

MINUTES
CHINO BASIN WATERMASTER
ADVISORY COMMITTEE MEETING

April 16, 2015

The Advisory Committee meeting was held at the offices of the Chino Basin Watermaster located at 9641 San Bernardino Road, Rancho Cucamonga, on April 16, 2015.

ADVISORY COMMITTEE MEMBERS PRESENT

AGRICULTURAL POOL

Jeff Pierson, Chair
Pete Hall
Nathan deBoom
Bob Feenstra
Rob Vanden Heuvel

Crops
State of California – CIM
Dairy
Dairy
Dairy

APPROPRIATIVE POOL

Todd Corbin, Vice-Chair
Ron Craig
Teri Layton
Dave Crosley
Justin Scott-Coe
Darron Poulsen
Ryan Shaw, for Scott Burton
Rosemary Hoerning
Van Jew
Jo Lynne Russo-Pereyra, for Marty Zvirbulis

Jurupa Community Services District
City of Chino Hills
San Antonio Water Company
City of Chino
Monte Vista Water District
City of Pomona
City of Ontario
City of Upland
Monte Vista Irrigation Company
Cucamonga Valley Water District

NON-AGRICULTURAL POOL

Brian Geye, 2nd Vice-Chair
Ken Jeske

Auto Club Speedway
California Steel Industries (CSI)

WATERMASTER STAFF PRESENT

Peter Kavounas
Danielle Maurizio
Joseph Joswiak
Anna Truong

General Manager
Assistant General Manager
Chief Financial Officer
Recording Secretary

WATERMASTER CONSULTANTS PRESENT

Brad Herrema
Andy Malone

Brownstein Hyatt Farber Schreck, LLP
Wildermuth Environmental, Inc.

OTHERS PRESENT

Terry Catlin
Eunice Ulloa
Andy Campbell
Rick Rees
Ben Lewis
Sheri Rojo
Manny Martinez

Inland Empire Utilities Agency
Chino Basin Water Conservation District
Inland Empire Utilities Agency
AMEC
Golden State Water Company
Fontana Water Company
Monte Vista Water District

CALL TO ORDER

Chair Pierson called the Advisory Committee meeting to order at 9:03 a.m.

AGENDA - ADDITIONS/REORDER

None.

I. CONSENT CALENDAR**A. MINUTES**

1. Minutes of the Advisory Committee Meeting held March 19, 2015

B. FINANCIAL REPORTS

1. Cash Disbursements for the month of February 2015
2. Watermaster VISA Check Detail for the month of February 2015
3. Combining Schedule for the Period July 1, 2014 through February 28, 2015
4. Treasurer's Report of Financial Affairs for the Period February 1, 2015 through February 28, 2015
5. Budget vs. Actual Report for the Period July 1, 2014 through February 28, 2015

C. CALMAT COMPANY (VULCAN MATERIALS) – APPLICATION FOR LOCAL STORAGE AGREEMENT

Approve Vulcan Materials' Application for a Local Supplemental Storage Agreement and Application to Recapture Water in Storage that would be expressly subject to subsequent Watermaster determinations on: (1) the quantity of Local Supplemental Water in Storage; (2) the priority among all competing Applications for Local Storage Agreements; and (3) the general terms and conditions concerning Preemptive Replenishment and Storage. This action would be without prejudice to other pending Applications or the priority among competing Applications. This approach will allow Vulcan Materials Company to proceed with recharge activities subject to the ongoing regulation of Watermaster of Storage Agreements on equitable, non-discriminatory grounds but without prejudice to other pending Applications.

1. **Notice of Application for Local Storage Agreement and to Recapture Water in Storage** – On March 2, 2015, Vulcan Materials submitted an Application for a Local Storage Agreement for 50,000 acre-feet to be placed into a Local Supplemental Storage Account. A Form 4, Application to Recapture Water in Storage, was also submitted.

D. FONTANA WATER COMPANY – APPLICATION FOR RECHARGE

Approve FWC's Application for Recharge that would be expressly subject to the same conditions as Vulcan Materials' 2012 Application for Recharge: that the project proponent demonstrates, by following the WEI site characterization plan to Watermaster's satisfaction, that the potential Material Physical Injury will be avoided.

1. **Notice of Application for Recharge** - On March 3, 2015, Fontana Water Company (FWC) submitted an Application for Recharge for up to 50,000 acre-feet to be recharged into the Vulcan Basin.

E. WATER TRANSACTIONS

1. **Consider Approval for Notice of Sale or Transfer** – The purchase of 1,200,000 acre-feet of water from Santa Ana River Water Company by Jurupa Community Services District. This purchase is made from Santa Ana River Water Company's Annual Production Right / Operating Safe Yield first, then any additional from storage. Date of application: February 23, 2015.

2. **Consider Approval for Notice of Sale or Transfer** – The purchase of 2,378.909 acre-feet of water from San Antonio Water Company by the City of Upland. This purchase is made from San Antonio Water Company's Annual Production Right / Operating Safe Yield first, then any additional from storage. The City of Upland is utilizing this transaction to produce its San Antonio Water Company shares. Date of application: January 27, 2015.
3. **Consider Approval for Notice of Sale or Transfer** – The purchase of 284.000 acre-feet of water from the City of Pomona by the City of Upland. This purchase is made from the City of Pomona's Excess Carryover Account. Date of application: January 29, 2015.

(0:01:06) Mr. Scott-Coe requested Item I.C. be pulled for separate discussion.

(0:01:20)

Motion by Mr. Ron Craig, seconded by Mr. Darron Poulsen, and by unanimous vote

Moved to approve Consent Calendar with the exception of Item I.C. as presented

(0:01:43) Mr. Scott-Coe recommended that a substitute motion be used for Item I.C. A discussion ensued.

(0:03:58)

Motion by Mr. Justin Scott-Coe, seconded by Mr. Dave Crosley, and by unanimous vote

Moved to approve Consent Calendar Item I.C. with the revised recommendation as follows: "Direct Watermaster to account for supplemental water recharged in the Calmat (Vulcan Materials') existing local storage account."

II. BUSINESS ITEMS

A. SAFE YIELD RECALCULATION AND RESET (Discussion Only)

(0:05:09) Mr. Kavounas gave a report.

III. REPORTS/UPDATES

A. LEGAL COUNSEL REPORT

1. SGMA Basin Boundary Revisions Rulemaking Process

(0:06:31) Mr. Herrema gave a report.

B. ENGINEER REPORT

1. State of the Basin Report
 - Production and Recharge
 - Groundwater Levels
2. 2014 Chino Basin Maximum Benefit Annual Report

(0:08:50) Mr. Malone of gave a report.

C. CFO REPORT

1. 2015/16 Budget Schedule
2. Exhibit "G" Water Transfers

(0:09:57) Mr. Joswiak gave a report.

D. GM REPORT

1. Integrated Resources Planning (IRP) Update
2. Recharge Investigations and Projects Committee (RIPCom) formerly known as Joint IEUA/CBWM Recharge Improvement Projects and RMPU Steering Committees

(0:11:55) Mr. Kavounas gave a report. A discussion ensued.

E. INLAND EMPIRE UTILITIES AGENCY

1. MWD Update (Written)
2. State and Federal Legislative Reports
3. Community Outreach/Public Relations Report

(0:27:22) Mr. Chris Berch of Inland Empire Utilities Agency gave a report. A discussion ensued.

F. OTHER METROPOLITAN MEMBER AGENCY REPORTS

None.

IV. INFORMATION

1. 2014/2015 Second Interim Organization Performance Report
2. Cash Disbursements for March 2015

V. COMMITTEE MEMBER COMMENTS

None.

VI. OTHER BUSINESS

None.

VII. CONFIDENTIAL SESSION - POSSIBLE ACTION

None.

ADJOURNMENT

Chair Pierson adjourned the Advisory Committee meeting at 9:40 a.m.

Secretary: _____

Approved: _____ May 21, 2015