

**CHINO BASIN WATERMASTER
AGRICULTURAL POOL MEETING**

9:00 a.m. – March 20, 2007

At The Offices Of

Inland Empire Utilities Agency

6075 Kimball Ave., Bldg. A, Board Room

Chino, CA 91710

AGENDA

CALL TO ORDER

AGENDA - ADDITIONS/REORDER

I. CONSENT CALENDAR

Note: All matters listed under the Consent Calendar are considered to be routine and non-controversial and will be acted upon by one motion in the form listed below. There will be no separate discussion on these items prior to voting unless any members, staff, or the public requests specific items be discussed and/or removed from the Consent Calendar for separate action.

A. MINUTES

1. Minutes of the Agricultural Pool Meeting held February 20, 2007 *(Page 7)*

B. FINANCIAL REPORTS

1. Cash Disbursements for the month of February 2007 *(Page 13)*
2. Combining Schedule for the Period July 1, 2006 through January 31, 2007 *(Page 17)*
3. Treasurer's Report of Financial Affairs for the Period January 1, 2007 through January 31, 2007 *(Page 19)*
4. Profit & Loss Budget vs. Actual July 2006 through January 2007 *(Page 21)*

C. RESOLUTION 07-03

A Resolution of the Chino Basin Watermaster Levying Replenishment and Administrative Assessments for Fiscal Year 2006-2007 *(Page 23)*

D. STATUS REPORT 2006-02

Consider Approval to File Status Report 2006-02 With the Court *(Page 27)*

E. WATER TRANSACTION

1. Consider Approval for Notice of Sale or Transfer – The one-year lease of 5,230 acre-feet of water from the City of Chino's annual production rights to the City of Ontario. This lease is made first from Chino's net under-production in Fiscal Year 2006-2007, with any remainder to be recaptured from storage. Date of Application: February 9, 2007 *(Page 33)*
2. Consider Approval for Notice of Sale or Transfer – Fontana Water Company has agreed to purchase from West Valley Water District water in storage in the amount of 1,000 acre-feet to satisfy a portion of the Company's anticipated Chino Basin replenishment obligation for Fiscal Year 2006-2007. Date of Application: February 12, 2007 *(Page 49)*

G. CALENDAR YEAR 2007 AGRICULTURAL POOL MEMBERS

Appoint New Alternates for the Agricultural Pool

II. BUSINESS ITEMS

A. PROPOSAL TO PERFORM THE SOCIOECONOMIC IMPACT ANALYSIS OF OBMP AND PEACE AGREEMENT

Consider Approval of the Proposal to Perform the Socioeconomic Impact Analysis of OBMP and Peace Agreement between Dr. David Sunding, Berkeley Economic Consulting, Inc. and Chino Basin Watermaster (*Page 63*)

B. ASR AGREEMENT BETWEEN CHINO BASIN WATERMASTER, INLAND EMPIRE UTILITIES AGENCY AND MONTE VISTA WATER DISTRICT

Consider Approval of the Agreement Between Chino Basin Watermaster, Inland Empire Utilities Agency and Monte Vista Water District Regarding Incorporation of Groundwater Injection with State Water Project Water by Monte Vista Water District in the Chino Basin Watermaster and Inland Empire Utilities Agency Permit R8-2005-0033 (*Page 71*)

C. AQUA CAPITAL MANAGEMENT LP INTERVENTION

Consider Approval of Application of Intervention by Aqua Capital Management LP to become a Member of the Overlying Non-Agricultural Pool (*Page 79*)

D. FORM 5

Discussion and Possible Action for the Form 5 Application to Transfer Annual Production Right or Safe Yield from CCG Ontario to Aqua Capital Management LP, Fiscal Year 2006-2007 (*Page 81*)

E. WATER TRANSACTION

Consider Approval for Notice of Sale or Transfer – CCG Ontario, LLC hereby applies to permanently transfer to Aqua Capital Management LP the quantity of 630.27 acre-feet of Corresponding Safe Yield, 8223.41 acre-feet of Non-Agricultural Storage Account, and any remaining balances adjudicated to transferor for its predecessor in interest in the Judgment. Date of application: February 28, 2007 (*Page 83*)

III. REPORTS/UPDATES

A. WATERMASTER GENERAL LEGAL COUNSEL REPORT

1. Santa Ana River Water Right Application
2. Peace II Process

B. FINANCIAL UPDATES

1. Interest Rate Analysis

C. CEO/STAFF REPORT

1. Legislative Update
2. Recharge Update
3. Progress Report on Desalter Expansion

IV. INFORMATION

1. Metropolitan Water District Letter (*Page 93*)
2. Newspaper Articles (*Page 95*)

V. POOL MEMBER COMMENTS

VI. OTHER BUSINESS

VII. FUTURE MEETINGS

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|----------------|------------|---|
| March 8, 2007 | 8:00 a.m. | MZ1 Technical Committee Meeting |
| March 8, 2007 | 10:00 a.m. | Joint Appropriative & Non Agricultural Pool Meeting |
| March 20, 2007 | 9:00 a.m. | Agricultural Pool Meeting @ IEUA |
| March 22, 2007 | 9:00 a.m. | Advisory Committee Meeting |
| March 22, 2007 | 11:00 a.m. | Watermaster Board Meeting |
| March 27, 2007 | 9:00 a.m. | GRCC Meeting |

Meeting Adjourn