

MINUTES
CHINO BASIN WATERMASTER
ADVISORY COMMITTEE MEETING

May 19, 2016

The Advisory Committee meeting was held at the offices of the Chino Basin Watermaster located at 9641 San Bernardino Road, Rancho Cucamonga, CA on May 19, 2016.

ADVISORY COMMITTEE MEMBERS PRESENT

APPROPRIATIVE POOL

Rosemary Hoerning (Chair)	City of Upland
Todd Corbin	Jurupa Community Services District
Teri Layton	San Antonio Water Company
Josh Swift	Fontana Water Company
Cris Fealy	Fontana Union Water Company
Darron Poulsen	City of Pomona
Ryan Shaw for Scott Burton	City of Ontario
Jo Lynne Russo-Pereyra for Marty Zvirbulis	Cucamonga Valley Water District
Gil Aldaco for Dave Crosley	City of Chino

NON-AGRICULTURAL POOL

Brian Geye (Vice-Chair)	Auto Club Speedway
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AGRICULTURAL POOL

Jeff Pierson (2 nd Vice-Chair)	Crops
Pete Hall	State of California – CIM
Lawrence Dimock	State of California – CIM

WATERMASTER BOARD MEMBERS PRESENT

Bob Kuhn	Three Valleys Municipal Water District
Bob Bowcock	Calmat Company (Vulcan Materials Co.)

WATERMASTER STAFF PRESENT

Peter Kavounas	General Manager
Joseph Joswiak	Chief Financial Officer
Anna Truong	Recording Secretary

WATERMASTER CONSULTANTS PRESENT

Brad Herrema	Brownstein Hyatt Farber Schreck, LLP
Mark Wildermuth	Wildermuth Environmental, Inc.
Andy Malone	Wildermuth Environmental, Inc.

OTHERS PRESENT

Bill Leever	Inland Empire Utilities Agency
Richard Rees	AMEC
Sheri Rojo	Fontana Water Company
John Rossi	Western Municipal Water District
Eric Tarango	Fontana Water Company
Chad Blais	City of Norco
Shaun Stone	Inland Empire Utilities Agency
Raul Garibay	City of Pomona

CALL TO ORDER

Chair Hoerning called the Advisory Committee meeting to order at 9:06 a.m.

AGENDA - ADDITIONS/REORDER

None

I. CONSENT CALENDAR**A. MINUTES**

1. Minutes of the Advisory Committee Meeting held March 17, 2016

B. FINANCIAL REPORTS

1. Cash Disbursements for the month of February 2016
2. Watermaster VISA Check Detail for the month of February 2016
3. Combining Schedule for the Period July 1, 2015 through February 29, 2016
4. Treasurer's Report of Financial Affairs for the Period February 1, 2016 through February 29, 2016
5. Budget vs. Actual Report for the Period July 1, 2015 through February 29, 2016
6. Cash Disbursements for the month of March 2016
7. Watermaster VISA Check Detail for the month of March 2016
8. Combining Schedule for the Period July 1, 2015 through March 31, 2016
9. Treasurer's Report of Financial Affairs for the Period March 1, 2016 through March 31, 2016
10. Budget vs. Actual Report for the Period July 1, 2015 through March 31, 2016

C. WATER TRANSACTIONS

1. Notice of Sale or Transfer – The purchase of 1,200.000 acre-feet of water from Santa Ana River Water Company (SARWCo) by Jurupa Community Services District (JCSD). This purchase is made from SARWCo's Annual Production Right / Operating Safe Yield first, then any additional from storage. In addition, JCSD will purchase 99.000 acre-feet of water from SARWCo's excess carryover account. Date of application: March 15, 2016.
2. Notice of Sale or Transfer - The purchase of 1000.000 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 22, 2016.

D. FINANCING PLAN FOR THE 2013 AMENDMENT TO THE 2010 RMPU

Approve, and recommend to the Watermaster Board to approve, the Financing Plan for the 2013 RMPU.

E. MASTER RECHARGE FACILITIES FINANCING AGREEMENT BETWEEN CHINO BASIN REGIONAL FINANCING AUTHORITY, INLAND EMPIRE UTILITIES AGENCY, AND CHINO BASIN WATERMASTER

Approve, and recommend to Watermaster Board to approve, the Master Recharge Facilities Financing Agreement.

F. PROPOSITION 1 – GROUNDWATER GRANT

Recommend to the Watermaster Board to adopt Resolution No. 2016-04, authorizing the Chino Basin Regional Financing Authority to submit a grant application for a Proposition 1 Groundwater Grant for Chino Basin Improvements and the Groundwater Cleanup Project.

G. PROPOSITION 1 – STORMWATER GRANT

Recommend to Watermaster Board to adopt Resolution No. 2016-05, authorizing the Chino Basin Regional Financing Authority to submit a grant application for a Proposition 1 Stormwater Grant for the implementation of the Wineville Basin, Jurupa Basin, RP-3 Basin Improvements, and Pumping and Conveyance System Project.

H. CLEAN WATER STATE REVOLVING FUND LOAN PROGRAM

Recommend to Watermaster Board to adopt Resolution No. 2016-06, authorizing the Inland Empire Utilities Agency to apply, through the Chino Basin Regional Financing Authority, for State Revolving Fund Loan for the preliminary planning and design costs of 2013 RMPU projects.

I. REVENUE PLEDGE TO STATE REVOLVING FUND FINANCING

Recommend to Watermaster Board to adopt Resolution No. 2016-07, dedicating net revenues from Debt Service assessments to payment of Watermaster's share of the State Revolving Fund and/or Water Recycling Funding Program financing.

J. FIRST AMENDMENT TO THE MASTER COST SHARING AGREEMENT BETWEEN CHINO BASIN WATERMASTER AND INLAND EMPIRE UTILITIES AGENCY

Approve, and recommend to the Watermaster Board to approve, the first amendment to the agreement made to the Master Cost Sharing Agreement between CBWM and IEUA.

(0:00:32)

Motion by Mr. Jeff Pierson, seconded by Mr. Ryan Shaw, and by unanimous vote

Moved to approve the Consent Calendar as presented.

II. BUSINESS ITEMS**A. BUDGET AMENDMENT FORM A-16-04-01**

Approve the Budget Amendment Form (A-16-04-01) for FY 2015/16 in the amount of \$250,000 for the increased cost associated with the Safe Yield Redetermination and Reset, as presented.

(0:00:49) Chair Hoerning asked if the Committee would like to hear the Budget Amendment report. The Committee declined as it was already given at the May 12, 2016 Pool meetings.

(0:01:27)

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

Moved to approve the Business Item II.A. as presented.

B. WATERMASTER FISCAL YEAR 2016/17 PROPOSED BUDGET

Approve the Proposed FY 2016/17 Budget as presented.

(0:01:46) Chair Hoerning asked if the Committee would like to hear the FY 2016/17 Proposed Budget presentation. The Committee declined as it was already given at the May 12, 2016 Pool meetings.

(0:02:13)

Motion by Mr. Jeff Pierson, seconded by Ms. Jo Lynne Russo-Pereyra, and by unanimous vote

Moved to approve the Business Item II.B. as presented.

III. REPORTS/UPDATES

A. LEGAL COUNSEL REPORT

1. June 10, 2016 Hearing
2. Amended Notice of Related Case No. CIVDS1601994

(0:02:47) Mr. Herrema gave a report.

B. ENGINEER REPORT

1. Adaptive Management Plan for the Prado Basin Habitat Sustainability Program
2. Ground-Level Monitoring Committee Update

(0:06:42) Mr. Malone gave a report. A discussion ensued.

C. CFO REPORT

1. Fiscal Year 2015/16 Second Assessment

(0:07:54) Mr. Joswiak gave a report.

D. GM REPORT

1. RMPU Grant Funding – CBWM Letter
2. SGMA Update
3. Replenishment Water
4. Other

(0:09:19) Mr. Kavounas gave a report and added an item regarding final assessments for Fiscal Year 2015/16, Production Year 2014/15, indicating that the package will be distributed in June 2016 for approval under existing rules since the Safe Yield Reset Agreement has yet to be heard by the Court. He also announced the Assessment Package Workshop will be held at Watermaster at 10:00 a.m. on June 7, 2016. A discussion ensued.

E. INLAND EMPIRE UTILITIES AGENCY

1. MWD Update
2. State and Federal Legislative Reports
3. Public Outreach and Communication Report
4. Groundwater Recharge and Operations Update (Presentation)

(0:16:00) Mr. Chris Berch gave a report.

(0:19:51) Mr. Bill Leever gave a presentation on Groundwater Recharge and Operations Update. A discussion ensued.

F. OTHER METROPOLITAN MEMBER AGENCY REPORTS

(0:28:09) Mr. John Rossi of Western Municipal Water District gave a report. A discussion ensued.

IV. INFORMATION

1. Cash Disbursements for April 2016
2. RMPU Status Report
3. Ground Level Monitoring Report
4. Update on South Archibald and Chino Airport Plumes

V. COMMITTEE MEMBER COMMENTS

None

VI. OTHER BUSINESS

None

VII. CONFIDENTIAL SESSION - POSSIBLE ACTION

None

ADJOURNMENT

Chair Hoerning adjourned the Advisory Committee meeting at 9:41 a.m.

Secretary: _____

Approved: _____ June 16, 2016 _____