in at-risk water systems is that O&M costs generally cannot be financed with existing federal and state safe drinking water funding sources, hence a financial solution is needed for O&M and consolidation costs that can complement existing available funding sources for capital costs. The Safe Drinking Water Trust proposed in SB 669 would provide a durable funding source to fill that gap.

It is not in the public interest to tax a resource that is essential to life, the alternative to the Trust proposed by others. Further, it would be highly inefficient to have over 3,000 local water agencies become tax collectors for the state because the resulting combined local administrative costs would exceed the combined state tax revenue collected from the local water bills. It would make water less affordable.

As proposed by SB 669 and supported by ACWA and CMUA, the Trust's principal would be initially financed with a one-time infusion of General Fund dollars during a budget surplus year. With the record budget surplus for the 2019-20 Fiscal Year, this is the perfect year to create and fund the Trust. Doing so is based largely on a progressive source of revenue and makes sense because taxpayers with higher incomes would contribute more, and taxpayers with lower incomes would contribute less. The human right to safe, clean, affordable water is a social issue best left to a General Fund solution.

Best regards,

David J. Stoldt

General Manager



Senator Patricia C. Bates, Vice Chair Senate Environmental Quality Committee State Capitol Room 3048 Sacramento, CA 95814-4900

Subject: SB 669 (Caballero) Safe Drinking Water Trust - SUPPORT

Dear Senator Bates

The Monterey Peninsula Water Management District supports SB 669 which would establish the Safe Drinking Water Trust, and is supported by the Association of California Water Agencies (ACWA) and the California Municipal Utilities Association (CMUA).

The primary challenge in at-risk water systems is that O&M costs generally cannot be financed with existing federal and state safe drinking water funding sources, hence a financial solution is needed for O&M and consolidation costs that can complement existing available funding sources for capital costs. The Safe Drinking Water Trust proposed in SB 669 would provide a durable funding source to fill that gap.

It is not in the public interest to tax a resource that is essential to life, the alternative to the Trust proposed by others. Further, it would be highly inefficient to have over 3,000 local water agencies become tax collectors for the state because the resulting combined local administrative costs would exceed the combined state tax revenue collected from the local water bills. It would make water less affordable.

As proposed by SB 669 and supported by ACWA and CMUA, the Trust's principal would be initially financed with a one-time infusion of General Fund dollars during a budget surplus year. With the record budget surplus for the 2019-20 Fiscal Year, this is the perfect year to create and fund the Trust. Doing so is based largely on a progressive source of revenue and makes sense because taxpayers with higher incomes would contribute more, and taxpayers with lower incomes would contribute less. The human right to safe, clean, affordable water is a social issue best left to a General Fund solution.

Best regards,

David J. Stoldt

General Manager



Senator Jeff Stone Senate Environmental Quality Committee State Capitol Room 4082 Sacramento, CA 95814-4900

Subject: SB 669 (Caballero) Safe Drinking Water Trust - SUPPORT

Dear Senator Stone

The Monterey Peninsula Water Management District supports SB 669 which would establish the Safe Drinking Water Trust, and is supported by the Association of California Water Agencies (ACWA) and the California Municipal Utilities Association (CMUA).

The primary challenge in at-risk water systems is that O&M costs generally cannot be financed with existing federal and state safe drinking water funding sources, hence a financial solution is needed for O&M and consolidation costs that can complement existing available funding sources for capital costs. The Safe Drinking Water Trust proposed in SB 669 would provide a durable funding source to fill that gap.

It is not in the public interest to tax a resource that is essential to life, the alternative to the Trust proposed by others. Further, it would be highly inefficient to have over 3,000 local water agencies become tax collectors for the state because the resulting combined local administrative costs would exceed the combined state tax revenue collected from the local water bills. It would make water less affordable.

As proposed by SB 669 and supported by ACWA and CMUA, the Trust's principal would be initially financed with a one-time infusion of General Fund dollars during a budget surplus year. With the record budget surplus for the 2019-20 Fiscal Year, this is the perfect year to create and fund the Trust. Doing so is based largely on a progressive source of revenue and makes sense because taxpayers with higher incomes would contribute more, and taxpayers with lower incomes would contribute less. The human right to safe, clean, affordable water is a social issue best left to a General Fund solution.

Best regards,

David J. Stoldt

General Manager



Senator Nancy Skinner Senate Environmental Quality Committee State Capitol Room 5094 Sacramento, CA 95814-4900

Subject: SB 669 (Caballero) Safe Drinking Water Trust - SUPPORT

Dear Senator Skinner

The Monterey Peninsula Water Management District supports SB 669 which would establish the Safe Drinking Water Trust, and is supported by the Association of California Water Agencies (ACWA) and the California Municipal Utilities Association (CMUA).

The primary challenge in at-risk water systems is that O&M costs generally cannot be financed with existing federal and state safe drinking water funding sources, hence a financial solution is needed for O&M and consolidation costs that can complement existing available funding sources for capital costs. The Safe Drinking Water Trust proposed in SB 669 would provide a durable funding source to fill that gap.

It is not in the public interest to tax a resource that is essential to life, the alternative to the Trust proposed by others. Further, it would be highly inefficient to have over 3,000 local water agencies become tax collectors for the state because the resulting combined local administrative costs would exceed the combined state tax revenue collected from the local water bills. It would make water less affordable.

As proposed by SB 669 and supported by ACWA and CMUA, the Trust's principal would be initially financed with a one-time infusion of General Fund dollars during a budget surplus year. With the record budget surplus for the 2019-20 Fiscal Year, this is the perfect year to create and fund the Trust. Doing so is based largely on a progressive source of revenue and makes sense because taxpayers with higher incomes would contribute more, and taxpayers with lower incomes would contribute less. The human right to safe, clean, affordable water is a social issue best left to a General Fund solution.

Best regards,

David J. Stoldt

General Manager



Senator Bob Wieckowski Senate Environmental Quality Committee State Capitol Room 4085 Sacramento, CA 95814-4900

Subject: SB 669 (Caballero) Safe Drinking Water Trust - SUPPORT

Dear Senator Wieckowski

The Monterey Peninsula Water Management District supports SB 669 which would establish the Safe Drinking Water Trust, and is supported by the Association of California Water Agencies (ACWA) and the California Municipal Utilities Association (CMUA).

The primary challenge in at-risk water systems is that O&M costs generally cannot be financed with existing federal and state safe drinking water funding sources, hence a financial solution is needed for O&M and consolidation costs that can complement existing available funding sources for capital costs. The Safe Drinking Water Trust proposed in SB 669 would provide a durable funding source to fill that gap.

It is not in the public interest to tax a resource that is essential to life, the alternative to the Trust proposed by others. Further, it would be highly inefficient to have over 3,000 local water agencies become tax collectors for the state because the resulting combined local administrative costs would exceed the combined state tax revenue collected from the local water bills. It would make water less affordable.

As proposed by SB 669 and supported by ACWA and CMUA, the Trust's principal would be initially financed with a one-time infusion of General Fund dollars during a budget surplus year. With the record budget surplus for the 2019-20 Fiscal Year, this is the perfect year to create and fund the Trust. Doing so is based largely on a progressive source of revenue and makes sense because taxpayers with higher incomes would contribute more, and taxpayers with lower incomes would contribute less. The human right to safe, clean, affordable water is a social issue best left to a General Fund solution.

Best regards,

David J. Stoldt

General Manager



Senator Henry Stern Senate Environmental Quality Committee State Capitol Room 5080 Sacramento, CA 95814-4900

Subject: SB 669 (Caballero) Safe Drinking Water Trust - SUPPORT

Dear Senator Stern

The Monterey Peninsula Water Management District supports SB 669 which would establish the Safe Drinking Water Trust, and is supported by the Association of California Water Agencies (ACWA) and the California Municipal Utilities Association (CMUA).

The primary challenge in at-risk water systems is that O&M costs generally cannot be financed with existing federal and state safe drinking water funding sources, hence a financial solution is needed for O&M and consolidation costs that can complement existing available funding sources for capital costs. The Safe Drinking Water Trust proposed in SB 669 would provide a durable funding source to fill that gap.

It is not in the public interest to tax a resource that is essential to life, the alternative to the Trust proposed by others. Further, it would be highly inefficient to have over 3,000 local water agencies become tax collectors for the state because the resulting combined local administrative costs would exceed the combined state tax revenue collected from the local water bills. It would make water less affordable.

As proposed by SB 669 and supported by ACWA and CMUA, the Trust's principal would be initially financed with a one-time infusion of General Fund dollars during a budget surplus year. With the record budget surplus for the 2019-20 Fiscal Year, this is the perfect year to create and fund the Trust. Doing so is based largely on a progressive source of revenue and makes sense because taxpayers with higher incomes would contribute more, and taxpayers with lower incomes would contribute less. The human right to safe, clean, affordable water is a social issue best left to a General Fund solution.

Best regards,

David J. Stoldt

General Manager



Chief Consultant Gabrielle Meindl Senate Environmental Quality Committee State Capitol Sacramento, CA 95814-4900

Subject: SB 669 (Caballero) Safe Drinking Water Trust - SUPPORT

Dear Gabrielle

The Monterey Peninsula Water Management District supports SB 669 which would establish the Safe Drinking Water Trust, and is supported by the Association of California Water Agencies (ACWA) and the California Municipal Utilities Association (CMUA).

The primary challenge in at-risk water systems is that O&M costs generally cannot be financed with existing federal and state safe drinking water funding sources, hence a financial solution is needed for O&M and consolidation costs that can complement existing available funding sources for capital costs. The Safe Drinking Water Trust proposed in SB 669 would provide a durable funding source to fill that gap.

It is not in the public interest to tax a resource that is essential to life, the alternative to the Trust proposed by others. Further, it would be highly inefficient to have over 3,000 local water agencies become tax collectors for the state because the resulting combined local administrative costs would exceed the combined state tax revenue collected from the local water bills. It would make water less affordable.

As proposed by SB 669 and supported by ACWA and CMUA, the Trust's principal would be initially financed with a one-time infusion of General Fund dollars during a budget surplus year. With the record budget surplus for the 2019-20 Fiscal Year, this is the perfect year to create and fund the Trust. Doing so is based largely on a progressive source of revenue and makes sense because taxpayers with higher incomes would contribute more, and taxpayers with lower incomes would contribute less. The human right to safe, clean, affordable water is a social issue best left to a General Fund solution.

Best regards,

David J. Stoldt

General Manager



# A STATEWIDE WATER TAX IS NOT THE RIGHT APPROACH

# Why is the Trust a better approach?

- The vast majority of Californians have access to safe drinking water. However, some disadvantaged communities do not. This is a public health issue that the state must address.
- In 2018, the Legislature approved \$3 million for the preparation of a water systems needs analysis, and the State Water Resources Control Board is now determining how it will perform the analysis.
- Key to resolving the issue is addressing the funding gap for operation and maintenance (O&M) costs for community water systems that treat the water. O&M costs generally cannot be financed with existing federal and state safe drinking water funding sources.
- A financial solution is needed for O&M and consolidation costs that can complement existing funding sources for capital costs.
- The Association of California Water Agencies (ACWA) and the California Municipal Utilities Association (CMUA) are sponsoring legislation to create a Safe Drinking Water Trust (Trust).
- The Trust's principal would be initially financed with a one-time infusion of General Fund dollars during a budget surplus year. With the record budget surplus for the 2019-20 Fiscal Year, this is the perfect year to create and fund the Trust.
- Funding this durable Trust via the General Fund, which is based largely on a progressive source of revenue, makes sense because taxpayers with higher incomes would contribute more, and taxpayers with lower incomes would contribute less.
- The Trust's principal would be invested, and the net income would be transferred to a Safe Drinking Water Fund, which the State Water Resources Control Board would administer.

## Why is a proposed statewide water tax not the right approach?

- It is not sound policy to tax a resource that is essential to life.
- State law sets forth a policy of a human right to water for human consumption that is safe, clean, affordable and accessible. Adding a regressive statewide water tax on local water bills would work against keeping water affordable for all Californians.
- It would be highly inefficient to have over 3,000 local water agencies become tax collectors for the state because the resulting combined local administrative costs would exceed the combined state tax revenue collected from the local water bills.

## For more information contact

**Cindy Tuck**, ACWA Deputy Executive Director for Government Relations, at <u>cindyt@acwa.com</u> or **Danielle Blacet**, CMUA Director for Water, at <u>dblacet@cmua.ora</u>.



Senator Anna M. Caballero State Capitol Room 5052 Sacramento, CA 95814-4900

Dear Senator Caballero

The Governor recently released his trailer bill language "Safe And Affordable Drinking Water And Exide Cleanup" and on January 31<sup>st</sup>, Senator Monning introduced SB 200, establishing the "Safe and Affordable Drinking Water Fund." The Monterey Peninsula Water Management District urges caution about establishing a regressive statewide water tax on local water bills. We urge you instead to support the Safe Drinking Water Trust as supported by the Association of California Water Agencies (ACWA) and the California Municipal Utilities Association (CMUA).

It is not in the public interest to tax a resource that is essential to life. Further, it would be highly inefficient to have over 3,000 local water agencies become tax collectors for the state because the resulting combined local administrative costs would exceed the combined state tax revenue collected from the local water bills.

The primary challenge in at-risk water systems is that O&M costs generally cannot be financed with existing federal and state safe drinking water funding sources, hence a financial solution is needed for O&M and consolidation costs that can complement existing available funding sources for capital costs.

As proposed by ACWA and CMUA, the Trust's principal would be initially financed with a onetime infusion of General Fund dollars during a budget surplus year. With the record budget surplus for the 2019-20 Fiscal Year, this is the perfect year to create and fund the Trust. Doing so is based largely on a progressive source of revenue, and makes sense because taxpayers with higher incomes would contribute more, and taxpayers with lower incomes would contribute less. The human right to safe, clean, affordable water is a social issue best left to a General Fund solution.

Best regards,

David J. Stoldt

General Manager



Assembly Member Mark Stone P.O. Box 942849 Sacramento, CA 94249-0029

Dear Assembly Member Stone,

The Governor recently released his trailer bill language "Safe And Affordable Drinking Water And Exide Cleanup" and on January 31<sup>st</sup>, Senator Monning introduced SB 200, establishing the "Safe and Affordable Drinking Water Fund." The Monterey Peninsula Water Management District urges caution about establishing a regressive statewide water tax on local water bills. We urge you instead to support the Safe Drinking Water Trust as supported by the Association of California Water Agencies (ACWA) and the California Municipal Utilities Association (CMUA).

It is not in the public interest to tax a resource that is essential to life. Further, it would be highly inefficient to have over 3,000 local water agencies become tax collectors for the state because the resulting combined local administrative costs would exceed the combined state tax revenue collected from the local water bills.

The primary challenge in at-risk water systems is that O&M costs generally cannot be financed with existing federal and state safe drinking water funding sources, hence a financial solution is needed for O&M and consolidation costs that can complement existing available funding sources for capital costs.

As proposed by ACWA and CMUA, the Trust's principal would be initially financed with a onetime infusion of General Fund dollars during a budget surplus year. With the record budget surplus for the 2019-20 Fiscal Year, this is the perfect year to create and fund the Trust. Doing so is based largely on a progressive source of revenue, and makes sense because taxpayers with higher incomes would contribute more, and taxpayers with lower incomes would contribute less. The human right to safe, clean, affordable water is a social issue best left to a General Fund solution.

Best regards,

David J. Stoldt

General Manager



Assembly Member Robert Rivas P.O. Box 942849 Sacramento, CA 94249-0030

Dear Assembly Member Rivas,

The Governor recently released his trailer bill language "Safe And Affordable Drinking Water And Exide Cleanup" and on January 31<sup>st</sup>, Senator Monning introduced SB 200, establishing the "Safe and Affordable Drinking Water Fund." The Monterey Peninsula Water Management District urges caution about establishing a regressive statewide water tax on local water bills. We urge you instead to support the Safe Drinking Water Trust as supported by the Association of California Water Agencies (ACWA) and the California Municipal Utilities Association (CMUA).

It is not in the public interest to tax a resource that is essential to life. Further, it would be highly inefficient to have over 3,000 local water agencies become tax collectors for the state because the resulting combined local administrative costs would exceed the combined state tax revenue collected from the local water bills.

The primary challenge in at-risk water systems is that O&M costs generally cannot be financed with existing federal and state safe drinking water funding sources, hence a financial solution is needed for O&M and consolidation costs that can complement existing available funding sources for capital costs.

As proposed by ACWA and CMUA, the Trust's principal would be initially financed with a onetime infusion of General Fund dollars during a budget surplus year. With the record budget surplus for the 2019-20 Fiscal Year, this is the perfect year to create and fund the Trust. Doing so is based largely on a progressive source of revenue, and makes sense because taxpayers with higher incomes would contribute more, and taxpayers with lower incomes would contribute less. The human right to safe, clean, affordable water is a social issue best left to a General Fund solution.

Best regards,

David J. Stoldt

General Manager



Assembly Water, Parks & Wildlife Committee Assembly Environmental Safety & Toxic Materials Committee, and Assembly Budget Subcommittee No. 3

Dear Committee Members,

The Governor recently released his trailer bill language "Safe And Affordable Drinking Water And Exide Cleanup" and on January 31<sup>st</sup>, Senator Monning introduced SB 200, establishing the "Safe and Affordable Drinking Water Fund." The Monterey Peninsula Water Management District urges caution about establishing a regressive statewide water tax on local water bills. We urge you instead to support the Safe Drinking Water Trust as supported by the Association of California Water Agencies (ACWA) and the California Municipal Utilities Association (CMUA).

It is not in the public interest to tax a resource that is essential to life. Further, it would be highly inefficient to have over 3,000 local water agencies become tax collectors for the state because the resulting combined local administrative costs would exceed the combined state tax revenue collected from the local water bills.

The primary challenge in at-risk water systems is that O&M costs generally cannot be financed with existing federal and state safe drinking water funding sources, hence a financial solution is needed for O&M and consolidation costs that can complement existing available funding sources for capital costs.

As proposed by ACWA and CMUA, the Trust's principal would be initially financed with a onetime infusion of General Fund dollars during a budget surplus year. With the record budget surplus for the 2019-20 Fiscal Year, this is the perfect year to create and fund the Trust. Doing so is based largely on a progressive source of revenue, and makes sense because taxpayers with higher incomes would contribute more, and taxpayers with lower incomes would contribute less. The human right to safe, clean, affordable water is a social issue best left to a General Fund solution.

Best regards,

David J. Stoldt General Manager



1199 North Fairfax St, Suite 900 - Alexandria, VA 22314

October 29, 2018

The Honorable Lisa Murkowski Chairman Senate Energy and Natural Resources Committee 304 Dirksen Senate Office Building Washington, DC 20510

The Honorable Rob Bishop Chairman House Natural Resources Committee 1324 Longworth House Office Building Washington, DC 20515 The Honorable Maria Cantwell Ranking Member Senate Energy and Natural Resources Committee 304 Dirksen Senate Office Building Washington, DC 20510

The Honorable Raul Grijalva Ranking Member House Natural Resources Committee 1329 Longworth House Office Building Washington, DC 20515

Dear Chairman Murkowski, Ranking Member Cantwell, Chairman Bishop, and Ranking Member Grijalva:

The undersigned organizations and utilities are writing to urge your support for the reauthorization of the Bureau of Reclamation's Title XVI Water Reclamation and Reuse competitive grant program authorized in the 2016 Water Infrastructure Improvements for the Nation (WIIN) Act (Title XVI-WIIN).

Title XVI is the only federal program focused on funding water recycling projects in the western states, and with enactment of the FY 2019 Energy and Water Appropriations bill, the \$50 million authorization for Title-WIIN has been reached. Therefore, it is critical to reauthorize Title XVI-WIIN to support the continued development of water reuse in the West and the development of drought-proof water supplies.

Since Title XVI's inception in 1992, Congress has authorized 53 Title XVI recycling projects producing more than 400,000 acre-feet of drought-resistant water supply. To date, Congress has appropriated approximately \$672 million in federal funding which has been leveraged with non-federal funding to implement more than \$3.3 billion in water reuse improvements – a nearly 5:1 leverage ratio. However, as no new projects had been authorized by Congress since 2009, the 2016 WIIN Act created a mechanism to continue support for Western water reuse projects by establishing a competitive grant program within Title XVI, enabling new projects to be eligible for federal assistance.

There are currently 44 Title XVI-WIIN eligible projects awaiting assistance, with a total of \$528 million in eligible federal cost-share, this list will only grow as more projects become eligible. To address the federal cost-share demand, we urge that Title XVI-WIIN be reauthorized at \$250 million over five years, paid for by deauthorizing "inactive" Title XVI projects following a similar deauthorization process Congress enacted for the U.S. Army Corps of Engineers projects in the 2014 Water Resources Reform and Development Act. Currently, the federal cost-share for projects that have never received funding or have not received funding in the past ten years is approximately \$200 million. Under the proposal, sponsors of projects listed for deauthorization would have a transparent and public process to submit

## Title XVI Stakeholder Support Letter Page 2

information demonstrating the project's active status to the Bureau of Reclamation with a request to revoke the deauthorization.

Clean and reliable water is the backbone of a community's health and economy. Water reuse provides a sustainable and secure water supply for communities, increasingly important in the face of more frequent and severe droughts and changing hydrologic conditions throughout the West.

We are also aware that the WIIN 2016 authorizations for the desalination program (\$30 million), and western water storage funds (\$335 million) have also expired with the enactment of the FY 2019 Energy and Water Appropriations measure. We support the reauthorization of these programs as water storage and desalination projects work in tandem with water recycling projects to ensure that communities across the West have safe, secure, and sustainable water supplies.

Thank you for your consideration of this request. Should you have any questions or would like to discuss further, please do not hesitate to contact Patricia Sinicropi, WateReuse Association at <a href="mailto:psinicropi@watereuse.org">psinicropi@watereuse.org</a>.

Sincerely,

#### **National Organizations**

American Public Works Association (APWA) American Water Works Association (AWWA) Association of Metropolitan Water Agencies (AMWA) National Association of Clean Water Agencies (NACWA) National Rural Water Association (NRWA) Rural Community Assistance Partnership Inc. (RCAP) Water and Wastewater Equipment Manufacturers Association (WWEMA) WateReuse Association Water Environment Federation (WEF) Western Coalition of Arid States (WESTCAS) Western Recycled Water Coalition (WRWC)

## State and Regional NGOs

WateReuse Arizona WateReuse California WateReuse Colorado WateReuse Nevada WateReuse Pacific Northwest (PNW) WateReuse Texas California Association of Sanitation Agencies (CASA) Association of California Water Agencies (ACWA)

#### **Arizona Agencies**

Apache Junction Water District City of Tucson Water Department - Tucson Water Flagstaff Water Services Scottsdale Water

#### **California Agencies**

Alameda County Flood Control and Water Conservation District Zone 7 Central Contra Costa Sanitary District City of Corona City of Escondido, Utilities Department City of Modesto **City of Pasadena** City of Pismo Beach City of Pleasanton City of San Diego Public Utilities Department Delta Diablo Dublin San Ramon Services District Eastern Municipal Water District El Toro Water District Inland Empire Utilities Agency (IEUA) Irvine Ranch Water District (IRWD) Las Virgenes Municipal Water District

## Title XVI Stakeholder Support Letter Page 3

Leucadia Wastewater District Marina Coast Water District Mesa Water District Monterey One Water Monterey Peninsula Water Management District Olivenhain Municipal Water District **Orange County Water District Otay Water District** Padre Dam Municipal Water District Rincon del Diablo Municipal Water District San Diego County Water Authority San Elijo Joint Powers Authority Sanitation Districts of Los Angeles County Santa Clara Valley Water District Santa Margarita Water District Scotts Valley Water District Santa Clarita Water (SCV Water) Town of Marana Water Utilities Association Upper San Gabriel Valley Municipal Water District Victor Valley Wastewater Reclamation Authority (VVWRA)

Colorado Agencies

Arapahoe County Water & Wastewater Authority (ACWWA) Denver Water

**Nevada Agencies** City of Henderson - Utility Services City of North Las Vegas Utilities Department Clark County Water Reclamation District Truckee Meadows Water Authority (TMWA)

#### **New Mexico Agencies**

Albuquerque Bernalillo County Water Utility Authority City of Rio Rancho

Oklahoma Agencies City of Norman

Oregon Agencies Clean Water Services

## **Texas Agencies**

City of San Marcos City of Wichita Falls El Paso Water Utilities Gulf Coast Authority (GCA) McAllen Public Utility (MPU) Upper Trinity Regional Water District

Utah Agencies South Jordan City

# Washington Agencies

King County, Wastewater Treatment Division

CC: The Honorable Kevin McCarthy, Majority Leader, U.S. House of Representative The Honorable Dianne Feinstein, U.S. Senator