

Minutes
**CHINO BASIN WATERMASTER
AGRICULTURAL POOL MEETING**

August 8, 2013

The Agricultural Pool meeting was held at the offices of Chino Basin Watermaster, 9641 San Bernardino Road, Rancho Cucamonga, CA, on August 8, 2013 at 1:30 p.m.

Agricultural Pool Members Present

Bob Feenstra, Chair	Dairy
John Huitsing	Dairy
Gene Koopman	Milk Producers Council
Jeff Pierson	Crops
Glen Durrington	Crops
Pete Hall	State of California, CIM

Watermaster Board Members Present

Geoffrey Vanden Heuvel	J & D Star Dairy
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Watermaster Staff Present

Peter Kavounas	General Manager
Danielle Maurizio	Assistant General Manager
Joe Joswiak	Chief Financial Officer
Brenda Corona	Recording Secretary

Watermaster Consultants Present

Brad Herrema	Brownstein, Hyatt, Farber & Schreck
Mark Wildermuth	Wildermuth Environmental Inc.

Others Present

Tracy Egoscue	Egoscue Law Group
Larry Dimock	California Department of Corrections
Rick Reese	State of California (Amec)
Julie Cavender	State of California, CIM
Gil Aldaco	Chino
Rob Vanden Heuvel	Milk Producers Council

Chair Feenstra called the Agricultural Pool meeting to order at 1:37 p.m.

AGENDA - ADDITIONS/REORDER

There were no additions or reorders made to the agenda.

I. CONSENT CALENDAR

A. MINUTES

1. Minutes of the Agricultural Pool Meeting held June 13, 2013
2. Minutes of the Special Agricultural Pool Meeting held on July 11, 2013

B. FINANCIAL REPORTS

1. Cash Disbursements for the Month of May 2013
2. Watermaster VISA Check Detail for the Month of May 2013
3. Combining Schedule for the Period July 1, 2012 through May 31, 2013
4. Treasurer's Report of Financial Affairs for the Period May 1, 2013 through May 31, 2013
5. Budget vs. Actual Report for the Period July 1, 2012 through May 31, 2013

6. Cash Disbursements for the Month of June 2013
7. Watermaster VISA Check Detail for the Month of June 2013
8. Combining Schedule for the Period July 1, 2012 through June 30, 2013
9. Treasurer's Report of Financial Affairs for the Period June 1, 2013 through June 30, 2013
10. Budget vs. Actual Report for the Period July 1, 2012 through June 30, 2013
11. Fiscal Year 2012-2013 Engineering Services Task Order Increase

C. INTERVENTION

1. **TAMCO Request for Intervention as an Overlying (Non-Agricultural) Party**

Consider and give advice to the Watermaster Board on the TAMCO's request for Intervention into the Overlying (Non-Agricultural) Pool, effective as of the end of fiscal year 2012/13.

D. WATER TRANSACTIONS

1. **Consider Approval for Notice of Sale or Transfer** – The purchase of 1067.000 acre-feet of water from West End Consolidated Water Company by the City of Upland. This purchase is made from the West End Consolidated Water Company's storage account. The City of Upland is utilizing this transaction to produce its West End Consolidated Water Company shares. Date of Application: May 23, 2013.
2. **Consider Approval for Notice of Sale or Transfer** – The purchase of 100.000 acre-feet of water from West End Consolidated Water Company by Golden State Water Company. This purchase is made from West End Consolidated Water Company's storage account. Golden State Water Company is utilizing this transaction to produce its West End Consolidated Water Company shares. Date of Application: June 5, 2013.
3. **Consider Approval for Notice of Sale or Transfer** – The purchase of 1500.000 acre-feet of water from the City of Pomona by Fontana Water Company. This purchase is made from the City of Pomona's Excess Carryover Account. Date of Application: June 26, 2013.
4. **Consider Approval for Notice of Sale or Transfer** – Notice of Sale or Transfer – On July 17, 2013, Watermaster received Forms 3, 4, and 5 water transfer Applications, with Ameron International Corporation (Ameron) as Transferor and the TAMCO, a California Corporation (TAMCO) as Transferee for the permanent transfer in the amount of 15.000 acre-feet of its adjudicated Safe Yield rights, effective as of the end of fiscal year 2012/13. Simultaneous with these applications, Watermaster received a request for Intervention into the Overlying (Non-Agricultural) Pool from the TAMCO. Date of Application: July 17, 2013.

Mr. Koopman asked about the status of storage accounts in the Basin, and Chairman Feenstra requested a discussion item be added to next month's agenda for the Ag Pool.

Mr. Kavounas stated that the minutes require some spelling corrections. Mr. Kavounas also stated that the TAMCO intervention and transfer will be effective 2013/2014.

Motion by Koopman, second by Pierson, and by unanimous vote

Moved to approve Consent Calendar Items A through D, with name spelling corrections.

II. BUSINESS ITEMS

A. RECHARGE MASTER PLAN UPDATE AMENDMENT (DISCUSSION ONLY)

Consider and give advice to Watermaster staff on the first draft of Section 8 of the Recharge Master Plan Update Amendment, titled "Recommended 2013 Recharge Master Plan Update (0:13:15) Various Pool members offered opinions and a discussion ensued on the topic.

B. BUDGET TRANSFER FORM T-13-06-01 and T-13-06-02

Recommendation to Approve Budget Transfer Forms T-13-06-01 and T-13-06-02

(0:37:00) Mr. Joswiak gave a brief presentation

Motion by Mr. Jeff Pierson second by Mr. Gene Koopman, and by majority vote

Moved to approve the Budget Transfer Forms T-13-06-01 and T-13-06-02.

C. PRADO BASIN HABITAT SUSTAINABILITY PROGRAM COST-SHARING AGREEMENT AMENDMENT

Recommend Advisory Committee approval of the Prado Basin Habitat Sustainability Program cost-sharing agreement amendment with IEUA, subject to any necessary non-substantive changes.

(0:41:00) Ms. Maurizio gave a report

D. SAFE YIELD RECALCULATION FUTURE WORKSHOP FOCUS – (DISCUSSION ONLY)

(0:53:30) Mr. Kavounas gave a report. Mr. Vanden Heuvel expressed his schedule does not allow him to attend the proposed August 27, 2013 workshop and requested another date be considered.

(1:07:24) *Motion by Mr. Rob Vanden Heuvel second by Mr. Gene Koopman, and by majority vote*
Moved to request to reschedule the Safe Yield Recalculation Workshop to August 29, 2013.

(1:15:50) Chair Feenstra stated he would like to clarify that the Ag Pools efforts and importance to reschedule this meeting is to have the right Ag Pool members available to attend the Safe Yield Recalculation Workshop.

III. REPORTS/UPDATES**A. LEGAL COUNSEL REPORT****1. Annotated Judgment**

(1:20:10) Mr. Herrema gave a report.

2. CDA Request re Remediation of Chino Airport Groundwater Plume

(1:21:50) Mr. Herrema gave a report

3. CCG Motion for Leave to Sue Watermaster

(1:22:52) Mr. Herrema gave a report

4. June 27, 2013 and July 25, 2013 Watermaster Board Confidential Sessions

(1:26:17) Mr. Herrema stated there were two actions the Board took at those sessions:

On June 27, 2013, the Board considered CalPERS Appeal issue related to pension benefit of the former CEO, Mr. Alvarez. CBWM filed a supplemental amended appeal.

On July 25, 2013 the closed session was to consider the General Manager's performance review. The Board took action to authorize its representatives to extend an offer of contract extension to the General Manager; the terms were not disclosed. A contract will be coming to the Board sometime by the end of August.

B. CFO REPORT**1. CCG Motion for Leave to Sue Watermaster**

(1:28:18) Mr. Joswiak gave a report

C. GM REPORT**1. (1:29:28) Sunding Report Update****2. (1:29:59) Policy for Cost and Benefit Allocation of Yield Enhancing Projects (post CBFIP)**

IV. INFORMATION

- 1. Cash Disbursements for July 2013
(1:31:18) No comment was made.

V. POOL MEMBER COMMENTS

(1:31:48) Mr. Feenstra made a comment.

VI. OTHER BUSINESS

No comment was made.

VII. CONFIDENTIAL SESSION - POSSIBLE ACTION

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

Mr. Feenstra called a confidential session at 3:13 p.m.
Confidential session ended at 3:39 p.m. and no action was taken.

VIII. FUTURE MEETINGS AT WATERMASTER

Thursday, August 8, 2013	9:00 a.m.	Appropriative Pool Meeting
Thursday, August 8, 2013	11:00 a.m.	Non-Agricultural Pool Conference Call Meeting
Thursday, August 8, 2013	1:30 p.m.	Agricultural Pool Meeting
Monday, August 12, 2013	1:30 p.m.	Safe Yield Recalculation Workshop
Thursday, August 15, 2013	8:00 a.m.	IEUA DYY Meeting
Thursday, August 15, 2013	9:00 a.m.	Advisory Committee Meeting
Thursday, August 15, 2013	10:00 a.m.	RMPU Amendment Steering Committee Meeting
Thursday, August 22, 2013	11:00 a.m.	Watermaster Board Meeting
Tuesday, August 27, 2013	10:00 a.m.	Safe Yield Recalculation Workshop
Thursday, August 29, 2013	10:00 a.m.	RMPU Amendment Steering Committee Meeting

Chair Feenstra adjourned the Agricultural Pool meeting at 3:39 p.m.

Secretary: _____

Minutes Approved: September 12, 2013