

WASHOE COUNTY

Integrity Communication Service www.washoecounty.gov

STAFF REPORT BOARD MEETING DATE: June 21, 2022

DATE: Tuesday, June 14, 2022

TO: Board of County Commissioners

FROM: Brianna McBride, Sr. Fiscal Analyst

328-2723, bmcbride@washoecounty.gov

Lori Cooke, Budget Manager

328-2072, lcooke@washoecounty.gov

THROUGH: Eric P. Brown, County Manager

328-2000, epricebrown@washoecounty.gov

SUBJECT: Recommendation to certify charges, levy and direct the Treasurer to collect

\$375,145.27 in special assessments for fiscal year 2022/2023 as requested by the State Engineer of the State Department of Conservation and Natural Resources, for Black Rock Desert Groundwater Basin (\$68.91), Honey Lake Valley Groundwater Basin (\$8,899.94), Hualapai Flat Water District (\$8,704.30), San Emidio Desert District (\$6,853.76), Warm Springs Valley Groundwater Basin (\$7,842.50), Weeker Welley Groundwater Basin

Groundwater Basin (\$7,842.50), Washoe Valley Groundwater Basin (\$3,775.86), Warm Springs/Winnemucca Creek Basin (\$4,000.00), Cold Springs Valley Groundwater Basin (\$8,000.00), Lake Tahoe Groundwater Basin (\$16,000.00), Lemmon Valley Water District (\$27,000.00), Pleasant

Valley Groundwater Basin (\$6,000.00), Spanish Springs Valley Groundwater Basin (\$45,000.00), Tracy Segment Groundwater Basin (\$6,000.00), Truckee Canyon Segment Groundwater Basin (\$12,000.00) and Truckee Meadows/Sun Valley Groundwater Basin (\$215,000.00).

Authorize the Treasurer to remove uncollectible assessments and/or correct

assessments on the tax roll as requested by the Division of Water

Resources; direct the Clerk to execute the State of Nevada Division of Water Resources certification letters and send them back to the Division pursuant to NRS 533.285; and direct the Comptroller to pay to the

Department of Conservation and Natural Resources the requested funds.

(All Commission Districts.)

SUMMARY

Pursuant to State law (NRS 533.285 and NRS 534.040), the Board of County Commissioners (BCC) is required to certify and levy the special assessments needed to fund the budgets of the water basins and distribution systems administered by the State Engineer. The amounts requested by the State Engineer will be required for the payment

AGENDA	ITEM #
---------------	--------

of necessary expenses for supervision over the groundwater basins to include, but are not limited to special studies, water level measurements, crop/pumpage inventories, field investigations, aquifer tests, well driller inspections, intent to drill card and well log review, associated data collection and management.

Washoe County Strategic Objective supported by this item: Economic Impacts

PREVIOUS ACTION

June 15, 2021, BCC approved fiscal year 21/22 special assessments for these basins.

July 14, 2020, BCC approved fiscal year 20/21 special assessments for these basins.

March 26, 2019, BCC approved fiscal year 19/20 special assessments for these basins.

April 10, 2018, BCC approved fiscal year 18/19 special assessments for these basins.

April 25, 2017, BCC approved fiscal year 17/18 special assessments for these basins.

BACKGROUND

By State law (NRS 533.285 and NRS 534.040), the Board of County Commissioners is required to certify and levy the special assessments needed to fund the budgets of the water basins and distribution systems administered by the State Engineer.

FISCAL IMPACT

For predominantly agricultural areas, the State Engineer calculates specific assessments for properties within groundwater basins based on the acre-feet of water rights. In such cases, the BCC is required to levy special assessments based on the assessments determined by the State Department of Conservation and Natural Resources, as listed in the attached schedules. These areas are:

- 1. Black Rock Desert Groundwater Basin total assessments of \$68.91
- 2. Honey Lake Valley Groundwater Basin total assessments of \$8,899.94
- 3. Hualapai Flat Water District total assessments of \$8,704.30
- 4. San Emidio Desert District total assessments of \$6,853.76
- 5. Warm Springs Valley Groundwater Basin total assessments of \$7,842.50
- 6. Washoe Valley Groundwater Basin total assessments of \$3,775.86

The Warm Springs/Winnemucca Creek Basin, assessments are levied under the NRS 533.285. As requested by the State and according to the Warm Springs Creek Decree, the total assessment of \$4,000.00 is divided up as follows:

- 1. Winnemucca Holdings Inc. is entitled to 43.48% of the waters of the creek assessed at \$1,739.12
- 2. Buckhorn Land and Livestock is entitled to 37.22% of the waters of the creek assessed at \$1,488.89
- 3. WSR Land, LLC is entitled to 19.30% of the waters of the creek assessed at \$771.99

In areas that are not predominantly agricultural, the State Engineer does not calculate specific assessments; instead, the amount levied by the County Commission is applied to all "taxable property" in the designated groundwater basin area. The total assessment below is divided amongst all taxable property by applying a flat rate per parcel. The flat rate is determined by the State Engineer once the parcel count has been established for the basins listed below.

- 1. Cold Springs Valley Groundwater Basin total assessment: \$8,000.00
- 2. Lake Tahoe Groundwater Basin total assessment: \$16,000.00
- 3. Lemmon Valley Groundwater Basin total assessment: \$27,000.00
- 4. Pleasant Valley Groundwater Basin total assessment: \$6,000.00
- 5. Spanish Springs Valley Groundwater Basin total assessment: \$45,000.00
- 6. Tracy Segment Groundwater Basin total assessment: \$6,000.00
- 7. Truckee Canyon Segment Groundwater Basin total assessment: \$12,000.00
- 8. Truckee Meadows/Sun Valley Groundwater Basin total assessment: \$215,000.00

RECOMMENDATION

It is recommended that the Board, certify charges, levy and direct the Treasurer to collect \$375,145.27 in special assessments for fiscal year 2022/2023 as requested by the State Engineer of the State Department of Conservation and Natural Resources, for Black Rock Desert Groundwater Basin (\$68.91), Honey Lake Valley Groundwater Basin (\$8,899.94), Hualapai Flat Water District (\$8,704.30), San Emidio Desert District (\$6,853.76), Warm Springs Valley Groundwater Basin (\$7,842.50), Washoe Valley Groundwater Basin (\$3,775.86), Warm Springs/Winnemucca Creek Basin (\$4,000.00), Cold Springs Valley Groundwater Basin (\$8,000.00), Lake Tahoe Groundwater Basin (\$16,000.00), Lemmon Valley Water District (\$27,000.00), Pleasant Valley Groundwater Basin (\$6,000.00), Spanish Springs Valley Groundwater Basin (\$45,000.00), Tracy Segment Groundwater Basin (\$6,000.00), Truckee Canyon Segment Groundwater Basin (\$12,000.00) and Truckee Meadows/Sun Valley Groundwater Basin (\$215,000.00). Authorize the Treasurer to remove uncollectible assessments and/or correct assessments on the tax roll as requested by the Division of Water Resources; direct the Clerk to execute the State of Nevada Division of Water Resources certification letters and send them back to the Division pursuant to NRS 533.285; and direct the Comptroller to pay to the Department of Conservation and Natural Resources the requested funds.

POSSIBLE MOTION

Should the Board agree with staff's recommendation, a possible motion would be: "certify charges, levy and direct the Treasurer to collect \$375,145.27 in special assessments for fiscal year 2022/2023 as requested by the State Engineer of the State Department of Conservation and Natural Resources, for Black Rock Desert Groundwater Basin (\$68.91), Honey Lake Valley Groundwater Basin (\$8,899.94), Hualapai Flat Water District (\$8,704.30), San Emidio Desert District (\$6,853.76), Warm Springs Valley Groundwater Basin (\$7,842.50), Washoe Valley Groundwater Basin (\$3,775.86), Warm Springs/Winnemucca Creek Basin (\$4,000.00), Cold Springs Valley Groundwater Basin (\$8,000.00), Lake Tahoe Groundwater Basin (\$16,000.00), Lemmon Valley Water District (\$27,000.00), Pleasant Valley Groundwater Basin (\$6,000.00), Spanish Springs Valley Groundwater Basin (\$45,000.00), Tracy Segment Groundwater Basin (\$6,000.00), Truckee Canyon Segment Groundwater Basin (\$12,000.00) and Truckee Meadows/Sun Valley Groundwater Basin (\$215,000.00). Authorize the Treasurer to remove uncollectible assessments and/or correct assessments on the tax roll as requested by the Division of Water Resources; direct the Clerk to execute the State of Nevada Division of Water Resources certification letters and send them back to the Division pursuant to NRS 533.285; and direct the Comptroller to pay to the Department of Conservation and Natural Resources the requested funds."