

**MINUTES
CHINO BASIN WATERMASTER
ADVISORY COMMITTEE MEETING**

May 18, 2017

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 18, 2017.

ADVISORY COMMITTEE MEMBERS PRESENT

NON-AGRICULTURAL POOL MEMBER PRESENT

Brian Geye, Chair
Ramsey Haddad

Auto Club Speedway
California Steel Industries

AGRICULTURAL POOL MEMBERS PRESENT

Jeff Pierson, Vice-Chair
Bob Feenstra
Pete Hall

Crops
Dairy
State of California – CIM

APPROPRIATIVE POOL MEMBERS PRESENT

Darron Poulsen, Second Vice-Chair
Ron Craig
Martin Thouvenell for Rosemary Hoerning
Teri Layton
Seth Zielke
Cris Fealy
Justin Scott-Coe
Todd Corbin
John Bosler for Marty Zvirbulis
Scott Burton
Dave Crosley

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

WATERMASTER BOARD MEMBERS PRESENT

Bob Kuhn
Gino Filippi

Three Valleys Municipal Water District
City of Upland

WATERMASTER STAFF PRESENT

Peter Kavounas
Joseph Joswiak
Edgar Tellez Foster
Anna Truong
Justin Nakano

General Manager
Chief Financial Officer
Senior Environmental Engineer
Executive Services Director/Board Clerk
Water Resources Senior Associate

WATERMASTER CONSULTANTS PRESENT

Brad Herrema
Mark Wildermuth
Andy Malone
Garrett Rapp

Brownstein Hyatt Farber Schreck, LLP
Wildermuth Environmental, Inc.
Wildermuth Environmental, Inc.
Wildermuth Environmental, Inc.

OTHERS PRESENT

Braden Yu
Chris Berch
Ken Jeske
Eunice Ulloa

Cucamonga Valley Water District
Inland Empire Utilities Agency
California Steel Industries
Chino Basin Water Conservation District

David De Jesus
Joel Ignacio
Richard Rees
Andy Campbell
Sheri Rojo
Eric Tarango
Manny Martinez

Three Valleys Municipal Water District
Inland Empire Utilities Agency
AMEC
Inland Empire Utilities Agency
Basin Creek Consulting
Fontana Water Company
Monte Vista Water District

CALL TO ORDER

Chair Geye called the Advisory Committee meeting to order at 9:18 a.m.

AGENDA - ADDITIONS/REORDER

(0:00:13) Mr. Kavounas announced that Watermaster added a footnote to Appendix F-2 of the Chino Basin Watermaster 39th Annual Report, to reflect the current Non-Agricultural pool membership as of June 30, 2016. He also announced that there were typographical errors in the Task Orders pertaining to Consent Calendar Items I.L., I.O., I.P., and I.Q, and the updated documents were available at the back table.

(0:01:23) Mr. Burton commented that if Consent Calendar Item I.G., Application for Local Storage Agreement is approved by the Board, Item I.H., the City of Ontario's Applications for Local Supplemental Storage Agreement, is no longer needed since it is for the same water.

I. CONSENT CALENDAR

A. MINUTES

1. Minutes of the Advisory Committee Meeting held April 20, 2017

B. FINANCIAL REPORTS

1. Cash Disbursements for the month of March 2017
2. Watermaster VISA Check Detail for the month of March 2017
3. Combining Schedule for the Period July 1, 2016 through March 31, 2017
4. Treasurer's Report of Financial Affairs for the Period March 1, 2017 through March 31, 2017
5. Budget vs. Actual Report for the Period July 1, 2016 through March 31, 2017

C. APPLICATION FOR RECHARGE

Notice of Application for Recharge: On March 20, 2017 San Antonio Water Company submitted an Application for Recharge for 1,500.000 acre-feet to be recharged into basins along the San Antonio Channel.

D. WATER TRANSACTIONS

1. Notice of Sale or Transfer – The purchase of 1,100.000 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.
2. Notice of Sale or Transfer – The purchase of 11.866 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 storage account.

E. APPLICATION FOR LOCAL STORAGE AGREEMENT

Consideration of Local Storage Agreement for Excess Carryover Water by Members of the Overlying (Non-Agricultural) Pool.

F. APPLICATION FOR LOCAL STORAGE AGREEMENT

Consideration of Local Storage Agreement for Supplemental Water by Members of the Overlying (Non-Agricultural) Pool.

G. APPLICATION FOR LOCAL STORAGE AGREEMENT

Consideration of Local Storage Agreement for Supplemental Water by Members of the Appropriative Pool.

H. APPLICATIONS FOR LOCAL SUPPLEMENTAL STORAGE AGREEMENT

1. Notice of Application for a Local Storage Agreement – The City of Ontario has submitted an application for a Local Storage Agreement for 20,000 acre-feet dated January 26, 2012 that has been placed in the City's Local Supplemental Storage Account.
2. Notice of Application for a Local Storage Agreement – The City of Ontario has submitted an application for a Local Storage Agreement for 8,569.789 acre-feet dated April 7, 2017 that has been placed in the City's Local Supplemental Storage Account.

I. CHINO BASIN WATERMASTER 39TH ANNUAL REPORT

Recommend Watermaster Board to adopt the 39th Annual Report, along with filing a copy with the Court, subject to any necessary non-substantive changes.

J. AGREEMENT WITH SAN BERNARDINO COUNTY FOR CREATION OF GSA FOR SGMA FRINGE AREAS

Approve and recommend Watermaster Board to approve the proposed Cooperation Agreement between Chino Basin Watermaster and the County of San Bernardino for the creation of a GSA for the SGMA Fringe Areas in San Bernardino County.

K. THIRD AMENDMENT TO TASK ORDER NO. 1 (2013 RMPU AMENDMENT YIELD ENHANCEMENT PROJECTS – PLANNING, PERMITTING, AND DESIGN)

Recommend Watermaster Board to approve the amended Task Order No. 1 to reflect the change in scope and cost.

L. FIRST AMENDMENT TO TASK ORDER NO. 2 (LOWER DAY BASIN IMPROVEMENT PROJECT)

Recommend Watermaster Board to approve the amended Task Order No. 2 (Lower Day Basin Improvement Project).

M. FIRST AMENDMENT TO TASK ORDER NUMBERS 5 (JURUPA PUMP STATION AND HVAC IMPROVEMENTS), AND 6 (WINEVILLE PROOF OF CONCEPT)

Recommend Watermaster Board to approve the amended Task Orders No. 5 and No. 6 and conclude associated obligations.

N. SECOND AMENDMENT TO TASK ORDER NO. 8 (SAN SEVAINE BASIN RMPU IMPROVEMENT PROJECT)

Recommend Watermaster Board to approve the amended Task Order No. 8 (San Sevaive Basin Improvement Project).

O. TASK ORDER NO. 9 UNDER MASTER AGREEMENT FOR COLLABORATIVE RECHARGE PROJECTS (RMPU IMPROVEMENT PROJECT 23a)

Recommend Watermaster Board to approve Task Order No. 9, RMPU Improvement Project 23a (2013 RMPU proposed Wineville PS to Jurupa, expanded Jurupa PS to RP3 Basin and 2013 RP3 Improvements Project).

P. TASK ORDER NO. 10 UNDER MASTER AGREEMENT FOR COLLABORATIVE RECHARGE PROJECTS (VICTORIA BASIN IMPROVEMENT PROJECT)

Recommend Watermaster Board to approve Task Order No. 10, Victoria Basin Improvement Project (PID 11).

Q. TASK ORDER NO. 11 UNDER MASTER AGREEMENT FOR COLLABORATIVE RECHARGE PROJECTS (MONTCLAIR BASIN IMPROVEMENT PROJECT)

Recommend Watermaster Board to approve Task Order No. 11, Montclair Basins Improvement Project (PID 2).

(0:02:35)

Motion by Vice-Chair Jeff Pierson, seconded by Mr. Scott Burton, and by unanimous vote

Moved to approve the Consent Calendar as presented with the changes noted above.

II. BUSINESS ITEMS

A. CSI BASIN IMPROVEMENT PROJECT (DISCUSSION ONLY)

(0:02:56) Mr. Kavounas gave a report.

B. FISCAL YEAR 2016/17 BUDGET AMENDMENT (FORM A-17-04-01)

Approve the Budget Amendment Form A-17-04-01 for FY 2016/17 in the amount of \$100,000 for the increased cost associated with the CalPERS Personnel Matter regarding Alvarez and the Safe Yield Redetermination and Reset, as presented.

(0:03:53) Mr. Joswiak gave a report.

(0:04:27)

Motion by Vice-Chair Jeff Pierson, seconded by Mr. Scott Burton, and by unanimous vote

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

C. RESOLUTION 2017-05 TO LEVY DESALTER REPLENISHMENT ASSESSMENTS FOR PRODUCTION YEAR 2013/14 (BASED ON ASSESSMENT PACKAGE FOR PRODUCTION YEAR 2013/14)

Review Resolution 2017-05 as presented, and offer advice to Watermaster.

(0:04:57) Mr. Kavounas gave a report. A discussion ensued.

(0:08:45) Mr. Burton's advice to the Board is that the Court's order needs to be implemented sooner rather than later. Additional discussion ensued.

(0:12:03) Mr. Crosley joined the meeting.

D. WATERMASTER FISCAL YEAR 2017/18 PROPOSED BUDGET

Approve the proposed FY 2017/18 budget as presented.

(0:14:33) Mr. Joswiak gave a report.

(0:17:35) Motion introduced by Mr. Poulsen, and seconded by Vice-Chair Jeff Pierson. Additional discussion ensued.

(0:27:57) Amended motion introduced. Additional discussion ensued.

(0:35:57) *Volume Vote Taken*

Motion by Mr. Darron Poulsen, seconded by Vice-Chair Jeff Pierson and by majority 68.896% volume vote.

Moved to approve staff's recommendation of Business Item II.D., the FY 2017/18 Budget with the caveat that the Storage Management Plan will be developed collaboratively, similar in nature to the 2013 RMPU Amendment.

No Votes by:

Teri Layton – San Antonio Water Company

Justin Scott-Coe (for Van Jew) – Monte Vista Irrigation Company

Dave Crosley – City of Chino

Justin Scott-Coe – Monte Vista Water District

Scott Burton – City of Ontario

III. REPORTS/UPDATES

A. LEGAL COUNSEL REPORT

1. Safe Yield Reset
2. Overlying (Agricultural) Pool Committee's Contest to Application for Storage Agreements
3. Rules and Regulations Update

(0:37:28) Mr. Herrema gave a report.

B. ENGINEER REPORT

1. Prado Basin Habitat Sustainability Program
2. Other Compliance Reporting

(0:40:28) Mr. Malone gave a report.

C. CFO REPORT

None

D. GM REPORT

1. Safe Yield Reset – Implementation of Court Order
2. Safe Storage Capacity
3. Storage Applications
4. SGMA Update
5. Ambient Water Quality Study
6. Other

(0:41:19) Mr. Kavounas gave a report. A discussion ensued.

(0:52:22) Mr. Kavounas introduced Mr. Tellez Foster to give a report on Item III.D.5., the Ambient Water Quality Study. A discussion ensued.

E. INLAND EMPIRE UTILITIES AGENCY

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

(0:56:12) Mr. Berch gave a report.

(0:59:36) Mr. Campbell gave a presentation and update regarding groundwater recharge within the Basin. A discussion ensued.

F. OTHER METROPOLITAN MEMBER AGENCY REPORTS

IV. INFORMATION

1. Cash Disbursements for April 2017

V. COMMITTEE MEMBER COMMENTS

None

VI. OTHER BUSINESS

None

VII. CONFIDENTIAL SESSION - POSSIBLE ACTION

None

ADJOURNMENT

Chair Geye adjourned the Advisory Committee meeting at 10:26 a.m.

Secretary: _____

Approved: _____ June 15, 2017 _____

Attachment: May 18, 2017 Advisory Committee Volume Vote for Business Item II.D. Watermaster Fiscal Year 2017/18 Budget