NOTICE OF RULINGS

	1	place a deadline on submission of this motion.
	2	
	3	Dated: November 1, 2011 BROWNSTEIN HYATT FARBER
	4	SCHRECK, LLP
	5	By: The solution
	6	SCOTT S. SLATER
	7	MICHAEL T. FIFE Attorneys for Defendant CHINO BASIN WATERMASTER
	8	CHINO BASIN WATERMASTER
	9	
LLP	10	
RECK,	11	
R SCH ite 2100 3007	12	
BROWNSTEIN HYATT FARBER SCHRECK, LLP 2029 Century Park East, Suite 2100 Los Angeles, CA 90067-3007	13	·
VATT I entury Par Angeles, C	14	
EIN HY 2029 C Los	15	
WNST	16	
BRO	17	
	18	
	19	
	20	
	21	
	22	~
	23	
	24	
	25	
	26 27	
	28	
	∠o ;	008350\0018\597529.1 2
		NOTICE OF RULINGS

1 2 3 OCT 2 8 2011 4 5 6 7 8 SUPERIOR COURT OF THE STATE OF CALIFORNIA 9 FOR THE COUNTY OF SAN BERNARDINO BROWNSTEIN HYATT FARBER SCHRECK, LLP 10 11 CHINO BASIN MUNICIPAL WATER Case No. RCV 51010 DISTRICT, 12 Santa Barbara, CA 93101-2706 ORDER AFTER HEARING ON Plaintiff, 13 MOTION FOR APPROVAL OF WATERMASTER RESOLUTION 2010-04 v. 14 CITY OF CHINO, et al., 15 Defendant. 16 17 On October 28, 2011, a hearing on Motion for Approval of Watermaster Resolution 2010-18 04 was held. 19 On the basis of the pleadings, the declarations, and the testimony and argument offered at 20 the hearing, the Court finds as follows: 21 1. Western Municipal Water District ("WMWD") has elected to proceed to construct the 22 Future Desalters jointly with Jurupa Community Services District ("Jurupa") and the 23 City of Ontario ("Ontario") (collectively "Expansion Parties") by and through the 24 Chino Basin Desalter Authority ("CDA") as provided in agreements between and 25 among CDA and its members. 26 2. It is reasonably anticipated that all members of CDA as Parties to the Judgment will 27 agree to exercise good faith and reasonable best efforts towards the timely completion 28 1 [PROPOSED] ORDER ON MOTION FOR APPROVAL OF WATERMASTER RESOLUTION 2010-04

[PROPOSED] ORDER ON MOTION FOR APPROVAL OF WATERMASTER RESOLUTION 2010-04

The location and the proposed operation of the Future Desalter wells are highly

1

9.

- 16. The designation by Watermaster must not increase the assignee Appropriator's obligations or benefits to Watermaster or under the Judgment, Peace Agreement and the Peace II Measures.
- 17. The requirements set forth in Section 5.5(e) of the Peace II Agreement have been satisfied by WMWD's assumption of project risk, out of pocket costs presently in excess of \$5 million (\$15 million for the Expansion Parties) and the further assumption of capital and operations and maintenance costs in excess of expectations (the cost-cap as for WMWD's portion of expenses). However, this finding is made only with regard to WMWD's obligation under Section 5.5 to complete final binding agreement(s) regarding Future Desalters. This finding is not intended to have any bearing or impact on the sufficiency of WMWD's assumption of risk and costs for any other purpose, including the availability of a reduced uniform loss percentage under Peace II Agreement Section 7.4. This finding also does not affect WMWD's rights or obligations to intervene into the Appropriative Pool on the terms and conditions that may be fairly agreed among the Appropriative Pool and WMWD.
- 18. The MWD has approved the award of \$139 per acre-foot to WMWD for the benefit of the Expansion Project.
- 19. CDA has adopted a Mitigated Negative Declaration for the Expansion Project and it has executed binding water purchase agreements with each of its members and it will timely proceed to implement the Expansion Project in accordance with the PDR.

On the basis of substantial evidence presented through Watermaster's Motion, the Declarations attached thereto, the testimony presented at the hearing and the above findings, the Court concludes and orders that:

 The above-referenced actions in whole and in part are consistent with the Judgment, the Peace Agreement, the Peace II Measures and the December 21, 2007 Order of the Court (collectively "Prior Directives") and in the event of any inconsistencies between 3.

- this Order and the language of these Prior Directives, the Prior Directives shall control.
- 2. As approved and conditioned as set forth above, including but not limited to the location and screening of the proposed wells, the CDA Emergency Response Plan, the SEIR mitigation plans applicable for subsidence, water level fluctuations and the improvements identified in the Recharge Master Plan, the above-referenced actions present no threat of Material Physical Injury (Peace Agreement Section 7.3(d)).
 - Unless authorized in advance by Watermaster for good cause arising from the need for testing, monitoring, or mitigation, the Parties to the Judgment comprising CDA will not produce groundwater from the deep aquifer system among Desalter wells Nos. 1 through 4 as set forth in Peace Agreement II Section 5.8(a)(i)(ii). Watermaster shall have all rights and remedies to redress a violation of this condition, including but not limited to the right to make application to the Court to revisit the allocation of some or all of the 400,000 acre-feet of controlled overdraft, taking into account the specific causes associated with the failure. However, such an application will not require a discontinuance of Desalter operations. (See Judgment Exhibit I; Peace Agreement II, Section 5.8(a)(i)(ii).)
- 4. Watermaster will not otherwise suspend availability of any portion of the 400,000 acre-feet of controlled overdraft unless there is a failure to comply with the requirements to complete and implement a Recharge Master Plan as provided in Peace II Agreement Section 7.3.
- 5. Watermaster shall uphold its commitment to the funding for and the timely and successful implementation of a Recharge Master Plan, including achieving hydrologic balance within each Management Zone.
- 6. All Parties to the Judgment that are members of CDA will exercise good faith and reasonable best efforts to support the completion of the Expansion Project as it is defined in and as conditioned by the anticipated CDA approval of the Expansion Project and cause a quarterly report on its progress to be filed with Watermaster.

7.

1

[PROPOSED] ORDER ON MOTION FOR APPROVAL OF WATERMASTER RESOLUTION 2010-04

	1	negotiate; or (b) consensually assign the production for the desalted water attributable
	2	to the Expansion Project on behalf of WMWD to an Appropriative Pool member of
	3	the CDA.
	4	
	5	IT IS SO ORDERED.
	6	DIHLEYO
	7	Dated: 10.28. 1 3 July
	8	HON. STANFORD E. REICHERT JUDGE OF THE SUPERIOR COURT
	9	ASSAURIE A
ECK, LLP	10	SB 589820 v1:008350.0001
	11	
K SCHIE	12	
BROWNSTEIN HYATT FARBER SCHRECK, LLP 21 East Carrillo Street Santa Barbera, CA 93101-2706	13	
	14	
	15	
	16	
	17	
	18	
	19	
	20	
	21	
	22	
	23	
	24	·
	25	
	26	
	27	
	28	
		8

[PROPOSED] ORDER ON MOTION FOR APPROVAL OF WATERMASTER RESOLUTION 2010-04

CHINO BASIN WATERMASTER Case No. RCV 51010 Chino Basin Municipal Water District v. The City of Chino

PROOF OF SERVICE

I declare that:

correct.

I am employed in the County of San Bernardino, California. I am over the age of 18 years and not a party to the within action. My business address is Chino Basin Watermaster, 9641 San Bernardino Road, Rancho Cucamonga, California 91730; telephone (909) 484-3888.

On November 1, 2011 I served the following:

- 1. NOTICE OF RULINGS
- 2. ORDER AFTER HEARING ON MOTION FOR APPROVAL OF WATERMASTER RESOLUTION 2010-04

/_x_/	BY MAIL: in said cause, by placing a true copy thereof enclosed with postage thereon fully prepaid, for delivery by United States Postal Service mail at Rancho Cucamonga, California, addresses as follows: See attached service list: Mailing List 1
//	BY PERSONAL SERVICE: I caused such envelope to be delivered by hand to the addressee.
//	BY FACSIMILE: I transmitted said document by fax transmission from (909) 484-3890 to the fax number(s) indicated. The transmission was reported as complete on the transmission report, which was properly issued by the transmitting fax machine.
/_x_/	BY ELECTRONIC MAIL: I transmitted notice of availability of electronic documents by electronic transmission to the email address indicated. The transmission was reported as complete on the transmission report, which was properly issued by the transmitting electronic mail device.
I decla	re under penalty of perjury under the laws of the State of California that the above is true and

Executed on November 1, 2011 in Rancho Cucamonga, California.

Janin**é** Wilson

Chino-Basin Watermaster

ROBERT BOWCOCK INTEGRATED RESOURCES MGMNT 405 N. INDIAN HILL BLVD CLAREMONT, CA 91711-4724

STEVE ELIE IEUA 16405 DOMANI TERRACE CHINO HILLS, CA 91709 GEOFFREY VANDEN HEUVEL CBWM BOARD MEMBER 8315 MERRILL AVENUE CHINO, CA 91710

PAUL HOFER 11248 S TURNER AVE ONTARIO, CA 91761

BOB KUHN 669 HUNTERS TRAIL GLENDORA, CA 91740 CHARLES FIELD 4415 FIFTH STREET RIVERSIDE, CA 92501

TOM HAUGHEY CITY OF CHINO PO BOX 667 CHINO, CA 91708-0667

JOHN MURA CITY OF CHINO HILLS 14000 CITY CENTER DRIVE CHINO HILLS, CA 91709

GLEN DURRINGTON 5512 FRANCIS ST CHINO, CA 91710 BOB FEENSTRA P.O. BOX 17482 ANAHEIM HILLS, CA 92817

KEN JESKE 709 NOTTINGHAM DRIVE REDLANDS, CA 92373

Members:

Alfred E. Smith Allen W. Hubsch Andrew Lazenby Art Kidman

Barbara Swanson Beth Barry

Beth Barry
Carol
Carol Davis
Chris Swanberg
Dan McKinney
Fred Fudacz

Jean Cihigoyenetche jeeinc@aol.com Jennifer Novak

Jili Willis Jim Markman

Jim@city-attorney.com jimmy@city-attorney.com John Cotti

John Schatz
Joseph S. Aklufi
Karin Vogel
Kuperberg, Joel
Marguerite P. Battersh

Marguerite P Battersby Mark Hensley Michelle Staples

Randy Visser
Rodney Baker
smt@tragerlaw.com
Steve Kennedy
Steven K. Beckett
Steven R. Orr
Tom Bunn
Tom McPeters
Tracy J. Egoscue

William J. Brunick William P. Curley asmith@nossaman.com

allen.hubsch@hoganlovells.com

lazenbyag@bv.com

akidman@mkblawyers.com Barbara_Swanson@yahoo.com

bethb@cvwdwater.com marie@tragerlaw.com cdavis@lagerlof.com

chris.swanberg@corr.ca.gov dmckinney@douglascountylaw.com

ffudacz@nossaman.com Jean CGC@hotmail.com

jeeinc@aol.com

jennifer.novak@doj.ca.gov

jnwillis@bbklaw.com jmarkman@rwglaw.com Jim@city-attorney.com jimmy@city-attorney.com jcotti@localgovlaw.com jschatz13@cox.net

Jscnaiz⊥3@cox.net AandWLaw@aol.com

KVogel@sheppardmullin.com

jkuperberg@rutan.com

pbattersby@sheppardmullin.com mhensley@localgovlaw.com

mstaples@jdplaw.com

RVisser@sheppardmullin.com rodbaker03@yahoo.com

smt@tragerlaw.com skennedy@bbmblaw.com skbeckett@bbmblaw.com

sorr@rwglaw.com

TomBunn@Lagerlof.com

THMcP@aol.com

tracyegoscue@paulhastings.com

bbrunick@bbmblaw.com wcurley@rwglaw.com

Members:

Al Lopez
Alice Shiozawa
Andy Campbell
Andy Malone
Anthony La

Anthony La
April Woodruff
Arnold Rodriguez
Ashok Dhingra
Ben Lewis
Bill Kruger
Bill Thompson
Bob Bowcock
Bob Feenstra

Bob Feenstra (Blackberry)

Bob Kuhn Bob Lawhn Bonnie Tazza Brenda Fowler Brian Dickinson Brian Geye

Brian Hess Carl Hauge Charles Field Charles Moorrees

Cheyanne Reseck-Francis

Chris Berch
Chuck Hays
Cindy Cisneros
Cindy LaCamera
Craig Stewart
Curtis Paxton
Curtis Stubbings
Dan Arrighi
Dan Hostetler
Danielle Soto

Daryl Grigsby
Dave Argo
Dave Crosley
David D DeJesus
David D DeJesus
David Penrice
David Ringel
David Starnes
Debbie Espe
Dennis Mejia

Dennis Poulsen Dennis Williams Desi Alvarez Diana Sturgeon Don Cutler Don Galleano Donna Stokes

Earl Elrod Edward Gonsman Eldon Horst Eric Fordham

Eric Garner Eunice Ulloa

Frank Brommenschenkel

Frank LoGuidice Gene Koopman Geoffrey Kamansky lopezsixto@netzero.net afshioza@gswater.com acampbell@ieua.org

amalone@wildermuthenvironmental.com

ala@ci.upland.ca.us
awoodruff@ieua.org
jarodriguez@sarwc.com
ash@akdconsulting.com
benjamin.lewis@gswater.com
citycouncil@chinohills.org
bthompson@ci.norco.ca.us
bbowcock@irmwater.com
bobfeenstra@gmail.com
feenstra@vzw.blackberry.net

bgkuhn@aoi.com
rlawhn@rrienergy.com
bonniet@cvwdwater.com
balee@fontanawater.com
bdickinson@chinodesalter.org
bgeye@autoclubspeedway.com

bhess@niagarawater.com chauge@water.ca.gov

cdfield@att.net

cmoorrees@sawaterco.com cheyanne.reseck.francis@ieua.org

CBerch@ieua.org chays@fontana.org

Cindy_Cisneros@ci.pomona.ca.us

clacamera@mwdh2o.com
Craig.Stewart@amec.com
cpaxton@chinodesalter.org
Curtis_Stubbings@praxair.com
darrighi@sgvwater.com

darrigni@sgvwater.com dghostetler@csupomona.edu danielle_soto@Cl.POMONA.CA.US daryl_gribsby@ci.pomona.ca.us

argodg@bv.com

DCrosley@cityofchino.org tvmwddiv2rep@gmail.com davidcicgm@aol.com dpenrice@acmwater.com

david.j.ringel@us.mwhglobal.com david.starnes@mcmcnet.net

despe@sdcwa.org dmejia@ci.ontario.ca.us dpoulsen@californiasteel.com dwilliams@geoscience-water.com

dalvarez@cbwm.org dsturgeon@chinohills.org

dcutler@jcsd.us

donald@galleanowinery.com dstokes@cityofchino.org earl.elrod@verizon.net

Edward.Gonsman@cdcr.ca.gov

ehorst@jcsd.us

eric_fordham@geopentech.com

eric.garner@bbklaw.com

eulloa@cbwcd.org

frank.brommen@verizon.net faloguidice@sgvwater.com GTKoopman@aol.com gkamansky@niagarawater.com Geoffrey Vanden Heuvel

Gerald Yahr

Geye, Brian

Gloria Rivera Grace Cabrera

Grace Captera Greg Woodside Ida Martinez Isabel Martinez Jack Safely James Jenkins

James McKenzie Jean Perry Jeff Pierson Jeffrey L. Pierson

Jill Willis Jim Tavlor

Jo Lynne Russo-Pereyra

Joe Graziano
Joe P LeClaire
John Bosler
John Dickson
John Huitsing

John Huitsing
John Kennedy
John Mura
John Rossi
John Salmon
Jon Lambeck
Jorge Rosa Jr.
Julie Cavender

Justin Brokaw Justin Scott Coe Karen Johnson Kathy Kunysz Kathy Tiegs Ken Eke

Ken Jeske

Ken Kules
Ken Waring
Kenneth Willis
Kevin Austin
Kevin Blakeslee
Kevin Sage

Kim Morris Kurt Berchtold Kyle Snay Linda Minky Lindsay Gomez Lisa Hamilton

Marguerite P Battersby

Maribel Sosa Marsha Westropp Martin Zvirbulis Michelle Lauffer Mike Thies Neil Miller

W. C. "Bill" Kruger W. C. "Bill" Kruger GeoffreyVH@juno.com

yahrj@koll.com

BGeye@autoclubspeedway.com

gloriar@cvwdwater.com

grace_cabrera@ci.pomona.ca.us

gwoodside@ocwd.com idam@cvwdwater.com imartinez_wfa@verizon.net jsafely@wmwd.com

cnomgr@airports.sbcounty.gov jmckenzie@dpw.sbcounty.gov

JPerry@wmwd.com jpierson@unitexcorp.com jpierson@intexcorp.com jnwillis@bbklaw.com jim_taylor@ci.pomona.ca.us jolynner@cvwdwater.com

jgraz4077@aol.com

jleclaire@wildermuthenvironmental.com

JohnBo@cvwdwater.com john.dickson@cdcr.ca.gov _johnhuitsing@gmail.com__

jkennedy@ocwd.com jmura@chinohills.org jrossi@wmwd.com jsalmon@mkblawyers.com jlambeck@mwdh2o.com Jorge.Rosa@sce.com julie.cavender@cdcr.ca.gov jbrokaw@hughes.net jscottcoe@mvwd.org kejwater@aol.com kkunysz@mwdh2o.com

keke@dpw.co.san-bernardino.ca.us

kjcwater@hotmail.com kkules@mwdh2o.com kwaring@jcsd.us cbwmeo@gmail.com kaustin@californiasteel.com kblakeslee@dpw.sbcounty.gov

Ksage@IRMwater.com kmorris@fontana.org

Kathyt@cvwdwater.com

kberchtold@waterboards.ca.gov

kylesnay@gswater.com LMinky@BHFS.com

Igomez@wildermuthenvironmental.com Lisa.Hamilton@corporate.ge.com pbattersby@sheppardmullin.com Maribel_Sosa@ci.pomona.ca.us

MWestropp@ocwd.com martinz@cvwdwater.com mlauffer@jcsd.us

mthies@spacecenterinc.com neil_miller@ci.pomona.ca.us wkrugers@earthlink.net citycouncil@chinohills.org

Members:

Manuel Carrillo Maria Linzay Maria Mendoza Mario Garcia

Mario Garcia Mark Kinsey Mark Ward

Mark Wildermuth Marla Doyle Martha Davis

Martin Bavis
Martin Rauch
Maynard Lenhert
Melanie Otero
Michael Camacho
Michael T Fife
Mike Maestas
Mike Williams

Mindy Sanchez Mohamed El-Amamy Moore, Toby

Nathan deBoom Pam Sharp Pam Wilson Pat Glover Patrick Sheilds Paul Deutsch Paul Hofer Paula Lantz

Peggy Asche
Pete Hall
Peter Hettinga
Phil Krause
Phil Rosentrater
Randy Lee

Raul Garibay Rick Hansen

Rick Rees Rob Vanden Heuvel Robert C. Hawkins Robert Cayce Robert DeLoach Robert Neufeld

Robert Nobles
Robert Tock

Robert Young Roger Han Ron Craig

Rosemary Hoerning Sam Fuller Sandra S. Rose Sandy Lopez

Sarah Kerr Sarah Schneider Scott Burton Scott Slater

Seth Zielke Shaun Stone Sheri Rojo Sherrie Schnelle Sondra Elrod

Sonya Barber Sonya Bloodworth Steve Nix Manuel.Carrillo@SEN.CA.GOV mlinzay@ci.upland.ca.us

mmendoza@wildermuthenvironmental.com

mgarcia@tvmwd.com mkinsey@mvwd.org

mark_ward@ameron-intl.com

mwildermuth@wildermuthenvironmental.com

marla_doyle@ci.pomona.ca.us

mdavis@ieua.org
martin@rauchcc.com
directorlenhert@mvwd.org
melanie_otero@ci.pomona.ca.us
MCamacho@pacificaservices.com

MFife@bhfs.com

mmaestas@chinohills.org mwilliams@airports.sbcounty.gov

msanchez@ieua.org melamamy@ci.ontario.ca.us TobyMoore@gswater.com _n8deboom@gmail.com

PSharp@chinohills.org pwilson@bhfs.com pglover@cityofchino.org psheilds@ieua.org paul.deutsch@amec.com

farmwatchtoo@aol.com paula_lantz@ci.pomona.ca.us

peggy@wvwd.org
rpetehall@gmail.com
peterhettinga@yahoo.com
pkrause@parks.sbcounty.gov
prosentrater@wmwd.com

rlee@ieua.org

raul_garibay@ci.pomona.ca.us

rhansen@tvmwd.com
Richard.Rees@amec.com
Robert.t.van@gmail.com
RHawkins@earthlink.net
rcayce@airports.sbcounty.gov
robertadeloach1@gmail.com
robneu1@yahoo.com

Robert.Nobles@cdcr.ca.gov

rtock@jcsd.us

rkyoung@fontanawater.com roger_han@praxair.com

RonC@rbf.com

rhoerning@ci.upland.ca.us
samf@sbvmwd.com
directorrose@mvwd.org
slopez@ci.ontario.ca.us
skerr@ci.ontario.ca.us
sarah.schneider@amec.com
sburton@ci.ontario.ca.us

sslater@bhfs.com

sjzielke@fontanawater.com sstone@ci.upland.ca.us smrojo@aol.com

Sschnelle@chinohills.org

selrod@ieua.org

sbarber@ci.upland.ca.us sbloodworth@wmwd.com snix@chinohills.org

Steve Riboli Steven J. Elie Steven J. Elie Terry Catlin Tim Hampton Tom Cruikshank Tom Harder Tom Haughey Tom Love Toni Medel Tracy Tracy Van Jew Vicki Hahn

Watermaster Admin Staff

William P. Curley

steve.riboli@sanantoniowinery.com selie@ieua.org s.elie@mpglaw.com tlcatlin@wfajpa.org tim_hampton@ci.pomona.ca.us tcruikshank@spacecenterinc.com tharder@thomashardercompany.com tom@haugheyinsurance.com

TLove@ieua.org mmedel@rbf.com ttracy@mvwd.org vjew@mvwd.org vhahn@tvmwd.com

wcurley@rwglaw.com