

**MINUTES**  
**CHINO BASIN WATERMASTER**  
**AGRICULTURAL POOL MEETING**

May 14, 2015

The Agricultural Pool meeting was held at the offices of Chino Basin Watermaster located at 9641 San Bernardino Road, Rancho Cucamonga, CA on May 14, 2015.

**AGRICULTURAL POOL MEMBERS PRESENT**

Bob Feenstra, Chair	Dairy
Jeff Pierson, Vice-Chair	Crops
Pete Hall	State of California – CIM
Glen Durrington	Crops
John Huitsing	Dairy
Nathan deBoom	Dairy
Bob Page	County of San Bernardino
Gene Koopman	Dairy
Rob Vanden Heuvel	Dairy
Carol Boyd	State of California – CIM
Larry Dimock	State of California – CIM

**WATERMASTER BOARD MEMBER PRESENT**

Geoffrey Vanden Heuvel	Dairy
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**WATERMASTER STAFF PRESENT**

Peter Kavounas	General Manager
Danielle Maurizio	Assistant 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.
Veva Weamer	Wildermuth Environmental, Inc.

**OTHERS PRESENT**

Dave Crosley	City of Chino
Mike Thompson	CDCR
Tracy Egoscue	Egoscue Law Group
Richard Rees	AMEC
Henry DeHaan	Dairy

**CALL TO ORDER**

Chair Feenstra called the Agricultural Pool meeting to order at 1:33 p.m.

**AGENDA - ADDITIONS/REORDER**

None

**I. CONSENT CALENDAR**

**A. MINUTES**

1. Minutes of the Agricultural Pool Meeting held April 9, 2015
2. Minutes of the Agricultural Pool Special Meeting held April 22, 2015
3. Minutes of the Agricultural Pool Special Meeting held April 28, 2015

**B. FINANCIAL REPORTS**

1. Cash Disbursements for the month of March 2015
2. Watermaster VISA Check Detail for the month of March 2015
3. Combining Schedule for the Period July 1, 2014 through March 31, 2015
4. Treasurer's Report of Financial Affairs for the Period March 1, 2015 through March 31, 2015
5. Budget vs. Actual Report for the Period July 1, 2014 through March 31, 2015

**C. WATER TRANSACTIONS**

1. Notice of Sale or Transfer – The purchase of 5,000.000 acre-feet of water from the City of Upland by Fontana Water Company. This purchase is made from the City of Upland's Annual Production Right /Operating Safe Yield first, then any additional from storage (Excess Carryover Account).
2. Notice of Sale or Transfer – The purchase of 4.500 acre-feet of water from The Nicholson Trust by Fontana Water Company. This purchase is made from The Nicholson Trust's Annual Production Right (Appropriative Pool) or Operating Safe Yield (Non-Agricultural Pool). Date of application: April 20, 2015.
3. Notice of Sale or Transfer – The permanent transfer of 282.981 acre-feet of Safe Yield from Aqua Capital Management by the City of Ontario (Non-Ag), effective as of the beginning of fiscal year 2015/16.

(0:00:41) Mr. Kavounas noted the change to the language on Consent Calendar Item I.C.1. had been changed from "This purchase is made from the City of Upland's Annual Production Right /Operating Safe Yield first, then any additional from storage (Excess Carryover Account)" to "This purchase is made from the City of Upland's Excess Carryover Account" as requested by the City of Upland. The Watermaster Notice properly identified the transaction.

(0:01:35)

*Motion by Mr. Rob Vanden Heuvel, seconded by Mr. Jeff Pierson, and by unanimous vote*

***Moved to approve Consent Calendar as presented***

**II. BUSINESS ITEMS****A. INTEGRATED RESOURCES PLAN – GROUNDWATER MODELING REIMBURSEMENT AGREEMENT**

(0:01:53) Mr. Kavounas gave a report.

(0:02:29)

*Motion by Mr. Jeff Pierson, seconded by Mr. Gene Koopman, and by unanimous vote*

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

**B. CITY OF ONTARIO AGREEMENT FOR THE CONDITIONAL CONTRIBUTION OF SAFE YIELD TO OFFSET FUTURE DESALTER REPLENISHMENT**

(0:02:47) Mr. Kavounas gave a report. A discussion ensued.

(0:03:53) Mr. Koopman requested that a representative on the Agricultural Pool, preferably Chair or Vice-Chair, participate in a newly formed ad hoc committee. Mr. Kavounas will inform the ad hoc committee lead Mr. Poulsen, that Mr. Pierson will be the designated representative for the Agricultural Pool, and Mr. Feenstra will be the backup representative. Additional discussion ensued. This item will be brought back to the June 2015 Pool meetings for consideration after the ad hoc committee has had a chance to meet.

**C. CITY OF ONTARIO OVERLYING (NON-AGRICULTURAL) POOL PROPOSED WATER RIGHT USE AND PROPOSED METHODOLOGY**

(0:11:22) Mr. Kavounas gave a report. A discussion ensued. Mr. Pierson will represent the Agricultural Pool in the ad hoc committee discussion as in Business Item II.B. This item will be brought back to the June 2015 Pool meetings for consideration after the ad hoc committee has had a chance to meet.

**D. WATERMASTER FISCAL YEAR 2015/16 PROPOSED BUDGET**

(0:17:34) Mr. Kavounas introduced the item.

(0:18:10) Mr. Joswiak gave a presentation. A discussion ensued.

(0:40:49)

*Motion by Mr. Gene Koopman, seconded by Mr. Nathan deBoom, and by unanimous vote  
**Moved to approve Business Item II.D. as presented***

**E. SAFE YIELD RECALCULATION AND RESET (Discussion Only)**

(0:41:26) Mr. Kavounas gave a report. A discussion ensued.

**F. OLD BUSINESS**

1. City of Chino Schaefer Avenue Facility – Mr. Dave Crosley (invited)

(0:43:32) Mr. Kavounas introduced the item and handed off to Mr. Crosley to give a presentation. A discussion ensued.

**III. REPORTS/UPDATES**

**A. LEGAL COUNSEL REPORT**

1. SGMA Basin Boundary Revisions Rulemaking Process

(0:57:24) Mr. Herrema gave a report. A discussion ensued.

**B. ENGINEER REPORT**

1. State of the Basin Report – Part 2

- Groundwater Quality
- Land Subsidence

2. Land Subsidence Committee Update

- Work plan to develop a subsidence management plan for North MZ-1 area
- 2014 Annual Report
- Update to MZ-1 Plan

(1:02:57) Chair Feenstra requested that the Engineer Report be deferred until after confidential session as several members needed to leave early.

(1:03:16) Chair Feenstra handed the meeting over to Vice-Chair Pierson and left the meeting. The Pool then adjourned into confidential session, Item VII of the agenda..

(1:03:33) Mr. Malone introduced Item B.1 of the agenda and handed off to Ms. Weamer to give a presentation.

(1:04:18) Ms. Weamer gave a presentation on the State of the Basin report. A discussion ensued.

(1:18:12) Mr. Malone gave a presentation on Item B.2 of the agenda, the Land Subsidence Committee Update. A discussion ensued.

**C. CFO REPORT**

None

**D. GM REPORT**

1. CBWM 35<sup>th</sup> Annual Report
2. Other

(1:54:37) Mr. Kavounas gave a report.

**E. AGRICULTURAL POOL LEGAL COUNSEL REPORT**

**IV. INFORMATION**

1. Cash Disbursements for April 2015
2. Recharge Investigations and Projects Committee (RIPCom)

**V. POOL MEMBER COMMENTS**

None

**VI. OTHER BUSINESS**

None

**VII. CONFIDENTIAL SESSION - POSSIBLE ACTION**

Chair Feenstra called for a confidential session at 2:36 p.m. to discuss the Safe Yield Recalculation and Reset.

(1:03:17) Confidential session concluded at 3:10 p.m. with no reportable action.

**ADJOURNMENT**

Vice-Chair Pierson adjourned the Agricultural Pool meeting at 4:04 pm.

Secretary:\_\_\_\_\_

Approved:\_\_\_\_\_ June 11, 2015\_\_\_\_\_