

**Minutes**  
**CHINO BASIN WATERMASTER**  
**ADVISORY COMMITTEE MEETING**

*May 17, 2012*

The Advisory Committee meeting was held at the offices of the Chino Basin Watermaster, 9641 San Bernardino Road, Rancho Cucamonga CA, on May 17, 2012 at 9:00 a.m.

**ADVISORY COMMITTEE MEMBERS PRESENT**

*Agricultural Pool*

Jeff Pierson, Chair  
Bob Feenstra  
Pete Hall

Ag Pool – Crops  
Ag Pool – Dairy  
Ag Pool – State of California – CIM

*Appropriative Pool*

Marty Zvirbulis  
Scott Burton  
Rosemary Hoerning  
Raul Garibay  
Dave Crosley  
Mark Kinsey  
Van Jew  
Sheri Rojo  
Josh Swift  
Tom Harder

Cucamonga Valley Water District  
City of Ontario  
City of Upland  
City of Pomona  
City of Chino  
Monte Vista Water District  
Monte Vista Irrigation Company  
Fontana Water Company  
Fontana Union Water Company  
Jurupa Community Services District  
Santa Antonio Water Company

*Non-Agricultural Pool*

Brian Gey  
Tom O'Neill  
Curtis Aaron

Auto Club Speedway  
City of Ontario  
California Steel Industries

**BOARD MEMBERS PRESENT**

Paula Lantz  
Bob Kuhn  
Bill Kruger  
Bob Bowcock

City of Pomona  
Three Valleys Municipal Water District  
City of Chino Hills  
Vulcan Materials Company (Calmat Division)

**Watermaster Staff Present**

Ken Jeske  
Danielle Maurizio  
Joe Joswiak  
Sherri Molino

Interim CEO  
Senior Engineer  
Chief Financial Officer  
Recording Secretary

**Watermaster Consultants Present**

Brad Herrema  
Andy Malone

Brownstein, Hyatt, Farber & Schreck  
Wildermuth Environmental Inc.

**Others Present Who Signed In**

Seth Zielke  
David De Jesus  
Mike Maestas  
Nadeem Majaj  
Todd Corbin  
Jo Lynne Russo-Pereyra  
John Bosler

Fontana Water Company  
Three Valleys Municipal Water District  
City of Chino Hills  
City of Chino Hills  
Jurupa Community Services District  
Cucamonga Valley Water District  
Cucamonga Valley Water District

Terry Catlin  
Craig Miller  
Ryan Shaw  
Chris Berch  
Eunice Ulloa  
Curtis Paxton  
Teri Layton  
Rick Reese  
Robert DeLoach

Inland Empire Utilities Agency  
Inland Empire Utilities Agency  
Inland Empire Utilities Agency  
Inland Empire Utilities Agency  
Chino Basin Water Conservation District  
Chino Desalter Authority  
San Antonio Water Company  
Amec  
DeLoach & Associates

Chair Pierson called the Advisory Committee meeting to order at 9:02 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 April 19, 2012

**B. FINANCIAL REPORTS**

1. Cash Disbursements for the month of March 2012
2. Watermaster VISA Check Detail for the month of March 2012
3. Combining Schedule for the Period July 1, 2011 through March 31, 2012
4. Treasurer's Report of Financial Affairs for the Period March 1, 2012 through March 31, 2012
5. Budget vs. Actual Report for the Period July 1, 2011 through March 31, 2012

**C. WATER TRANSACTION**

1. **Consider Approval for Notice of Sale or Transfer** – Chino Basin Watermaster will purchase 169.944 acre-feet of water from the City of Upland. The transfer will be made first from the City of Upland's under-production in Fiscal Year 2011-12, then any additional from storage. Date of Application: March 26, 2012
2. **Consider Approval for Notice of Sale or Transfer** – Chino Basin Watermaster will purchase 169.944 acre-feet of water from Monte Vista Irrigation Company. The transfer will be made from Monte Vista Irrigation Company's Excess Carryover Account. Date of Application: March 26, 2012
3. **Consider Approval for Notice of Sale or Transfer** – Chino Basin Watermaster will purchase 169.944 acre-feet of water from Monte Vista Water District. The transfer will be made from Monte Vista Water District's Excess Carryover Account. Date of Application: March 26, 2012
4. **Consider Approval for Notice of Sale or Transfer** – Chino Basin Watermaster will purchase 169.944 acre-feet of water from the Santa Ana River Water Company. The transfer will be made first from the Santa Ana River Water Company's under-production in Fiscal Year 2011-12, then any additional from storage. Date of Application: March 26, 2012
5. **Consider Approval for Notice of Sale or Transfer** – Chino Basin Watermaster will purchase 169.944 acre-feet of water from the City of Chino. The transfer will be made from the City of Chino's Excess Carryover Account. Date of Application: March 26, 2012
6. **Consider Approval for Notice of Sale or Transfer** – Chino Basin Watermaster will purchase 16.394 acre-feet of water from Aqua Capital Management. The transfer will be made from Aqua Capital Management's Local Storage Account. Date of Application: March 26, 2012
7. **Consider Approval for Notice of Sale or Transfer** – Chino Basin Watermaster will purchase 16.394 acre-feet of water from Auto Club Speedway. The transfer will be made from Auto Club Speedway's Local Storage Account. Date of Application: March 26, 2012

*Motion by Kinsey, second by Moorrees, and by unanimous vote*

***Moved to approve Consent Calendar Items A through C, as presented***

**II. BUSINESS ITEMS****A. WATERMASTER BUDGET**

Mr. Jeske stated at the Pool meetings there was a presentation given and the budget was approved unanimously by all three Pools. Mr. Jeske stated there were questions and comments prior to the meetings at the budget workshop and those were addressed. Mr. Jeske offered comment on the proposed assessment number being higher than last year. Mr. Jeske noted there is a worksheet on the back table that better explains some of the questions raised at the Pool meetings. Mr. Jeske stated Watermaster is going to follow the new Reserve Policy from now on as established by the Board and Advisory Committee to return all excess reserves. Mr. Jeske asked if the committee members wanted to see the presentation again. Chair Pierson stated no presentation is needed to be seen again and he asked for a motion.

*Motion by Zvirbulis, second by Crosley, and by unanimous vote*

***Moved to approve the Watermaster 2012/2013 Budget, as presented***

**B. CHINO BASIN WATERMASTER RECHARGE MASTER PLAN UPDATE FILING**

Mr. Jeske introduced this item and noted there is an established Recharge Master Planning Update Steering Committee which is meeting directly after this meeting today. Mr. Jeske stated a full presentation was given by Mr. Mark Wildermuth at all three Pool meetings; however, he was unable to make the meeting today. Mr. Jeske stated the Pools approved this item with one small language change and that change has been incorporated into the filing to go to the court which is presented in your meeting package. There was no further comments or questions.

*Motion by Harder, second by Moorrees, and by unanimous vote*

***Moved to approve staff recommendations for the Watermaster Recharge Master Plan Update filing, as presented***

**C. WATERMASTER BUDGET TRANSFERS AND BUDGET AMENDMENTS**

Mr. Jeske introduced this item in detail. Mr. Jeske stated this item was approved unanimously by all three Pools. Mr. Jeske offered comment on the special projects and items outlined in the budget transfers and budget amendments. Mr. Kinsey stated Watermaster has two assessment categories, generally it is Watermaster administration and OBMP assessments, and he inquired if revenues and expenditures flow freely between those two categories. Mr. Joswiak stated the administrative is only used for only administrative and the OBMP is only used for OBMP; however, within our processes and our procedures staff can move them within the categories. Mr. Joswiak offered some examples to show how that could work, and he noted moving those funds does require it going through the Watermaster process for approval. Mr. Kinsey offered further comment on this matter and on the Metropolitan Water District's revenue.

*Motion by Kinsey, second by Zvirbulis, and by unanimous vote*

***Moved to approve Budget Transfer form T-12-05-01 and Budget Amendment form A-12-05-01 as presented***

**III. REPORTS/UPDATES****A. LEGAL REPORT****1. Day Creek and San Sevaine Recharge Permit Time Extensions**

Counsel Herrema stated this item is for an extension of time for the San Sevaine Project. Counsel Herrema stated Watermaster holds three separate diversion permits for putting the water to beneficial use. Counsel Herrema stated the San Sevaine permit expired in 2010 and, prior to the expiration, an extension for time was filed to make that permit application to beneficial use requirement coterminous with the other permits. Counsel Herrema stated he was in Sacramento a few weeks ago on other business and he met with the State Board staff to discuss the classification of those facilities, and they are going to issue another draft extension with some clarifications on the way the facilities are labeled. Counsel Herrema stated all the other terms are consistent with what is currently in the permit with the exception for the time for full beneficial use would be extended through 2057, which is the

deadline under the most recent permit obtained by Watermaster in 2008. Counsel Herrema stated it appears all issues have been resolved and should have the extension granted by the time this committee meets next month.

3. Paragraph 31 Motion

Counsel Herrema stated this item is for the Paragraph 31 Motion and appeal. Counsel Herrema stated it was reported last month that the Watermaster Board conceptually approved a settlement at their March meeting. Counsel Herrema stated he believes that as of yesterday the chair of the Appropriative Pool has signed that settlement agreement and the chairman of the Board, Mr. Kuhn, will be signing it today.

**B. ENGINEERING REPORT**

1. HCMP Monitoring Report

Mr. Malone stated this is an annual report that has been filed with the Regional Water Quality Control Board (RWQCB), and it is required of Inland Empire Utilities Agency (IEUA) and Watermaster to annually file this report on the state of hydraulic control. Mr. Malone stated there was not anything really new in this report compared to prior years and the desalter well field has achieved hydraulic control on the east side of the well field; however, on the west side it has not and the new Chino Creek Well Field is going in to attempt to achieve hydraulic control there. Mr. Malone stated that report was filed last month with the RWQCB. Mr. Malone stated we have also negotiated with the RWQCB a less frequent reporting period; this report will be filed once every five years instead of every year which will result in significant cost savings to Watermaster and IEUA.

2. Groundwater Model Calibration Update

Mr. Malone stated Mr. Wildermuth and his modeling team are recalibrating the model right now and Mr. Wildermuth expects to be back to the Pool meetings, Advisory Committee, and Watermaster Board to provide an update on model calibration in July, and the planning runs will follow after that.

3. Extensometer Progress

Mr. Malone stated we submitted a memo to Mr. Jeske which is on the back table for your review. Mr. Malone stated the bore hole has been drilled and the two monitoring wells for the extensometers have been installed and right now they are in the process of being developed, and by the end of June the extensometer will be up and running prior to any pumping at the Chino Creek Desalter Well Field.

**D. CEO REPORT**

Mr. Jeske stated the recruitment is underway and the new brochure is available on the back table.

**D. INLAND EMPIRE UTILITIES AGENCY**

1. MWD Update – Oral

No Comment was made.

2. State and Federal Legislative Reports

No comment was made.

3. Community Outreach/Public Relations

No comment was made.

4. IEUA Monthly Water Newsletter

No comment was made

**E. OTHER METROPOLITAN MEMBER AGENCY REPORTS**

No comment was made.

**IV. INFORMATION**

1. Cash Disbursements for April 2012  
No comment was made.

**V. COMMITTEE MEMBER COMMENTS**

Mr. Harder introduced the new General Manger for Jurupa Community Services District, Mr. Todd Corbin. Chair Pierson welcomed Mr. Corbin to the Watermaster family.

**VI. OTHER BUSINESS**

No comment was made.

No confidential session was called

**VII. CONFIDENTIAL SESSION - POSSIBLE ACTION**

Pursuant to the Advisory Committee Rules & Regulations, a Confidential Session may be held during the Watermaster Pool meeting for the purpose of discussion and possible action.

**VIII. FUTURE MEETINGS AT WATERMASTER**

Thursday, May 17, 2012	9:00 a.m.	Advisory Committee Meeting
Thursday, May 17, 2012	10:00 a.m.	CB RMPU Steering Comm. and Storage Mtg.
Tuesday, May 22, 2012	9:00 a.m.	GRCC Meeting
Thursday, May 24, 2012	11:00 a.m.	Watermaster Board Meeting
Thursday, June 7, 2012	10:00 a.m.	CB RMPU Steering Comm. and Storage Mtg.
Thursday, June 14, 2012	9:00 a.m.	Appropriative Pool Meeting
Thursday, June 14, 2012	11:00 a.m.	Non-Agricultural Pool Conference Call Mtg.
Thursday, June 14, 2012	1:30 p.m.	Agricultural Pool Meeting
Thursday, June 21, 2012	9:00 a.m.	Advisory Committee Meeting
Thursday, June 21, 2012	10:00 a.m.	CB RMPU Steering Comm. and Storage Mtg.
Thursday, June 28, 2012	11:00 a.m.	Watermaster Board Meeting

Chair Pierson adjourned the Advisory Committee meeting at 9:20 a.m.

Secretary: \_\_\_\_\_

Minutes Approved: June 28, 2012