#### HB 3544 B BUDGET REPORT and MEASURE SUMMARY

### **Joint Committee On Ways and Means**

**Action Date:** 06/17/25

**Action:** Do pass with amendments to the A-Eng bill. (Printed B-Eng.)

**House Vote** 

Yeas: 8 - Cate, Evans, Gomberg, Levy E, Owens, Ruiz, Sanchez, Valderrama

Nays: 3 - Breese-Iverson, Drazan, Smith G

Exc: 1 - Bowman

**Senate Vote** 

Yeas: 9 - Anderson, Broadman, Campos, Frederick, Lieber, Manning Jr, McLane, Smith DB, Sollman

Nays: 2 - Bonham, Girod

**Prepared By:** Angela Parada, Department of Administrative Services

Reviewed By: April McDonald, Legislative Fiscal Office

Water Resources Department 2025-27

Carrier: Rep. Owens

| Budget Summary*                      | egislatively<br>d Budget <sup>(1)</sup> | <br>rrent Service<br>vel | 7 Committee<br>nmendation | Committee Change from 2023-25<br>Leg. Approved |         |          |  |
|--------------------------------------|---|--------------------------|---------------------------|--|---------|----------|--|
|                                      |   |                          |                           | \$   | Change  | % Change |  |
| General Fund                         | \$<br>-                                 | \$<br>-                  | \$<br>226,420             | \$   | 226,420 | 100.0%   |  |
| Total                                | \$<br>-                                 | \$<br>-                  | \$<br>226,420             | \$   | 226,420 | 100.0%   |  |
| Position Summary                     |   |                          |                           |  |         |          |  |
| Authorized Positions                 | 0                                       | 0                        | 1                         |  | 1       |          |  |
| Full-time Equivalent (FTE) positions | 0.00                                    | 0.00                     | 0.75                      |  | 0.75    |          |  |

<sup>(1)</sup> Includes adjustments through January 2025

## **Summary of Revenue Changes**

For the 2025-27 biennium, House Bill 3544 appropriates \$226,420 General Fund to establish a uniform process and timeline for contested case proceedings on new water right and water right transfer applications, administered by the Water Resources Department (WRD).

# **Summary of Natural Resources Subcommittee Action**

The Water Resources Commission, in coordination with the Office of Administrative Hearings, is directed to adopt rules establishing uniform hearing schedules and procedural standards. These rules must include a 180-day hearing timeline, provisions for remote participation, the use of administrative law judges for settlement, and consistent timelines for determining party status. House Bill 3544 also revises the requirements for protest submissions, establishes deadlines and criteria for party status requests, limits appeals, and clarifies when contested case hearings must occur.

To fund implementation of this measure, \$226,420 General Fund is appropriated to the Department's Water Right Services Division to establish a permanent, full-time Natural Resources Specialist 4 (0.75 FTE), including position-related services and supplies for the 2025-27 biennium. This position will also be able to address the cumulative impact to the Water Right Services division from the passage of additional measures related to water right transaction processing during the 2025 legislative session.

<sup>\*</sup> Excludes Capital Construction expenditures

### **DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION**

Water Resources Department CFO Analyst Angela Parada -- 971-720-0987

|  |         |         |       | OTHER FUNDS |         |      | os        | FEDERAL FUNDS |       |       | TOTAL   |     |      |
|--|---------|---------|-------|-------------|---------|------|-----------|---------------|-------|-------|---------|-----|------|
|  | GENERAL | LOTTERY |       |             |         |      |           |               |       | ALL   |         |     |      |
| DESCRIPTION  |         | FUND    | FUNDS |             | LIMITED | N    | ONLIMITED | LIMITED       | NONLI | MITED | FUNDS   | POS | FTE  |
| SUBCOMMITTEE ADJUSTMENTS (from CSL) SCR 010-06 - Water Right Services Division |         |         |       |             |         |      |           |               |       |       |         |     |      |
| Personal Services  | \$      | 200,110 | \$    | - \$        |         | - \$ | - \$      |               | - \$  | - \$  | 200,110 | 1   | 0.75 |
| Services and Supplies  | \$      | 26,310  | \$    | - \$        |         | - \$ | - \$      |               | - \$  | - \$  | 26,310  |     |      |
| TOTAL ADJUSTMENTS  | \$      | 226,420 | \$    | - \$        |         | - \$ | - \$      |               | - \$  | - \$  | 226,420 | 1   | 0.75 |
| SUBCOMMITTEE RECOMMENDATION *  | \$      | 226,420 | \$    | - \$        |         | - \$ | - \$      |               | - \$  | - \$  | 226,420 | 1   | 0.75 |

<sup>\*</sup>Excludes Capital Construction Expenditures