

Minutes
CHINO BASIN WATERMASTER
ADVISORY COMMITTEE MEETING

December 20, 2007

The Advisory Committee meeting was held at the offices of the Chino Basin Watermaster, 9641 San Bernardino Road, Rancho Cucamonga CA, on December 20, 2007 at 9:00 a.m.

ADVISORY COMMITTEE MEMBERS PRESENT

Non-Agricultural Pool

Bob Bowcock, Chair

Vulcan Materials Company (Calmat Division)

Appropriative Pool

Mohamad El-Amamy

City of Ontario

Robert Young

Fontana Union Water Company

Mike McGraw

Fontana Water Company

Dave Crosley

City of Chino

Bill Kruger

City of Chino Hills

Charles Moorrees

San Antonio Water Company

Raul Garibay

City of Pomona

Robert DeLoach

Cucamonga Valley Water District

Agricultural Pool

Jeff Pierson

Ag Pool, Crops

Watermaster Board Members Present

Sandra Rose

Monte Vista Water District

Watermaster Staff Present

Kenneth R. Manning

Chief Executive Officer

Sheri Rojo

CFO/Asst. General Manager

Gordon Treweek

Project Engineer

Danielle Maurizio

Senior Engineer

Sherri Lynne Molino

Recording Secretary

Watermaster Consultants Present

Michael Fife

Brownstein, Hyatt, Farber & Schreck

Mark Wildermuth

Wildermuth Environmental Inc.

Tom McCarthy

Wildermuth Environmental, Inc.

Others Present

Rich Atwater

Inland Empire Utilities Agency

Rick Hansen

Three Valleys Municipal Water District

Ron Craig

City of Chino Hills

Marty Zvirbulis

Cucamonga Valley Water District

Steven G. Lee

Ag Pool Legal Counsel

Chair Bowcock called the Advisory Committee meeting to order at 9:10 a.m.

AGENDA - ADDITIONS/REORDER

There were no additions or reorders made to the agenda.

I. CONSENT CALENDAR**A. MINUTES**

1. Minutes of the Advisory Committee Meeting held November 22, 2007

B. FINANCIAL REPORTS

1. Cash Disbursements for the month of November 2007
2. Watermaster Visa Check Detail
3. Combining Schedule for the Period July 1, 2007 through October 31, 2007
4. Treasurer's Report of Financial Affairs for the Period October 1, 2007 through October 31, 2007
5. Budget vs. Actual July 2007 through October 2007

Motion by DeLoach, second by McGraw, and by unanimous vote

Moved to approve Consent Calendar Items A through B, as presented

II. BUSINESS ITEMS**A. 2007/2008 ASSESSMENT PACKAGE**

Mr. Manning stated since we have not yet received official notice from the court regarding the Peace II process, staff has prepared the Assessment Package utilizing the conditions stated in the Peace II Agreement. If notification is received by the court authorizing something other than what was presented in Peace II, then the Assessment Package will be revised accordingly. Mr. Manning stated at the recent Appropriative Pool meeting some questions were presented. The first item is the loss factor which is included in the post hydraulic control section of the Peace II Agreement which means hydraulic control has to be achieved prior to being able to use any other number other than the 2% loss factor. The second issue pertains to water costs as it relates to ASR and this is somewhat tied to the Assessment Package. Staff is currently working on a draft policy. The last item concerns cost allocations for capital and O&M costs for recharge facilities and staff is working to resolve this issue. This last item will not affect the current Assessment Package; however, this does need to be addressed. Ms. Rojo noted a copy of the draft 2007/2008 Assessment Package is available on the back table. Ms. Rojo stated the recent Assessment Package Workshop was very well attended and gave a presentation which was given at the workshop and recent Pool meetings.

Motion by Kinsey, second by DeLoach and by unanimous vote

Moved to approve 2007/2008 Assessment Package contingent on the resolution of the three issues which were discussed and approval of Peace II measures by the court, as presented

B. STATE OF THE BASIN REPORT

Mr. Manning stated the State of the Basin Report was developed several months ago and has been internally circulated by the parties and corrections have been made according to comments and suggestions. This report has also been submitted to the Special Referee to provide comments. Any received comments made by the Special Referee or the technical assistant have also been incorporated into the final State of the Basin Report. Staff is asking for approval to receive and file this report with the court.

Motion by El-Amamy, second by DeLoach and by unanimous vote

Moved to approve receiving and filing the State of the Basin Report with the court, as presented

III. REPORTS/UPDATES**A. WATERMASTER GENERAL LEGAL COUNSEL REPORT**

1. Peace II Approval Process

Counsel Fife commented on the recently held hearing regarding a go forward schedule from the court on the Peace II Agreement. Judge Gunn did not give a schedule at the hearing, however, noted an order would be forthcoming shortly. Counsel Fife stated a retort has

been created in response to the Special Referee's report and it was filed with the court last Friday. Mr. Wildermuth's office has also prepared a technical report which was discussed at the hearing and that was served to all the parties on Tuesday. Counsel Fife stated Judge Gunn clearly indicated if Watermaster did not receive an order by the end of the year he would extend the deadlines. A discussion with regard to this matter ensued.

B. ENGINEERING REPORT

1. Engineering Update

Mr. Wildermuth presented a time history with regard to safe yield and how it is calculated in the Chino Basin and reviewed it in detail. Mr. Wildermuth stated if water is pumped out of the basin over a ten year period and that total volume is added to the change in storage and divided by ten, which will give you the estimate of yield in the basin. This was one of the methods used to formulate the operating safe yield numbers for the Judgment; however, a few minor errors were detected at a later date in the calculations used.

C. FINANCIAL REPORT

1. Financial Update

No comment was made regarding this item.

D. CEO/STAFF REPORT

1. Legislative Update

Mr. Manning stated the state legislature was called back into special session by the governor to cover the health issue and the bonds for water; neither of which were resolved at the special session. Mr. Manning referenced a handout entitled, California's Fiscal Outlook by the Legislative Analyst's Office. Mr. Manning reviewed the handout and stated he was able to sit down with Senator Bob Margett and Michael Cohen, who is the director of the state administrative department for the Legislative Analysts Office to talk about some of the projections for the state's economy. Mr. Manning encouraged the parties to get in contact with their local representatives right now regarding pressing issues in legislature. A discussion ensued with regard to legislative issues.

2. Recharge Update

Mr. Manning stated the updated chart reflecting the water captured is now available. Recharge did happen in the month of November which included water that was captured from one storm. Mr. Manning stated it appears there is another storm on its way for December which means we are hopeful we will capture more storm water. It is still predicted by the weather analysts that overall California will still have a less than average year of rainfall.

3. AB 303 Grant

Mr. Manning stated several of the parties were contacted regarding writing support letters for the AB 303 grant and several have been received and submitted. Watermaster is hopeful to receive funds from this \$250,000 grant application. Wildermuth Environmental has been working with Watermaster staff on the grant proposal. Mr. Manning stated a copy of the grant application can be made available. A brief discussion ensued with regard to the submittals of support.

4. Wildermuth Environmental Contract

Mr. Manning stated over the last few months, discussions have taken place on how to improve efficiencies at Watermaster. One of the items discussed was for staff to get a better understanding and develop a more structured working arrangement with Wildermuth Environmental and staff is in the process of working with them on developing a master contract. This contract will outline the procedures that will be used and the relationship with Watermaster and other parties within the basin. A draft of that contract should be available in early 2008.

5. Personnel Committee Meeting
Mr. Manning stated Watermaster will hold a Personnel Committee meeting in January as staff prepares to make the changes in the reorganization. The Personnel Committee will change based upon who is representing the Pools, Advisory Committee, and Watermaster Board.
6. January 2008 Reorganization
Mr. Manning stated there will be elections at the annual meetings for the yearly reorganizations for the Pools, Advisory Committee, and Watermaster Board.

D. INLAND EMPIRE UTILITIES AGENCY

1. Imported Water Supply Update
Mr. Atwater stated a draft of the Metropolitan Water District's DYY Plan will be out shortly. Mr. Atwater noted Congress adjourned today and stated prior to their adjournment they authorized the Cucamonga/IEUA Water Recycling Program Title 16 for \$30M. A discussion regarding Title 16 ensued. Mr. Atwater noted other water pertinent information is in the meeting packet for review.
2. Phase 2 Recharge Improvements
No comment was made regarding this item.
3. Inland Empire Landscape Alliance Update
No comment was made regarding this item.
4. IEUA Achievement of Excellence in Procurement Award
No comment was made regarding this item.
5. Monthly Water Conservation Programs Report
No comment was made regarding this item.
6. Monthly Imported Water Deliveries Report
No comment was made regarding this item.
7. State and Federal Legislative Report
No comment was made regarding this item.
8. Community Outreach/Public Relations Report
No comment was made regarding this item.

E. OTHER METROPOLITAN MEMBER AGENCY REPORTS

Mr. Hanson commented on the availability of MWD water. Mr. Hanson stated all the work being done on spreading grounds currently is critically important for the capture of water. A discussion with regard to drought plans ensued.

IV. INFORMATION

1. Newspaper Articles
No comment was made regarding this item.

V. COMMITTEE MEMBER COMMENTS

No comment was made regarding this item.

VI. OTHER BUSINESS

No comment was made regarding this item.

VII. FUTURE MEETINGS

January 10, 2008	9:30 a.m.	Annual Non-Agricultural Pool Elections
January 10, 2008	10:00 a.m.	Annual Appropriative Pool Elections
January 10, 2008	10:15 a.m.	Annual Joint Non-Ag & Appropriative Pool Meeting
January 15, 2008	9:00 a.m.	Annual Agricultural Pool Meeting @ IEUA
January 23, 2008	9:00 a.m.	GRCC Meeting
January 24, 2008	9:00 a.m.	Annual Advisory Committee Meeting
January 24, 2008	11:00 a.m.	Annual Watermaster Board Meeting

The Watermaster Advisory meeting was dismissed by Chair Bowcock at 9:45 a.m.

Secretary: _____

Minutes Approved: January 24, 2008