



Chino Basin Watermaster Twenty-Ninth Annual Report

Fiscal Year 2005-06

Working Together to Maximize the Benefits of Chino Basin

Welcome From the Chief Executive Officer

The Optimum Basin Management Plan is the roadmap that Watermaster follows in carrying out its mission:

“To manage the Chino Groundwater Basin in the most beneficial manner, and to equitably administer and enforce the provisions of the Chino Basin Watermaster Judgment.”

Case No. RCV 51010
(formerly Case No. SCV 164327)

Moving From Planning to Achievement

As reported last year, the shift from study and planning to achievements in Basin management has become even more evident this year.

Most striking was recharging nearly 49,000 acre-feet of water into the Basin. This was a significant payoff for years of study and the investment of \$40 million in recharge facilities.

Similarly, with the start of production of Desalter II, a capacity of 29 million gallons per day of treated, desalted water can be created for potable use. About 1,300 acre-feet of reclaimed water was treated and used for recharge.

The conjunctive use program took an important step forward with the storage of 20,654 acre-feet of water in the Basin from Metropolitan Water District of Southern California, part of a long-range plan to store over half a million acre-feet.

There was good news from the water quality front as well, with the installation of nine new monitoring wells and continuation of a Basin-wide well monitoring program.

Cooperation Is the Key

None of this would be possible except for the continued support and cooperation of the many water interests in the Basin. This is the most gratifying aspect of my job—working cooperatively and effectively with the diverse agencies and individuals with interests in the Basin. I am looking forward to another year of achievement.

Kenneth R. Manning,

CEO, Chino Basin Watermaster

The Chino Basin and Watermaster

Background and History

Watermaster: Born in Controversy

Historically, three diverse interests—municipal, industrial and agricultural—competed aggressively for water rights in the Chino Basin. Competition for water bred disagreement and disagreement bred litigation.

By 1974, numerous joint studies and discussions led to the adoption of a Memorandum of Agreement on the Chino Basin by the stakeholder parties. The State Legislature followed by authorizing an assessment of \$2 per acre-foot for three years to finance development of a technical and management plan for the Basin.

Creating an Organization to Govern the Basin

In 1978, the San Bernardino County Superior Court entered a Judgment establishing a new entity, the Chino Basin Watermaster. It was comprised of three stakeholder groups, called Pools, represented by separate Pool Committees:

- Overlying Agricultural Pool Committee, representing dairymen, farmers and the State of California;
- Overlying Non-Agricultural Pool Committee, representing area industries;
- Appropriative Pool Committee, representing local cities, public water districts, and private water companies.

Engineering, legal and other working committees were formed within Watermaster to define specific problem areas in the Basin. Safe yield and socio-economic studies were carried out to develop an agreement on the allocation of producer water rights.

Advisory Committee and Board Created to Oversee Watermaster

Completing the governance arrangements, representatives from the three Pools formed an Advisory Committee to oversee the regular activities of Watermaster. The Pool Committees handle business affecting their own Pool members, and make recommendations to the Advisory Committee. The Advisory Committee then makes recommendations to the Board.



By 1998, at the request of the Advisory Committee, the Court appointed a new nine-member Watermaster Board, and also ordered a significant new step—development and implementation of a comprehensive Optimum Basin Management Plan, with reports of progress and annual reports (such as this one) to be submitted to the Court and the major parties.

Completing the Framework: the Peace Agreement

A Peace Agreement was reached in 2000, establishing a detailed arrangement for managing and financing the OBMP. The Court approved the agreement and received and filed the environmental document covering the entire arrangement. A refinement and deepening of the original Agreement, called Peace II Agreement, is currently in development.

Chino Groundwater Basin

Inland Empire's Critical Water Resource

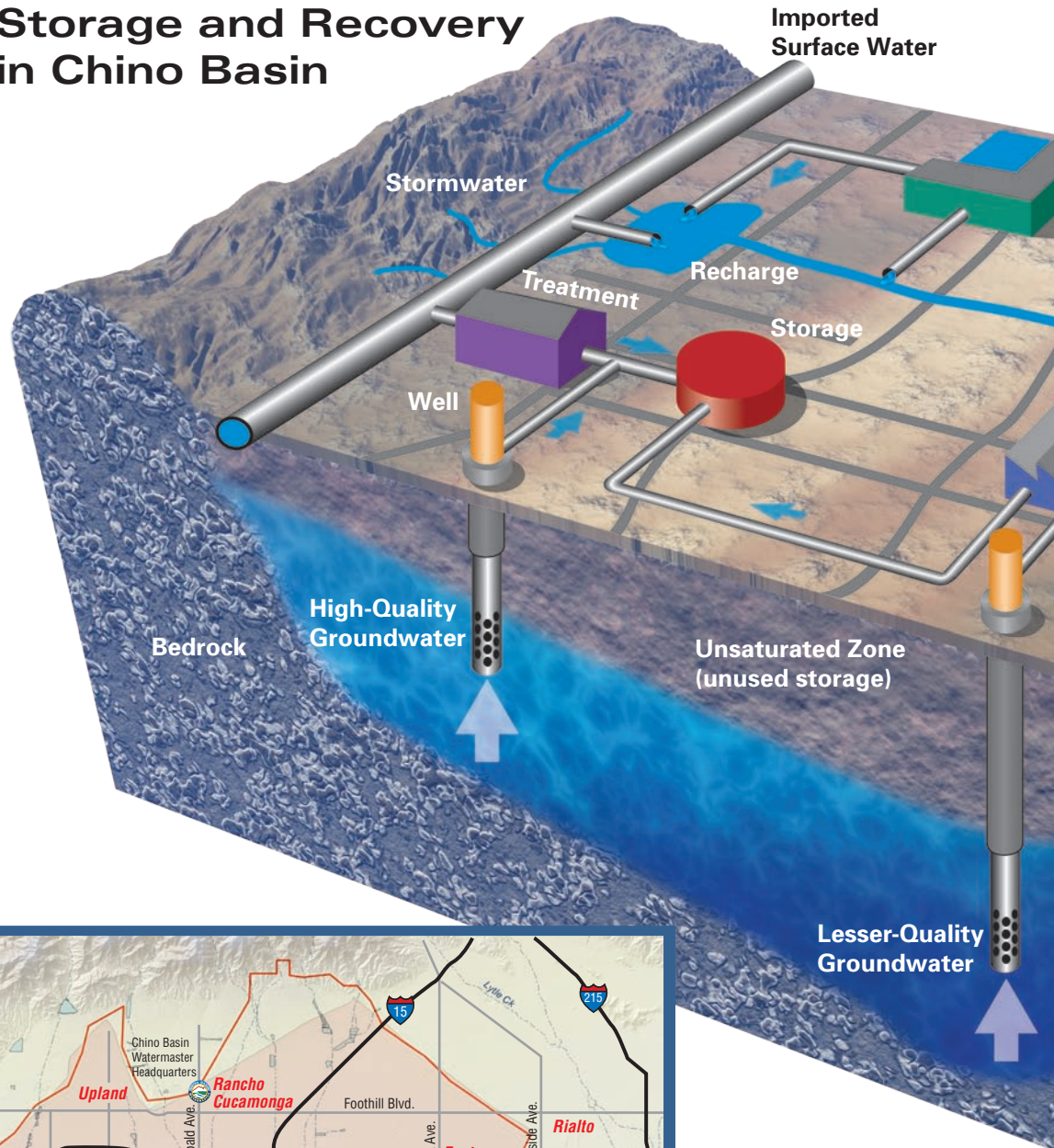
Core Responsibilities of Watermaster

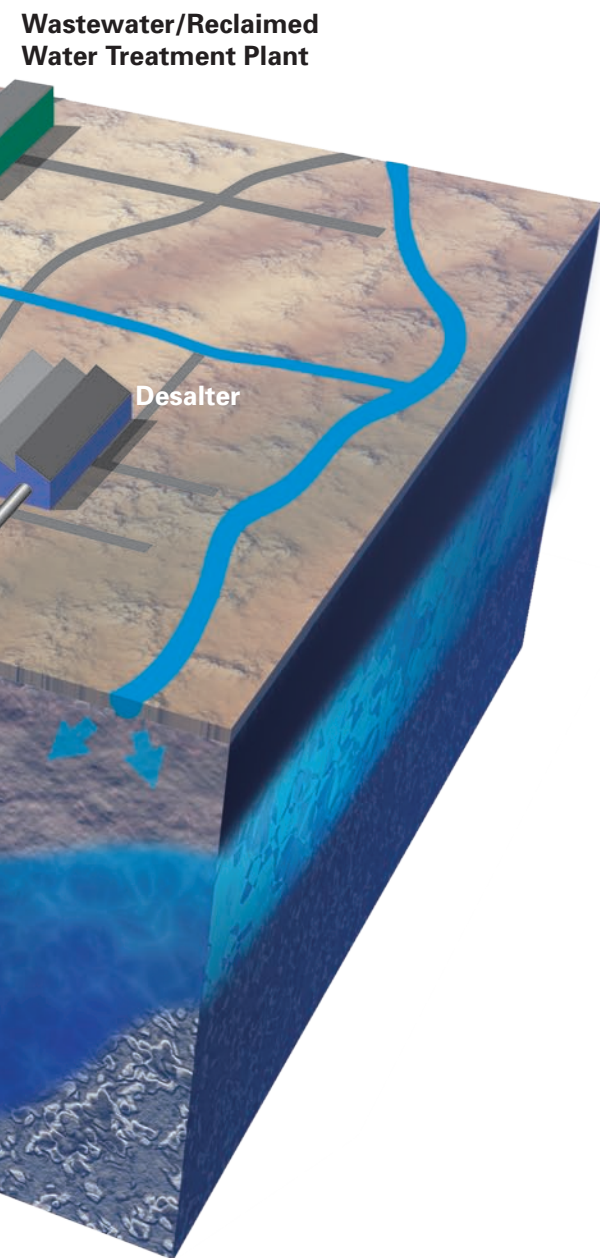
Watermaster's role is to actively implement the Optimum Basin Management Plan. Specifically, it was directed to accomplish five tasks:

- Maintain and increase the water supply
- Ensure that water will be fairly shared
- Provide cooperative leadership
- Monitor and increase understanding of the Basin
- Maintain and improve water quality.

To accomplish these basic tasks, Watermaster has brought together dozens of public and private entities that pump, treat, purchase, sell and deliver water in the Basin.

Storage and Recovery in Chino Basin





Serving a Booming Growth Area

Chino Basin is an enormous underground reservoir, with a storage capacity estimated at five to seven million acre-feet—an amount equal to more than two trillion gallons!

The Basin serves as the principal water source for a rapidly expanding population. Thousands of new homes have been built each year in recent times, and the booming Inland Empire is predicted to more than double its population to about 1.2 million people over the next 15 years. The area is one of the nation's fastest growing regions.

In addition to the population growth, Chino Basin is also home to a thriving agricultural industry, including some of the most intensive dairy farming in the country. Numerous businesses and industries are also locating in the area.

Watermaster's Growing Responsibilities

To meet the area's rapidly increasing water demand, more than 177,000 acre-feet of groundwater was pumped from the Basin in the past year. Watermaster is faced with the requirement of recharging the groundwater basin, and by working with other parties to integrate all the area's water resources: groundwater, desalted water, stormwater, imported water and reclaimed water.

Planning and Working Closely With Partners and Stakeholders

Watermaster must find places to store additional water in the Basin for both near-term and long-term use, and to increase available water supplies. To accomplish this, Watermaster undertakes extensive planning that depends on the continued cooperation of all the entities in the Basin, as well as by regulators and other regional water agencies.

Watermaster serves as an effective forum for Basin stakeholders to resolve current and future water supply and water quality issues.

Achievements by the Partners in Groundwater

Through the Optimum Basin Management Plan

OBMP: A Basin Management Roadmap

As a result of the 1998 Court order, the Optimum Basin Management Plan (OBMP) was developed to provide direction for managing the Chino Basin. The broad goals of the OBMP are:

- providing additional water supplies to meet growing demand in the Basin;
- improving water quality;
- “drought-proofing” the region;
- enhancing economic development; and
- improving environmental quality.

To accomplish these goals, the OBMP spells out the nine separate but related elements shown on the right.

Ambitious Program Is Producing Results

In thorough detail, the Optimum Basin Management Plan spells out the improvement plan for the Basin. The original Peace Agreement, signed by all Basin stakeholders, specifies exactly how the OBMP is to be implemented.

Improving efficiency of comprehensive monitoring of the Basin, including groundwater levels and water quality, in order to gather data for the most effective water management.

Increasing comprehensive recharge of imported water, reclaimed water and stormwater to maintain and improve groundwater levels, making water more available to producers.

Implementing a water supply plan for the southern portion of the Basin. This part of the plan addresses high water levels and uncontrolled groundwater losses to the Santa Ana River, resulting from the shift of production in the southern part of the Basin away from agricultural uses toward urban uses.

Devising strategies for Management Zone 1 to reduce unacceptable land subsidence and fissuring.

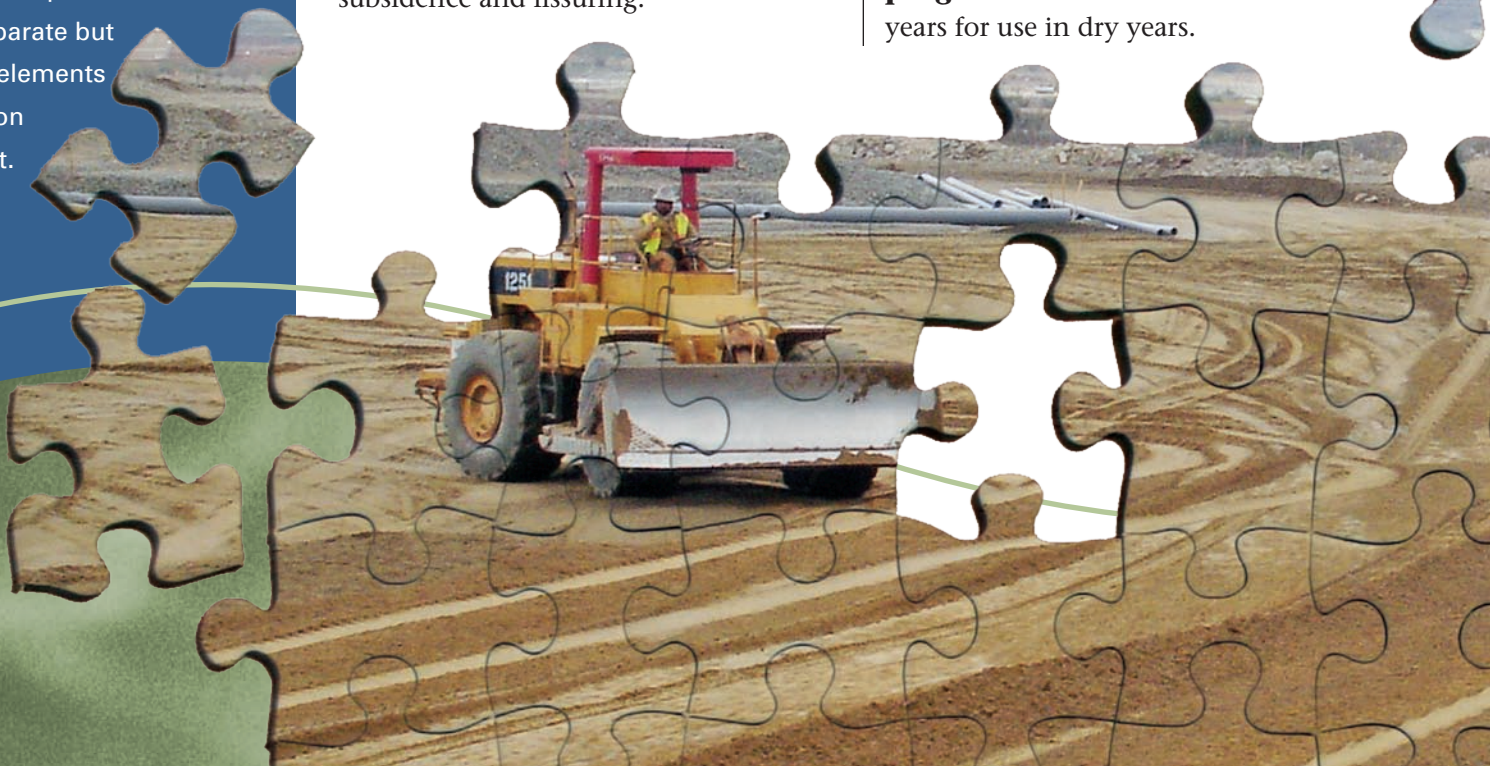
Carrying out a Regional Supplemental Water Program to improve water quality and increase use of treated, desalted water.

Cooperating with the Regional Water Quality Control Board and other agencies to improve Basin water quality management.

Implementing a salt management program to develop a more detailed understanding of salt loads in groundwater, then defining program objectives and the benefits of salt removal.

Managing groundwater storage to account for large increases in groundwater storage by local and other agencies.

Conducting a conjunctive use program to store excess water in wet years for use in dry years.



Basin Management

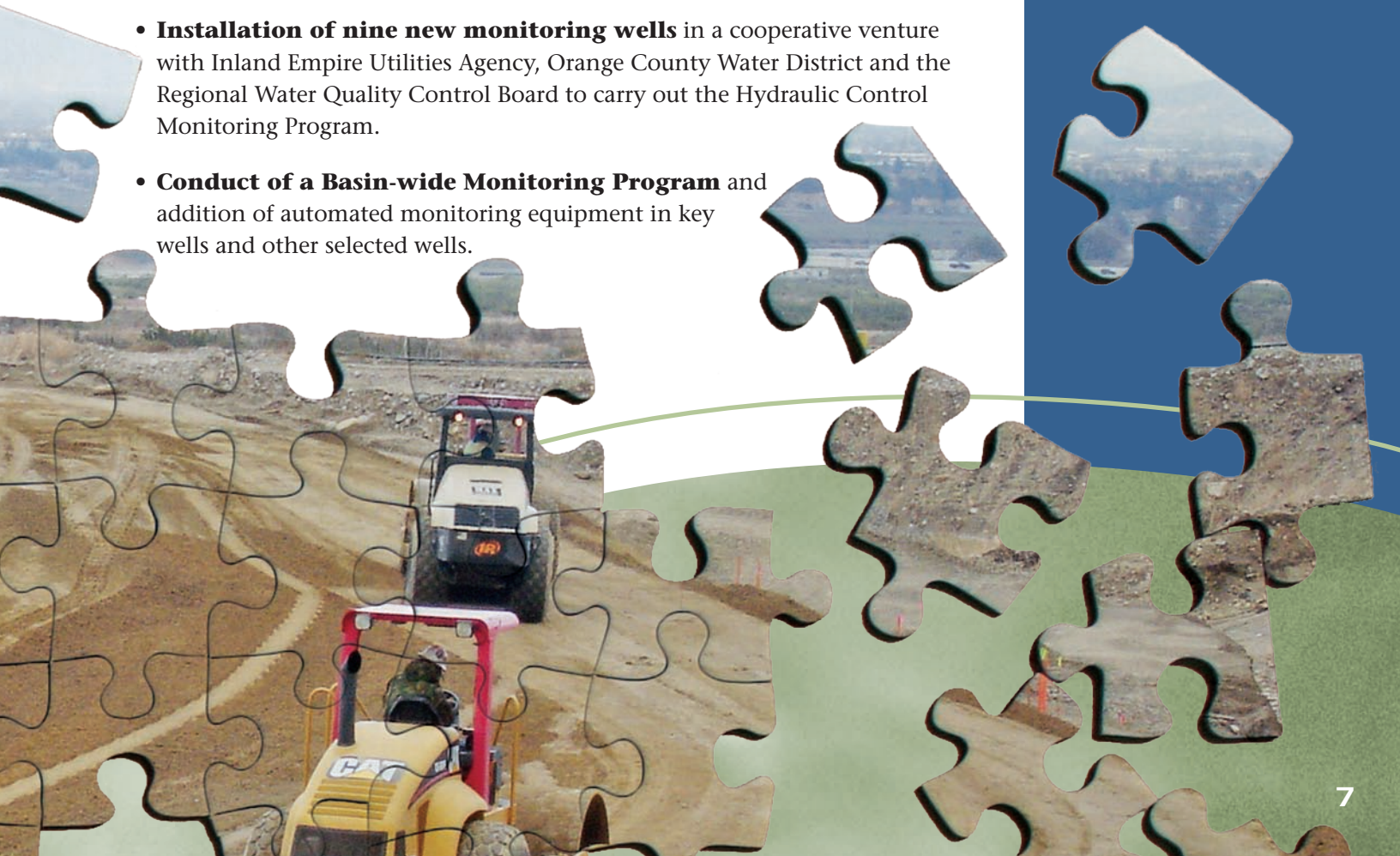
A Record of Success

The partnership developed by the water entities in the Basin and fostered by Watermaster is yielding significant accomplishments. The Optimum Basin Management Program continues to produce a proud record of achievement:

- **Increased water recharge** activities and completion of the \$40 million Phase I program to enhance recharge facilities have resulted in an increase in recharge to 49,000 acre-feet of storm water and supplemental water.
- **Increased reclaimed water recharge** through completion of a large-scale reclaimed water project by Inland Empire Utilities Agency, which allowed for the recharge of over 1,300 acre-feet of reclaimed water.
- **Expansion of desalter projects**, to a capacity of 29 million gallons per day of treated, desalted water for direct potable use.
- **Monitoring of Volatile Organic Compounds contamination plumes** in the MZ-3 area, the area south of the Ontario International Airport, and the Chino Airport are underway, along with perchlorate testing.
- **Growth of Conjunctive Use Program** with nearly 60,000 acre-feet of storage from the Metropolitan Water District of Southern California, due ultimately to grow to 100,000 acre-feet.
- **Installation of nine new monitoring wells** in a cooperative venture with Inland Empire Utilities Agency, Orange County Water District and the Regional Water Quality Control Board to carry out the Hydraulic Control Monitoring Program.
- **Conduct of a Basin-wide Monitoring Program** and addition of automated monitoring equipment in key wells and other selected wells.

Even Greater Expectations for the Future

Importantly, Watermaster expects even greater levels of cooperation to arise from the anticipated Peace II Agreement, moving its program from monitoring to improving water supplies and water quality, and achieving cost savings for all participants.



Programs to Understand and Monitor the Basin

More Efficient and Effective Monitoring

A years-long effort to make the groundwater supply and quality programs more efficient was completed.

The various monitoring programs have been reorganized to best support new initiatives, including such projects as Management Zone 1, the Hydraulic Control Monitoring Program, nitrogen loss, and desalter expansion.

Progress Continued in 2005-06 to Monitor and Increase Groundwater Supplies

With a goal of increased effectiveness and efficiency, Watermaster invested significant resources in refining its extensive monitoring program. It tracks groundwater levels and water quality across the 220-square-mile Basin with its 700 wells. One important change is the transition to increased use of automatic measuring and recording devices. Automated data loggers lower costs, improve accuracy and provide better data. Highlights of the monitoring program include:

- Water level monitoring. Continued to measure water levels in about 475 agricultural wells twice each year. Watermaster also measures water levels each month at about 100 wells for the Hydraulic Control Monitoring Program, and around the Chino I and II desalter fields. Watermaster stepped up use of automated pressure transducers/data loggers, and installed an additional 8 devices for selected wells where highly detailed groundwater level data are scarce.
- Water quality monitoring. Replaced the previous, more costly and less-effective key well monitoring program covering 200 wells, by a more effective sampling program involving only 114 wells.
- Watermaster has been monitoring the western portion of the Basin as part of a program to prevent over pumping and land subsidence, using a series of standard monitoring wells as well as sophisticated piezometers, an extensometer and infrared satellite imagery. The latest results show that subsidence has stopped and there is some rebounding of the ground levels.
- Installed nine new monitoring wells and 18 additional pressure transducers/data loggers as part of the piezometric Hydraulic Control Monitoring Program. Hydraulic Control is a means of protecting water quality and supply by controlling the flow of water between the Chino Groundwater Basin and the Santa Ana River. Watermaster carries out increasing levels of Hydraulic Control, although there is new evidence that more control is needed on the west side of the Basin.
- Watermaster and Inland Empire Utilities Agency are designating a number of monitoring wells to monitor the influence of recharge on groundwater levels.

Protecting and Maintaining Water Quality

Watermaster's Water Quality Role

- Monitor and maintain detailed information about water quality, movement of contaminants, and share the data with other involved parties.
- Encourage involved parties to work cooperatively to resolve water quality issues promptly.
- Vigorously enforce water quality regulations.
- Seek development of treatment projects that also provide drinking water so that previously contaminated water resources can be beneficially used.

Mitigation Activities

Eight plumes of contamination have been identified in the Basin within the last several decades. Through a combination of monitoring and vigorous enforcement of clean water regulations, Watermaster is helping speed their cleanup. Today, half of the plumes are being remediated, and all are expected to be in remediation by 2010. Watermaster is contributing to the cleanup by:

- Assisted the Regional Quality Control Board in preparing the Ontario International Airport Draft Cleanup and Abatement Orders. These were prepared for five industrial firms that allegedly discharged volatile organic compounds at the Airport.
- Maintaining an increased level of monitoring of the VOC plumes. Watermaster maintains vigilance in monitoring volatile organic compound (VOC) plumes and perchlorate testing in suspected areas of contamination.

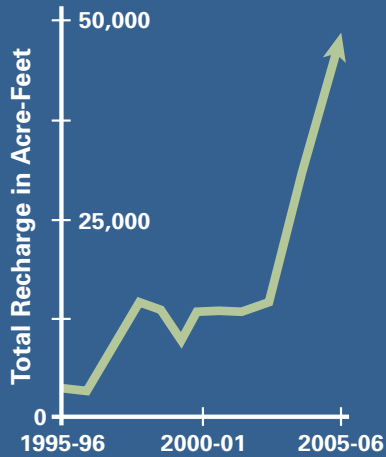
Water Quality Committee Leads Intensified Quality Program

An ad hoc Water Quality Committee continues to guide Watermaster's role in cleaning up the water quality plumes in the Basin. Watermaster is enjoying cooperation from the involved parties, with the following achievements:

- Fully established the MZ-3 Area Monitoring Program.
- Explored remediation of the VOC plume at Chino Airport. Held initial discussions with the Regional Water Quality Control Board and the San Bernardino County Department of Airports about how to proceed with cleanup.



Progress in Increasing Water Supplies



In 2005-06, Watermaster recharged 49,000 acre-feet of storm and supplemental water, a quadrupling over the historical recharge rate.

Phase I Recharge Facilities Improvement Project Completed

As part of a two-year project to improve and expand 20 recharge basins that began in 2003-04, construction was completed on all seven bid packages of Phase I of the Chino Basin Facilities Improvement Project. About half the cost of the \$40 million project was paid by Proposition 13 funds. The remaining half was paid jointly by Watermaster and IEUA. In addition, Inland Empire Utilities Agency promptly repaired damage caused by flooding the previous year, using a \$1.2 million grant from FEMA.

A list of projects for Phase II of the recharge program was developed by Watermaster and Inland Empire Utilities Agency; all are expected to be online by 2008-09. Phase II will bring recharge capacity to about 90,000 acre-feet per year, about 800 percent greater than the historical recharge rate. Current plans call for about \$10.6 million to be expended in 2006-07, with about half the cost being paid by additional Proposition 13 funds. The rest of the cost will be shared equally by Watermaster and IEUA.

Large Reclaimed Water Project Earns Acceptance

Watermaster is working successfully with Inland Empire Utilities Agency, the Department of Health Services and the Regional Water Quality Control Board to develop new reclaimed water facilities and obtain approvals. Most recently, IEUA is developing a large-scale reclaimed water project that ultimately will produce 22,000 acre-feet of water for recharge, irrigation, and other non-potable uses. The \$39 million in pipelines, recharge basin improvements and other projects will be partially paid by \$15 million in grants. Phase I of the project was approved by the State Department of Health Services with no opposition, an almost unprecedented achievement.

Desalter Expansion Projects Underway

Up to 29 million gallons per day of groundwater with high dissolved solids and high nitrate levels will be treated by newly completed desalters. The Desalter I expansion project included three new wells, a raw water pipeline, a pump station, water pipeline and ion exchange equipment.

The recently completed Desalter II includes eight new wells, three raw water pipelines, two water pipelines and site improvements. Application has been made for \$1.6 million in Proposition 50 funds to add ion exchange capacity.

Watermaster has been conducting modeling investigations of various desalter expansion alternatives, including the expansion of Chino I and II. The initial work was completed in April 2006.

Conjunctive Use Program Growing

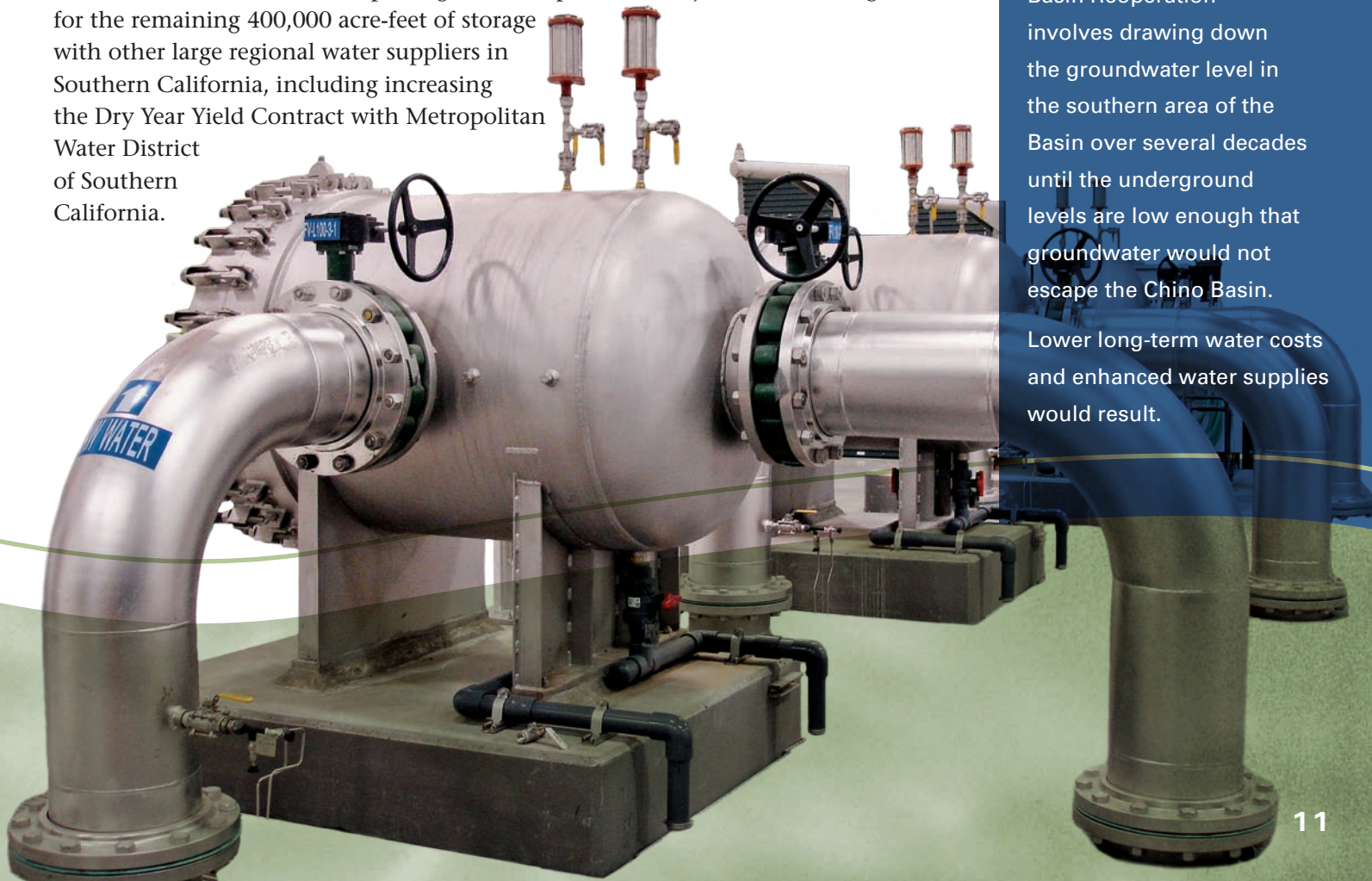
Watermaster has identified 500,000 acre-feet of groundwater storage that is available. Metropolitan Water District of Southern California has contracted to store 100,000 acre-feet of water in the Basin through the Dry Year Yield program. This stored water can be drawn down in-lieu of imported surface water in future dry years. As of June 30, 2006, the storage had increased to about 58,652 acre-feet.

Meanwhile, Watermaster is exploring other cooperative Conjunctive Use Programs for the remaining 400,000 acre-feet of storage with other large regional water suppliers in Southern California, including increasing the Dry Year Yield Contract with Metropolitan Water District of Southern California.

Peace II Agreement Water Supply Benefits

The details of the Peace II Agreement remain under negotiation, but the agreement is expected to ultimately produce significant water supply benefits. The concept being negotiated is called Basin Reoperation, which starts with the recognition that the underground basin drains toward the Santa Ana River and therefore Chino Basin groundwater is "lost" to the River.

Basin Reoperation involves drawing down the groundwater level in the southern area of the Basin over several decades until the underground levels are low enough that groundwater would not escape the Chino Basin. Lower long-term water costs and enhanced water supplies would result.



Good Planning, Cooperation and Technology Res

Dreier is advocate for local water needs

By Larry Matheson

Peace II negotiations are a key part of the region's water future. In the past, the region has been plagued by water wars and litigation. Now, the region is moving forward with a new era of cooperation and shared information.

Watermaster's role in the region's water future is to provide a neutral, objective and accessible platform for the region's water users to share information and to resolve disputes. Watermaster's role is to provide a neutral, objective and accessible platform for the region's water users to share information and to resolve disputes.

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Cooperative Public Information Program

Watermaster participated in a cooperative public information campaign for the second year in a row. Thirty-five full page newspaper advertisements have been developed, providing important information on numerous regional water issues. Partners in the program include: Inland Empire Utilities Agency, Western Municipal Water District, Three Valleys Municipal Water District and the Chino Basin Water Conservation District.

As the region continues with its near highest-in-the-nation growth levels, Watermaster faces the continuing challenge of finding more places to store water, new ways to inject it into the groundwater, and cost-effective ways of enhancing the supply of reclaimed water. Also important is cleaning up areas of contamination from the past while protecting water quality for the future.

Peace II Negotiations Move Forward

Negotiations have continued on a Peace II Agreement to solidify the original Peace Agreement. The focus is on continuing the spirit of cooperation that has replaced the era of water wars and litigation.

Regional Database Built on Technology and Cooperation

The regional database project was substantially completed. It continues to provide shared information in more understandable, accurate and accessible ways. One benefit is the enhanced ability to respond rapidly and accurately to data requests from others. The database helps many Watermaster projects, including: administration; development of the Assessment Packages; and in researching water production, water quality, reclaimed and imported water deliveries.



Assessment Package Updated

The Assessment Package has been updated and improved in a number of ways in recent years. It has been made more user friendly, understandable, and transparent, which increases trust. The updated Assessment

Package builds on the recently developed Water Activity Reports, which confirm production for each producer before the Package is assembled.

Initiated a Major Strategic Planning Process

Watermaster will hold a three-day strategic planning retreat with an expected 75 or so of its stakeholders in fall 2006. Topics to be covered include Watermaster's Role in: Meeting the Demands of the Next Generation; Water Quality and Water Supply Issues; and Regional and Legislative issues.

ult in Successful Basin Management

Since 2000, Watermaster and Its Partners Have

- Secured tens of million of dollars in state funding for desalters.
- Negotiated agreements for acquiring existing facilities and the permitting, design, financing, construction and operation for more than 22 million gallons per day capacity of desalting activities. These include water supply agreements valued in excess of a half-billion dollars.
- Completed the design, construction and implementation of its recharge Master Plan, including nearly \$40 million in projects completed.
- Completed more than \$1 million in technical studies, prepared environmental documents and completed a 100,000 acre-feet Dry-Year Yield Storage Agreement with Metropolitan Water District of Southern California.
- Provided increasing leadership in identifying and resolving water quality problems.
- Developed governance mechanisms and agreements that give voice to its many stakeholders among cities, water suppliers, agricultural entities, businesses and others.

Future Plans

Watermaster is developing technology to maintain recharge basins while they remain full of water. Currently they must be periodically drained and cleaned, reducing the total amount of potential recharge.

Watermaster will continue to enhance its databases and modeling capabilities, and incorporate other technological advances.

Most importantly, Watermaster expects even greater levels of coordination to arise from an expected Peace II Agreement.

The result is that over time Watermaster will be increasingly effective at enhancing water supplies, while protecting and enhancing water quality.



Watermaster Governance and Membership

Watermaster Is Structured to Accommodate All Stakeholders

To draw together in a single organization all the diverse interests in the Basin, a governing structure was formed that represents all stakeholder groups, including a Board, Advisory Committee and three Producer Pools:

- Agricultural Pool to represent dairymen, farmers, and State interests.
- Non-Agricultural Pool to represent commercial and industrial producers.
- Appropriative Pool to represent cities, water districts and water companies.

Watermaster Board

Calendar Year 2006

Agricultural Pool Representatives

<i>MEMBER</i>	<i>REPRESENTING</i>
Paul Hofer Alternate: Jeff Pierson	Crops
Geoffrey Vanden Heuvel Alternate: Robert Feenstra	Dairy

Non-Agricultural Pool Representatives

<i>REPRESENTATIVE</i>	<i>MEMBER ENTITY</i>
Bob Bowcock Alternate: Justin Scott-Coe	Vulcan Materials Company (Calmat Division)

Appropriative Pool Representatives

<i>REPRESENTATIVE</i>	<i>MEMBER ENTITY</i>
Paul Hamrick , Vice Chair Alternate: Jack Smith	Jurupa Community Services District
Sandra Rose , Secretary/Treasurer Alternate: Maynard Lenhart	Monte Vista Water District
Ken Willis , Chair Alternate: Tom Thomas	West End Consolidated Water Company

Municipal Water District Representatives

<i>REPRESENTATIVE</i>	<i>MEMBER ENTITY</i>
John L. Anderson Alternate: Terry Catlin	Inland Empire Utilities Agency
Bob Kuhn Alternate: David DeJesus	Three Valleys Municipal Water District
Al Lopez Alternate: John Rossi	Western Municipal Water District

Advisory Committee

Calendar Year 2006

Agricultural Pool Representatives

<i>REGULAR MEMBERS</i>	<i>REPRESENTING</i>
Nathan deBoom , Chair Glenn Durrington Alternate: Dan Hostetler	Dairy Crops
Ed Gonsman Alternate: Abyomi Sumoni	State
Robert Feenstra Pete Hall Alternate: Gary Lord	Dairy State
Peter Hettinga Alternate: Syp Vander Dussen	Dairy
Gene Koopman Robert Nobles	Dairy State

Non-Agricultural Pool Representatives

<i>REPRESENTATIVE</i>	<i>MEMBER ENTITY</i>
Steve Arbelbide Mike Thies Alternate: Tom Cruikshank	California Steel Industries (CSI) Space Center Mira Loma
Bob Bowcock , 2nd Vice-Chair Alternate: Justin Scott-Coe	Vulcan Materials Company (Calmat Division)

Appropriative Pool Representatives

<i>REPRESENTATIVE</i>	<i>MEMBER ENTITY</i>
Dave Crosley Mike Maestas Robert DeLoach Alternate: Marty Zvirbulis	Chino, City of Chino Hills, City of Cucamonga Valley Water District
Gerald Black Mike McGraw Carole McGreevy Bill Stafford Mark Kinsey Ken Jeske , Vice-Chair Henry Pepper Alternate: Raul Garibay	Fontana Union Water Company Fontana Water Company Jurupa Community Services District Marygold Mutual Water Company Monte Vista Water District Ontario, City of Pomona, City of
Charles Moorrees J. Arnold Rodriguez Anthony La Alternate: Rosemary Hoerning	San Antonio Water Company Santa Ana River Water Company Upland, City of
Anthony La Alternate: Rosemary Hoerning	West End Consolidated Water Company

Agricultural Pool Committee

Calendar Year 2006

REGULAR MEMBERS

Nathan deBoom, Chair
Gene Koopman, Vice-Chair
Glenn Durrington
Robert Feenstra
Edward Gonsman
Pete Hall
Peter Hettinga
John Huitsing
Nate Mackamul
Robert Nobles
Jeff Pierson

REPRESENTING

Dairy
Dairy
Crops
Dairy
State of California-CIW
State of California-CIM
Dairy
Dairy
State of California-CIW
State of California-CIW
Crops

ALTERNATES

Dan Hostetler
Gary Lord
Aboyomi Sunomi
Syp Vander Dussen
Peter Von Haam

REPRESENTING

Crops
State of California-CIM
State of California-CIW
Dairy
State of California-CIM

Non-Agricultural Pool Committee

Calendar Year 2006

REPRESENTATIVE

Les Richter
Steve Arbelbide, Vice-Chair

Mike Del Santo
Lisa Hamilton
David Starnes

R.E. Thrash III
Glen Whritenour
James Jenkins

Michael Thies
Alternate: **Tom Cruikshank**
Eric Wang
Bob Bowcock, Chair
Alternate: **Justin Scott-Coe**

MEMBER ENTITY

California Speedway
California Steel
Industries (CSI)
CCG Ontario, LLC (Catellus)
General Electric Company
Mobile Community Management
(Swan Lake Mobile Home Park)
Praxair
Reliant Energy, Etiwanda LLC
San Bernardino County
Department of Airports
Space Center Mira Loma
Sunkist Growers Incorporated
Vulcan Materials Company
(Calmat Division)

Appropriative Pool Committee

Calendar Year 2006

REPRESENTATIVE

Patrick Bauer
Dave Crosley
Mike Maestas
Alternate: **Ken Hackmann**
Robert DeLoach, Chair
Alternate: **Marty Zvirbulis**
Curtis Aaron
Chris Diggs
Mike McGraw
Kyle Snay
Rich Atwater
Alternate: **Tom Love**
Carole McGreevy
Bill Stafford
Mark Kinsey
Mark Kinsey, Vice-Chair
Joe Schenk
Ken Jeske
Alternates: **Mohamad El-Amamy**, **Joel Moskowitz**
Henry Pepper
Alternate: **Raul Garibay**
Michael Malpezzi
Charles Moorrees
Phil Krause

MEMBER ENTITY

Arrowhead Mountain Spring Water
Chino, City of
Chino Hills, City of
Cucamonga Valley
Water District
Fontana, City of
Fontana Union Water Company
Fontana Water Company
Golden State Water Company
Inland Empire Utilities Agency
Jurupa Community Services District
Marygold Mutual Water Company
Monte Vista Irrigation Company
Monte Vista Water District
Norco, City of
Ontario, City of
Pomona, City of
Reliant Energy
San Antonio Water Company
San Bernardino, County of
(Prado Shooting Park)
Santa Ana River Water Company
Upland, City of
West End Consolidated
Water Company
West Valley Water District

Staff

Calendar Year 2006

Kenneth R. Manning,
Chief Executive Officer

Sheri Rojo, CPA,
CFO/Asst. General Manager

Gordon Treweek, PE, PhD,
Project Engineer

Danielle Maurizio, PE,
Senior Engineer

Jim Theirl,
Water Resource Engineer

Frank Yoo,
GIS Specialist

Justin Nakano,
Environmental Specialist

Sherri Lynne Molino,
Executive Assistant

Janine Wilson,
Accountant

Paula Molter,
Secretary

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Appendices

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COURT HEARINGS AND ORDERS FISCAL YEAR 2005-2006

During the fiscal year 2005-06, several hearings were held relating to implementation of the Optimum Basin Management Program (OBMP). Hearings were held as follows with the Honorable Judge J. Michael Gunn presiding:

Hearing Date	Primary Subject Matter
June 12, 2006	<ul style="list-style-type: none"> • Change of Address
February 9, 2006	<ul style="list-style-type: none"> • Special Referee's Comments and Recommendations Concerning Motion to Reappoint the Nine-Member Board for a Further Five-Year Term • Hatch & Parent Notice of Motion and Motion in Support of Motion to Reappoint the Nine-Member Board for a Further Five Year Term; Motion to Receive and File State of the Basin Report; Points & Authorities in Support Thereof; Declaration of Michael Fife in Support Thereof • Joinder of Chino Basin Water Conservation District in Support of Motion of Chino Basin Watermaster to Reappoint Nine-Member Board for a Further Five-Year Term • Joinder of Three Valleys Municipal Water District in Support of Motion of Chino Basin Watermaster to Reappoint Nine-Member Board for a Further Five-Year Term • City of Chino Hills' Responses to Objections to Comments and Recommendations of Special Referee • Comments and Opposition to Special Referee Report of Michael Fife in Support of Opposition to Special Referee Report • Objections by Cucamonga Valley Water District to Special Referee's Report and Recommendations Concerning Motion to Reappoint the Nine-Member Board for a Further Five-Year Term • Joinder of Inland Empire Utilities Agency in Support of Motion of Chino Basin Watermaster to Reappoint Nine Member Board for a Further Five Year Term • Memorandum of City of Ontario in Support of Motion of Watermaster to Reappoint the Nine-Member Board for a Further Five-Year Term and Objections to Special Referee's Report and Recommendations • Stipulation Between Watermaster, Cucamonga Valley Water District and City of Ontario • Order Re-appointing Nine-Member Board for a Further Five Year Term
September 22, 2005	<ul style="list-style-type: none"> • Notice of ExParte Motion for Order Shortening Time for the Filing of a Motion to Schedule Board Reappointment Hearing and to Extend Term of Board Until Hearing Date; Points and Authorities in Support Thereof; Declaration of Michael T. Fife in Support Thereof; Order Granting ExParte Motion for an Order Shortening Time • Notice of Motion to Schedule Board Reappointment Hearing and to Extend Term of Board Until Hearing Date; Declaration to Michael T. Fife in Support Thereof; Order Granting Motion to Schedule Board Reappointment Hearing and to Extend Term of Board Until Hearing Date • Order and Notice of ExParte Motion to Shorten Time
September 1, 2005	<ul style="list-style-type: none"> • Notice of Continuance of Hearing to September 14, 2005
August 9, 2005	<ul style="list-style-type: none"> • Transmittal of Status Reports 12, 13, 14, and 27th Annual Report

**RESOLUTIONS
FISCAL YEAR 2005-2006**

Resolution	Adopted	Summary of Resolution
06-04	September 28, 2006	<p><i>Endorsing the Formation of the Inland Empire Landscaping Alliance</i></p> <ul style="list-style-type: none"> • The Board of the Chino Basin Watermaster supports the formation of the Inland Empire Landscaping Alliance. • The Board of the Chino Basin Watermaster will appoint Ken Manning, CEO for Chino Basin Watermaster to serve as a member of the Inland Empire Landscaping Alliance.
06-03	January 26, 2006	<p><i>Levying Replenishment and Administrative Assessments for Fiscal Year 2005-2006</i></p> <ul style="list-style-type: none"> • The Chino Basin Watermaster levies the respective assessments for each pool effective November 17, 2005 as shown on Exhibit "A" (Summary of Assessments). • Pursuant to the Judgment, each party has thirty-days from the date of invoice to remit the amount of payment for assessments due. After that date, interest will accrue on that portion which was due as provided for in Section 55 (c) of the Judgment.
06-02	January 26, 2006	<p><i>Authorizing Investment of Monies in the Local Agency Investment Fund</i></p> <ul style="list-style-type: none"> • The Board of Directors does hereby authorize the deposit and withdrawal of Chino Basin Watermaster monies in the Local Agency Investment Fund in the State Treasury in accordance with the provisions of Section 16429.1 of the Government Code for the purpose of investment as stated therein, and verification by the State Treasurer's Office of all banking information provided in that record. • The following Chino Basin Watermaster officers and designated employees or their successors in office/position shall be authorized to order the deposit or withdrawal of monies in the Local Agency Investment Fund: Chairman of the Board, Vice-Chair, Secretary/Treasurer, Chief Executive Officer/Secretary, and CFO/Asst. GM.
06-01	January 26, 2006	<p><i>Establishing a Watermaster Investment Policy</i></p> <ul style="list-style-type: none"> • The authority to invest and reinvest funds of Watermaster is hereby delegated to the Watermaster Chief Financial Officer subject to the provisions of said Investment Policy and the ongoing review and control of Watermaster and the Watermaster Advisory Committee. • This resolution shall take effect from and after its date of adoption and Resolution 00-09 is rescinded in its entirety.

HISTORY OF INTERVENTIONS AFTER THE JUDGMENT

Fiscal Year ¹	Appropriative	Non-Agricultural	Agricultural
05-06			
04-05			
03-04			
02-03	Niagara Bottling Company		
01-02	Nicholson Trust		
00-01		Loving Savior of the Hills Lutheran Church CCG Ontario, LLC (Catellus Commercial Group)	
99-00			
98-99			
97-98			Louis Badders
96-97		Mountain Vista Power Generation Company, LLC California Speedway Corporation	Paul Russavage Ambrosia Farms, Chin T. Lee
95-96	City of Fontana	General Electric Company	Elizabeth H. Rohrs Richard Van Loon S.N.S. Dairy Wineside 45 Frank Lizzaraga
94-95			
93-94			
92-93			
91-92	Arrowhead Mountain Springs Water Co.	California Steel Industries, Inc.	
90-91			
89-90	Fontana Water Company		Gary Teed

¹ Refer to the Twenty-Seventh Annual Report (Fiscal Year 2003-04) for interventions prior to 89-90.

**WATERMASTER'S "NOTICE OF INTENT" TO
CHANGE THE OPERATING SAFE YIELD OF THE
CHINO GROUNDWATER BASIN**

PLEASE TAKE NOTICE that on this 26th day of January 2006, Chino Basin Watermaster hereby files this 'NOTICE OF INTENT' to change the operating safe yield of the Chino Groundwater Basin Pursuant to the Judgment entered in Chino Basin Municipal Water District v. City of Chino, et al., San Bernardino Superior Court, Case No. RCV 51010 (formerly Case No. 164327) (Exhibit I, Paragraph 2b, Page 80).

**Approved by
CHINO BASIN WATERMASTER
ADVISORY COMMITTEE**

**CHINO BASIN WATERMASTER
BOARD OF DIRECTORS**

**By: /s/ Nathan deBoom
Nathan deBoom, Chair**

**By: /s/ Ken Willis
Ken Willis, Chair**

ATTEST:

**By: /s/ Ken Manning
Ken Manning, Secretary**

**APPROPRIATIVE RIGHTS
(ORIGINAL PER JUDGMENT)**

<u>Party</u>	<u>Appropriative Right (Acre-Feet)</u>	<u>Share of Initial Operating Safe Yield (Acre-Feet)</u>	<u>Share of Operating Safe Yield (Percent)</u>
City of Chino	5,271.70	3,670.07	6.69
City of Norco	289.50	201.55	0.37
City of Ontario	16,337.40	11,373.82	20.74
City of Pomona	16,110.50	11,215.85	20.45
City of Upland	4,097.20	2,852.40	5.20
Cucamonga County Water District	4,431.00	3,084.79	5.63
Jurupa Community Services District	1,104.10	768.66	1.40
Monte Vista County Water District	5,958.70	4,148.34	7.57
West San Bernardino County Water District	925.50	644.32	1.18
Etiwanda Water Company	768.00	534.67	0.98
Feldspar Gardens Mutual Water Company	68.30	47.55	0.09
Fontana Union Water Company	9,188.30	6,396.74	11.67
Marygold Mutual Water Company	941.30	655.32	1.20
Mira Loma Water Company	1,116.00	776.94	1.42
Monte Vista Irrigation Company	972.10	676.76	1.23
Mutual Water Company of Glen Avon Heights	672.20	467.97	0.85
Park Water Company	236.10	164.37	0.30
Pomona Valley Water Company	3,106.30	2,162.55	3.94
San Antonio Water Company	2,164.50	1,506.89	2.75
Santa Ana River Water Company	1,869.30	1,301.37	2.37
Southern California Water Company	1,774.50	1,235.38	2.25
West End Consolidated Water Company	1,361.30	947.71	1.73
Total	78,763.80	54,834.00	100.00

**APPROPRIATIVE RIGHTS
(AS OF JUNE 30, 2006)**

<u>Party</u>	<u>Appropriative Right (Acre-Feet)</u>	<u>Share of Initial Operating Safe Yield (Acre-Feet)</u>	<u>Share of Operating Safe Yield (Percent)</u>
City of Chino ^A	5,794.60	4,034.14	7.36
City of Chino Hills ^B	3,033.20	2,111.66	3.85
City of Norco	289.50	201.79	0.37
City of Ontario	16,337.40	11,373.67	20.74
City of Pomona	16,110.50	11,215.75	20.45
City of Upland	4,097.20	2,852.47	5.20
Cucamonga Valley Water District ^C	5,199.20	3,619.59	6.60
Jurupa Community Services District ^D	2,960.70	2,061.21	3.76
Monte Vista County Water District ^E	6,928.80	4,823.75	8.80
West Valley Water District ^F	925.50	644.30	1.18
Fontana Union Water Company ^G	9,188.30	6,392.00	11.66
Fontana Water Company ^H	-	1.97	0.002
Los Serranos County Club ^I	-	-	-
Marygold Mutual Water Company	941.30	655.27	1.20
Monte Vista Irrigation Company	972.10	676.65	1.23
Niagara Bottling Company ^J	-	-	-
Nicholson Trust ^K	-	4.00	0.01
San Antonio Water Company	2,164.50	1,506.84	2.75
Santa Ana River Water Company	1,869.30	1,301.21	2.37
Golden State Water Company ^L	590.70	411.26	0.75
West End Consolidated Water Company	1,361.30	947.53	1.73
San Bernardino County (Shooting Park) ^M	-	-	-
Arrowhead Mountain Springs Water Company ^N	-	-	-
City of Fontana ^O	-	-	-
Total	78,764.10	54,835.03	100.00

^A In 1990, Chino received a portion of San Bernardino County Water Works #8 (WW#8) OSY (363.790 AF) as a result of a permanent transfer.

^B WW#8 acquired a portion of the rights of Park and Pomona Valley Water Companies in 1983. City of Chino Hills incorporated in 1991 and assumed the responsibility for providing the public services formerly provided by WW#8.

^C CCWD acquired the rights to Etiwanda Water Company (upon dissolution in 1986). CCWD changed its name to CVWD in 2004.

^D JCSD acquired the rights of Mira Loma Water Company (776.940 AF), Feldspar Gardens (47.549 AF) and Mutual Water Company of Glen Avon Heights (467.974 AF).

^E MVCWD changed its name to MVWD in 1980. In 1990, MVWD received 675.610 AF of WW#8 OSY as a result of a permanent transfer.

^F WSBCWD changed its name to WVWD in 2003.

^G In FY 2001-02 5.00 AF of Safe Yield was reassigned, 1.00 AF to FWC and 4.00 AF to the Nicholson Trust.

^H FWC intervened in FY 91-92 and was assigned 1.00 AF of OSY as a result of a permanent transfer of water rights from FUWC.

^I Los Serranos intervened in FY 83-84.

^J Niagara Bottling Company intervened in FY 02-03.

^K Nicholson Trust intervened in FY 01-02.

^L SCWC permanently transferred 823.900 AF of OSY to Park Water Company in 1980. Park Water Co was acquired by WW#8, which was subsequently acquired by the City of Chino Hills. SCWC changed its name to GSWC in 2005.

^M San Bernardino County Prado Tiro (now known as Prado Shooting Park) was involuntarily reassigned to the Appropriative Pool from the Ag Pool in 1985.

^N Arrowhead intervened in FY 92-93.

^O Fontana intervened in FY 98-99.

**NON-AGRICULTURAL RIGHTS
(ORIGINAL PER JUDGMENT)**

<u>Party</u>	<u>Total Overlying Non-Agricultural Rights (Acre-Feet)</u>	<u>Share of Safe Yield (Acre-Feet)</u>
Ameron Steel Producers, Inc.	125.00	97.86
County of San Bernardino (Airport)	171.00	133.87
Conrock Company	406.00	317.84
Kaiser Steel Corporation	3,743.00	2,930.27
Red Star Fertilizer	20.00	15.66
Southern California Edison Co.	1,255.00	982.50
Space Center, Mira Loma	133.00	104.12
Southern Service Co. dba Blue Seal Linen	24.00	18.79
Sunkist Growers, Inc.	2,393.00	1,873.40
Carlsberg Mobile Home Properties, Ltd '73	593.00	464.24
Union Carbide Corporation	546.00	427.45
Quaker Chemical Co.	-	-
Total	9,409.00	7,366.00

**NON-AGRICULTURAL RIGHTS
(AS OF JUNE 30, 2006)**

<u>Party</u>	<u>Total Overlying Non-Agricultural Rights (Acre-Feet)</u>	<u>Share of Safe Yield (Acre-Feet)</u>
Ameron Steel Producers, Inc.	125.00	97.86
County of San Bernardino (Airport)	171.00	133.87
Vulcan Materials Company ^A	406.00	317.84
CCG Ontario LLC ^B	805.00	630.27
West Venture Development Co. ^C	-	-
Southern California Edison Co. ^D	37.00	27.96
Reliant Energy, Etiwanda ^E	1,219.00	954.54
Space Center, Mira Loma	133.00	104.12
Angelica Rental Service ^F	24.00	18.79
Sunkist Growers, Inc.	2,393.00	1,873.40
Swan Lake Mobile Home Park ^G	593.00	464.24
California Steel Industries ^H	1,660.00	1,300.00
Praxair ^I	546.00	427.45
General Electric Company ^J	-	-
California Speedway ^K	1,277.00	1,000.00
Loving Savior of the Hills Lutheran Church ^L	-	-
Total	9,389.00	7,350.34

^A Conrock became Calmat and in FY 99-00 became Vulcan Materials Co.

^B Kaiser Steel Corporation became Kaiser Resources and then Kaiser Venture, Inc. Kaiser sold portions of its property to CSI & Speedway, its last property holdings and all its remaining water rights to CCG Ontario LLP on August 16, 2000.

^C Anaheim Citrus became Red Star Fertilizer, West Venture Development. West Venture went out of business in 91-92.

^D A portion of SCE was sold in FY 98-99. SCE retained 27.959 AF OSY.

^E Mountain Vista Power Generating Company (MVPG) purchased the Etiwanda Generating Facility owned by SCE in FY 98-99. MVPG became Reliant Energy, Etiwanda with 954.540 AF OSY.

^F Southern Service Company became Angelica Rental Service.

^G Carlsberg Mobile Home Properties became Mobile Community Management and is known as Swan Lake Mobile Home Park.

^H California Steel Industries (CSI) intervened in FY 91-92 after purchasing land from Kaiser.

^I Union Carbide Corp. became Praxair, Inc.

^J General Electric Company intervened in FY 95-96.

^K California Speedway intervened in FY 96-97 after purchasing land from Kaiser. On August 16, 2000, Catellus permanently transferred 525.00 AF OSY to Speedway.

^L Loving Savior of the Hills Lutheran Church intervened in FY 00-01.

HISTORY OF TOTAL ANNUAL GROUNDWATER PRODUCTION BY POOL (ACRE-FEET)

Fiscal Year	Appropriative	Agricultural	Non-Agricultural	Total
74-75	70,312	96,567	8,878	175,757
75-76	79,312	95,349	6,356	181,017
76-77	72,707	91,450	9,198	173,355
77-78	60,659	83,934	10,082 ¹	154,675
78-79	60,597	73,688	7,127	141,412
79-80	63,834	69,369	7,363	140,566
80-81	70,726	68,040	5,650	144,416
81-82	66,731	65,117	5,684	137,532
82-83	63,481	56,759	2,395	122,635
83-84	70,558	59,033	3,208	132,799
84-85	76,912	55,543	2,415	134,870
85-86	80,859	52,061	3,193	136,113
86-87	84,662	59,847	2,559	147,068
87-88	91,579 ²	57,865	2,958	152,402
88-89	93,617 ³	46,762	3,619	143,998
89-90	101,344 ⁴	48,420	4,856	154,620
90-91	86,658 ⁵	48,085	5,407	140,150
91-92	91,982 ⁶	44,682	5,240	141,904
92-93	86,367 ⁷	44,092	5,464	135,923
93-94	80,798 ⁸	44,298	4,586	129,682
94-95	93,419 ⁹	55,022	4,327	152,768
95-96	101,606 ^{10, 11}	43,639	5,424	150,669
96-97	110,163 ¹¹	44,809	6,309	161,281
97-98	97,435 ¹²	43,345	4,955 ¹³	145,735
98-99	107,723	47,538	7,006	162,267
99-00	126,645	44,401	7,774	178,820
00-01	113,437 ^{11,14}	39,954	8,084	161,475
01-02	121,489 ^{11,15}	39,494	5,548	166,531
02-03	120,557 ^{11,16}	38,487 ¹¹	4,853	163,897
03-04	136,834 ¹⁷	41,978	2,915	181,727
04-05	127,811 ¹⁸	34,450	2,327	164,588
05-06	124,315 ¹⁹	33,900	3,026	161,241

¹ Includes 3,945 AF of mined water pumped by Edison as agent for IEUA.

² Does not include 7,674.3 AF exchanged with MWDSC.

³ Does not include 6,423.6 AF exchanged with MWDSC.

⁴ Does not include 16,377.1 AF exchanged with MWDSC.

⁵ Does not include 14,929.1 AF exchanged with MWDSC.

⁶ Does not include 12,202.4 AF exchanged with MWDSC.

⁷ Does not include 13,657.3 AF exchanged with MWDSC.

⁸ Does not include 20,194.7 AF exchanged with MWDSC.

⁹ Does not include 4,221.9 AF exchanged with MWDSC.

¹⁰ Does not include 6,167.2 AF exchanged with MWDSC.

¹¹ Reflects corrected production after reporting errors were accounted for.

¹² Does not include 4,275.4 AF exchanged with MWDSC.

¹³ Does not include 216.5 AF exchanged with MWDSC.

¹⁴ Does not include 7,989 AF Desalter production or 99.8 AF Dept. of Toxic Substances Control (DTSC) production.

¹⁵ Does not include 9,458 AF Desalter production or 80.8 AF Dept. of Toxic Substances Control (DTSC) production.

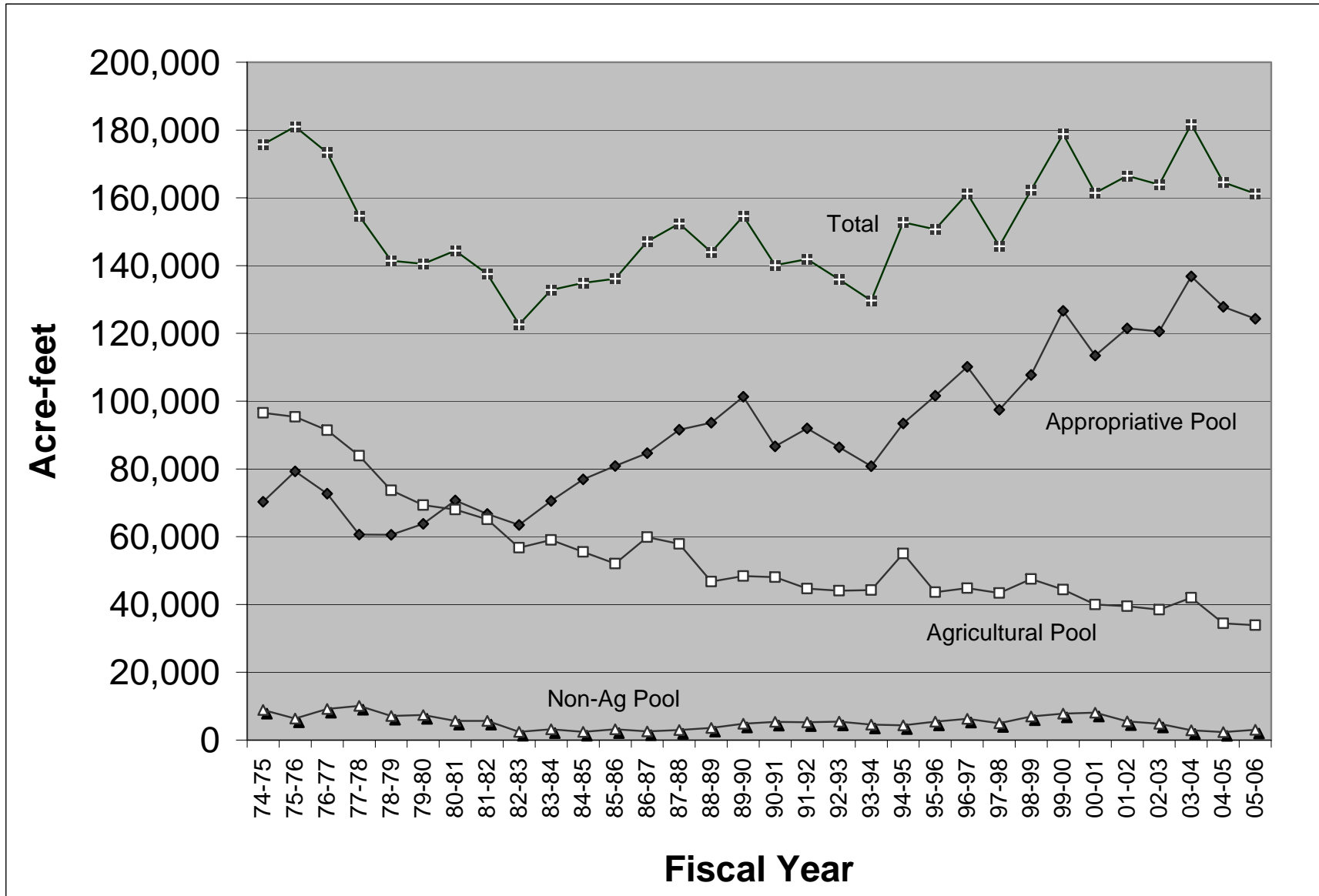
¹⁶ Does not include 10,439 AF Desalter production or 79.1 AF Dept. of Toxic Substances Control (DTSC) production.

¹⁷ Does not include 10,605 AF Desalter production or 79.1 AF Dept. of Toxic Substances Control (DTSC) production.

¹⁸ Does not include 9,854 AF Desalter production or 80.7 AF Dept. of Toxic Substances Control (DTSC) production.

¹⁹ Does not include 16,476 AF Desalter production or 79.5 AF Dept. of Toxic Substances Control (DTSC) production.

HISTORY OF TOTAL ANNUAL GROUNDWATER PRODUCTION BY POOL



**HISTORY OF REALLOCATION OF UNPRODUCED
AGRICULTURAL POOL SAFE YIELD¹
(ACRE-FEET)**

Fiscal Year	Land Use Conversions	Remaining 50% Allocated	Balance Available	Total Ag Pool Reallocated to Appropriators
83-84	297	297	25,762	26,355 ²
84-85	297	297	18,543	19,136
85-86	406	406	21,091	21,902
86-87	406	406	36,348	37,159
87-88	2,028	2,028	74,433	78,489 ³
88-89	406	406	24,124	24,935
89-90	406	406	35,227	36,038
90-91	406	406	33,569	34,380
91-92	406	406	33,904	34,715
92-93	406	406	37,307	38,118
93-94	406	406	37,897	38,708
94-95	3,246	406	34,850	38,502
95-96	5,855	5,855	16,067	27,778
96-97	6,310	6,310	26,541	39,161
97-98	7,213	7,213	23,565	37,991
98-99	8,511	8,511	22,433	39,455
99-00	10,471	N/A	63,191	73,662 ⁴
00-01	13,920	N/A	28,926	42,846
01-02	14,133	N/A	29,173	43,306
02-03	16,480	N/A	27,833	44,313
03-04	17,510 ⁵	N/A	23,312	40,822
04-05	19,013	N/A	29,336	48,350
05-06	20,370	N/A	28,530	48,900

¹ Source: Watermaster Annual Reports and Assessment Packages.

² First-year reallocation occurred under the Judgment.

³ Appropriators agree to pay Ag Pool assessments. Reallocation procedure changed by agreement.

⁴ Peace Agreement signed. Appropriators agree to pay Ag Pool assessments for life of Peace Agreement. Procedure changed by agreement. Ag Pool Annual Safe Yield is 82,800 AF.

⁵ After duplication of conversion areas were identified, Jurupa's Pre-Peace Agreement acres were adjusted (337.6 acres), and Post-Peace Agreement acres were adjusted (846.4 acres).

**TOTAL WATER CONSUMPTION WITHIN THE CHINO BASIN¹
(ACRE-FEET)**

Fiscal Year	Chino Basin Extractions²	Other Imported Supplies³	Total
74-75	175,757	49,383	225,140
75-76	181,017	57,686	238,703
76-77	173,355	55,765	229,120
77-78	154,675	61,567	216,242
78-79	142,412 ⁴	75,864	218,276
79-80	140,566	70,727	211,293
80-81	144,416	77,765	222,181
81-82	137,532	67,491	205,023
82-83	122,635	76,000	198,635
83-84	132,799	99,257	232,056
84-85	134,870	92,952	227,822
85-86	136,113	114,624	250,737
86-87	147,068	126,493	273,561
87-88	152,402	116,175	268,577
88-89	143,998	128,167	272,165
89-90	154,620	139,004	293,624
90-91	140,151	116,493	256,644
91-92	141,904	104,480	246,384
92-93	135,923	117,205	253,128
93-94	129,682	136,038	265,720
94-95	152,768	116,797	269,565
95-96	150,669 ⁴	130,494	281,163
96-97	161,281 ⁴	115,031	276,312
97-98	145,735	106,360	252,095
98-99	162,267	113,040	275,307
99-00	178,820	129,208	308,028
00-01	161,475 ⁴	128,596	290,071
01-02	165,898	140,907	306,805
02-03	163,897	134,154 ⁴	298,051
03-04	181,727	143,989	325,716
04-05	164,588	145,644	310,232
05-06	161,241	171,896	333,137

¹ Total includes water used over Cucamonga Basin.

² See Appendix G-1, "History of Total Annual Groundwater Production by Pool."

³ Total does not include cyclic deliveries, water delivered by exchange, or water from direct spreading that was used for replenishment.

⁴ Reflects corrected value.

**SUMMARY OF SUPPLEMENTAL SUPPLIES
FISCAL YEAR 2005-2006
(ACRE-FEET)**

Member Agency	Other Basins	Surface Diversions	SBVMWD & MWDSC Imported Deliveries	Reclaimed Water	Total
Chino, City of	-	-	-	1,874.0	1,874.0
Chino Hills, City of	-	-	-	1,058.4	1,058.4
Cucamonga Valley Water District ¹	7,000.6	5,575.3	-	312.5	12,888.3
Inland Empire Utilities Agency ²	-	-	-	1,798.4	1,798.4
Fontana Water Company ³	22,187.0	9,939.5	508.4	-	32,634.9
Jurupa Community Services District ⁴	165.7	-	-	119.6	285.3
Marygold Mutual Water Company ⁵	1,256.2	-	-	-	1,256.2
MWDSC ⁶	-	-	80,091.0	-	80,091.0
Monte Vista Water District	-	-	-	54.6	54.6
Ontario, City of	-	-	-	2,085.9	2,085.9
Pomona, City of ⁷	5,678.0	2,709.6	3,014.5	-	11,402.1
San Antonio Water Company ⁸	6,641.9	347.6	-	-	6,989.5
San Bernardino, County of	-	-	-	1,421.0	1,421.0
State of California, CIM ⁹	-	-	-	1,121.3	1,121.3
Upland, City of ¹⁰	4,018.0	1,134.7	-	167.3	5,319.9
West End Consolidated Water Company ¹¹	3,397.9	-	-	-	3,397.9
West Valley Water District ¹²	8,217.8	-	-	-	8,217.8
Total	58,563.0	19,706.6	83,613.9	10,012.9	171,896.5

¹ Includes groundwater produced from Cucamonga Basin and surface water from Lloyd Michaels, Royer-Nesbit, and Arthur H. Bridge WTPs, and Deer Canyon.

² IEUA provided 9,252.7 AF of reclaimed water as follows: 1,421.0 AF to San Bernardino County, 1,586.8 AF to Ontario, 1,751.6 AF to the City of Chino, 947.9 AF to the City of Chino Hills, and 38.7 AF to Cucamonga Valley Water District. Groundwater recharge in the amount of 1,708.4 AF is shown as allocated within each service area.

³ Imported groundwater produced from Colton/Rialto, Lytle, and "unnamed" Basins. Surface water deliveries are from Lytle Creek.

⁴ Imported groundwater produced from Riverside Basins. Reclaimed water is purchased through IEUA.

⁵ Imported groundwater produced from wells located in the Rialto Basin.

⁶ MWDSC and SBVMWD deliveries (See Appendix K, "Summary of MWDSC Deliveries," for individual agencies breakdown).

⁷ Includes 5,058.054 AF of groundwater from Six Basins and 619.975 AF of groundwater from Spadra Basin. Imported water was delivered through TVMWD.

⁸ An amount of 347.599 AF was treated local canyon flow used in the overlying Chino Basin. The imported groundwater was 2,394.195 AF from San Antonio Tunnel, 4,247.692 AF from Cucamonga Basin, and 0 AF from Six Basins.

⁹ Reclaimed wastewater that was applied to fields, including water held in storage ponds.

¹⁰ Imported groundwater produced from Cucamonga and Six Basins. Surface water deliveries are from the San Antonio Canyon WTP. Reclaimed water includes water from the Upland Hills Country Club Sewage Treatment Plant.

¹¹ Imported groundwater produced from Cucamonga and Six Basins.

¹² Listed amount was delivered to "meter book" service area.

**SUMMARY OF MWDSC DELIVERIES
FISCAL YEAR 2005-2006
(ACRE-FEET)**

Month	Water Facilities Authority - CB-12					
	Upland	MVWD	Ontario	Chino	Chino Hills ¹	Total
July	1,304	2,260	1,599	670	1,810	7,643
August	848	2,207	1,609	651	1,783	7,097
September	496	1,899	1,526	633	1,445	5,999
October	381	1,487	1,507	587	1,006	4,968
November	203	1,273	1,138	408	867	3,888
December	375	1,304	910	416	900	3,904
January	293	844	658	381	679	2,855
February	406	679	503	344	575	2,508
March	94	444	583	381	304	1,805
April	5	603	682	375	401	2,066
May	261	1,213	928	383	900	3,685
June	287	1,854	698	361	1,382	4,581
Total	4,952	16,066	12,341	5,592	12,049	50,999

Month	Reliant	Cucamonga Valley Water District			Pomona	Total
	CB-01	CB-07	CB-16	Sub-Total		
July	-	0.1	4,197	4,197	427	12,268
August	-	-	4,262	4,262	436	11,795
September	-	-	3,564	3,564	368	9,931
October	-	-	2,846	2,846	292	8,107
November	-	-	2,116	2,116	232	6,237
December	-	-	1,676	1,676	163	5,743
January	-	-	1,332	1,332	116	4,303
February	-	-	1,704	1,704	126	4,337
March	-	-	425	425	136	2,366
April	-	-	759	759	134	2,960
May	-	-	2,533	2,533	214	6,431
June	-	-	3,678	3,678	370	8,629
Total	-	0.1	29,092	29,092	3,014	83,105

¹ Total includes water delivered directly from WFA and from WFA through MVWD by agreement.

**SUMMARY OF CONJUNCTIVE USE, REPLENISHMENT, AND CYCLIC ACTIVITIES
FISCAL YEAR 2005-2006
(ACRE-FEET)**

	July	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	Total
Conjunctive Use, All Parties - Storage													
Direct													
Monte Vista Water District	-	-	-	-	-	-	-	-	-	-	-	-	-
In-Lieu													
Chino Basin Watermaster	-	-	-	-	-	-	-	-	-	-	-	-	-
Chino, City of ¹	-	-	-	294.8	224.9	212.6	156.7	93.4	198.7	238.1	80.8	-	1,500.0
Chino Hills, City of ¹	-	600.0	550.0	700.0	600.0	350.0	150.0	150.0	150.0	150.0	150.0	-	3,550.0
Cucamonga Valley Water District	-	-	-	-	-	-	-	-	-	-	-	-	-
Jurupa Community Services District	-	-	-	-	-	-	-	-	-	-	-	-	-
Monte Vista Water District	950.0	950.0	950.0	700.0	550.0	600.0	600.0	450.0	280.0	450.0	800.0	1,220.0	8,500.0
Ontario, City of	599.0	609.0	-	-	-	-	-	-	-	-	-	-	1,208.0
Pomona, City of	516.5	719.6	649.8	514.8	470.6	226.8	106.0	65.9	2.2	24.9	200.1	586.6	4,083.8
Upland, City of	1,304.0	847.7	495.7	353.6	-	-	-	-	-	-	-	-	3,001.0
	3,369.5	3,726.3	2,645.5	2,563.2	1,845.5	1,389.4	1,012.7	759.3	630.9	863.0	1,230.9	1,806.6	21,842.8
Total Storage	3,369.5	3,726.3	2,645.5	2,563.2	1,845.5	1,389.4	1,012.7	759.3	630.9	863.0	1,230.9	1,806.6	21,842.8
Replenishment Deliveries to Watermaster													
Obligation = 42,360.28 AF (24,617.447 over-production + 11,022.443 carryover + 1,554.4 carryover MZ-1 + 5,165.99 carryover Jurupa correction)													
Direct													
CB-11T (Deer Creek)	-	-	-	-	-	211.2	108.7	-	-	-	-	26.2	346.1
CB-13T (San Sevaine)	434.5	421.6	1,106.9	555.1	1,141.9	963.1	944.2	987.6	420.2	-	1,248.1	949.0	9,172.2
CB-14T (Etiwanda) ²	102.1	126.8	101.2	88.0	247.7	208.1	214.3	220.7	276.5	297.5	307.4	297.5	2,487.8
CB-15T (Day Creek)	158.8	511.1	647.2	295.2	277.0	255.6	332.4	261.5	58.2	-	-	12.9	2,809.9
CB-18T (Etiwanda Inter-tie)	334.8	407.8	70.7	-	-	1.4	-	-	-	-	-	13.7	828.4
OC-59 (San Antonio)	457.9	286.3	1,487.1	1,374.9	1,899.8	1,978.9	1,948.0	1,997.6	1,287.9	2,271.5	1,635.0	2,298.3	18,923.2
	1,488.1	1,753.6	3,413.1	2,313.2	3,566.4	3,618.3	3,547.6	3,467.4	2,042.8	2,569.0	3,190.5	3,597.6	34,567.6
Purchased from Cyclic Acct	-	-	-	-	-	-	-	-	-	-	-	1,660.4	1,660.4
Total Replenishment	1,488.1	1,753.6	3,413.1	2,313.2	3,566.4	3,618.3	3,547.6	3,467.4	2,042.8	2,569.0	3,190.5	5,258.0	36,228.0

¹ Includes 1,500.0 AF of voluntary forbearance water.

² Includes water that was used by Yeager Construction for dust control and later recharged (41.4 AF through June).

**SUMMARY OF STORMWATER RECHARGE
FISCAL YEAR 2005-2006
(ACRE-FEET)**

	July	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	Total
San Antonio Channel / CB-59													
College Heights East (MZ1)	-	-	-	-	-	-	-	-	-	-	-	-	-
College Heights West (MZ1)	92.0	16.0	-	-	-	-	-	-	-	-	-	-	108.0
Upland (MZ1)	-	-	-	20.0	-	4.0	15.0	70.0	95.0	5.0	5.0	-	214.0
Montclair 1, 2, 3, 4 (MZ1)	391.0	-	-	78.0	-	55.0	40.0	288.0	306.0	95.0	38.0	5.0	1,296.0
Brooks (MZ1)	-	-	-	6.0	-	12.0	12.0	116.0	205.0	156.0	17.0	-	524.0
West Cucamonga Channel													
15th Street (MZ1)	-	-	-	-	-	-	-	-	-	-	-	-	-
8th Street (MZ1)	-	-	60.0	73.0	60.0	60.0	66.0	187.0	216.0	153.0	31.0	12.0	918.0
7th Street (MZ1)	-	-	-	60.0	-	-	50.0	56.0	110.0	77.0	-	-	353.0
Ely 1 (MZ2)	-	-	-	198.0	-	-	183.0	267.0	338.0	362.0	35.0	26.0	1,409.0
Ely 2 (MZ2)	-	-	-	-	-	-	-	-	-	-	-	-	-
Ely 3 (MZ2)	-	-	-	-	15.0	107.0	-	-	-	-	-	-	122.0
Riverside Drive Drain													
Grove (MZ2)	-	-	-	-	-	-	-	-	75.0	41.0	17.0	-	133.0
Cucamonga/Deer Creek Ch / CB-11													
Turner 1 & 2 (MZ2)	-	-	89.0	95.0	179.0	238.0	192.0	152.0	427.0	390.0	97.0	11.0	1,870.0
Turner 3 & 4 (MZ2)	-	-	-	-	-	34.0	36.0	71.0	171.0	260.0	72.0	61.0	705.0
Day Creek Channel / CB-15													
Lower Day (MZ2)	-	-	-	15.0	-	9.0	24.0	44.0	147.0	246.0	124.0	15.0	624.0
Wineville (MZ3)	-	-	-	-	-	-	-	-	-	-	-	-	-
Riverside (MZ3)	-	-	-	-	-	-	-	-	-	-	-	-	-
Etiwanda Channel / CB-14													
Etiwanda Debris Basin (MZ2)	-	-	-	20.0	-	-	-	-	-	-	-	-	20.0
Victoria (MZ2)	-	-	-	49.0	-	6.0	22.0	43.0	110.0	59.0	29.0	12.0	330.0
Conservation Ponds (MZ3)	-	-	-	-	-	-	-	-	-	-	-	-	-
San Sevaine Channel / CB-13													
San Sevaine 1 (MZ2)	-	-	-	20.0	-	23.0	24.0	136.0	544.0	1,187.0	138.0	-	2,072.0
San Sevaine 2 (MZ2)	-	-	-	-	-	-	-	-	-	-	-	-	-
San Sevaine 3 (MZ2)	-	-	-	-	-	-	-	-	-	-	-	-	-
San Sevaine 4 & 5 (MZ2)	-	-	-	-	-	-	-	-	-	-	-	-	-
San Sevaine Reach (MZ3)	-	-	-	-	-	-	-	-	-	-	-	-	-
Jurupa (MZ3)	-	-	-	-	-	-	-	-	-	-	-	-	-
West Fontana Channel / CB-18													
Hickory (MZ2)	123.0	-	60.0	22.0	-	8.0	13.0	35.0	27.0	43.0	77.0	30.0	438.0
Banana (MZ3)	-	79.0	-	29.0	-	19.0	6.0	22.0	55.0	36.0	54.0	-	300.0
DeClez Channel													
RP3 Cell 1a (MZ3)	-	-	-	-	-	60.0	33.0	64.0	161.0	127.0	37.0	25.0	507.0
RP3 Cell 3b (MZ3)	31.0	31.0	60.0	78.0	60.0	-	-	-	-	-	-	-	260.0
DeClez (MZ3)	11.0	11.0	30.0	114.0	30.0	30.0	35.0	110.0	191.0	101.0	58.0	16.0	737.0
Totals	648.0	137.0	299.0	877.0	344.0	665.0	751.0	1,661.0	3,178.0	3,338.0	829.0	213.0	12,940.0

APPROPRIATIVE POOL WATER PRODUCTION SUMMARY FISCAL YEAR 2005-2006



Assessment Year 2006-2007 (Production Year 2005-2006)

Pool 3 Water Production Summary

	Percent of Safe Operating Yield	Assigned Share of Operating Safe Yield	Carryover Beginning Balance	Prior Year Adjustments	2% Carryover Storage Loss	Net Ag Pool Reallocation	Water Transaction Activity
Arrowhead Mtn Spring Water Co	0.00%	0.000	0.000	0.000	0.000	0.000	0.000
Chino Hills, City Of	3.85%	2,111.422	1,994.699	0.000	(39.893)	2,086.031	110.500
Chino, City Of	7.36%	4,033.857	4,033.857	0.000	(80.677)	7,982.063	(5,227.600)
Cucamonga Valley Water District	6.60%	3,619.454	3,619.454	0.000	(72.389)	2,481.622	19,740.104
Desalter Authority	0.00%	0.000	0.000	0.000	0.000	0.000	0.000
Fontana Union Water Company	11.66%	6,391.736	0.000	0.000	0.000	3,325.728	(11,116.304)
Fontana Water Company	0.00%	1.000	0.000	0.000	0.000	834.571	9,508.623
Golden State Water Company	0.75%	411.476	411.476	0.000	(8.229)	213.974	0.000
Inland Empire Utilities Agency	0.00%	0.000	0.000	0.000	0.000	0.000	0.000
Jurupa Community Services District	3.76%	2,061.118	0.000	0.000	0.000	11,941.834	2,000.000
Los Serranos Country Club	0.00%	0.000	0.000	0.000	0.000	0.000	0.000
Marygold Mutual Water Company	1.20%	655.317	655.317	0.000	(13.106)	340.932	0.000
Metropolitan Water District	0.00%	0.000	0.000	0.000	0.000	0.000	0.000
Monte Vista Irrigation Company	1.23%	676.759	232.195	0.000	(4.643)	352.059	(1,050.000)
Monte Vista Water District	8.80%	4,823.954	0.000	0.000	0.000	2,564.849	6,104.600
Niagara Water Company	0.00%	0.000	0.000	0.000	0.000	0.000	0.000
Nicholson Trust	0.01%	4.000	4.000	0.000	(0.080)	1.997	(8.623)
Norco, City Of	0.37%	201.545	201.545	0.000	(4.030)	104.990	0.000
Ontario, City Of	20.74%	11,373.816	65.706	0.000	(1.314)	7,060.525	16,499.100
Pomona, City Of	20.45%	11,215.852	3,338.032	0.000	(66.760)	5,835.502	(2,500.000)
San Antonio Water Company	2.75%	1,506.888	1,506.888	0.000	(30.137)	781.001	0.000
San Bernardino County Shtg Prk	0.00%	0.000	0.000	0.000	0.000	0.000	0.000
Santa Ana River Water Company	2.37%	1,301.374	781.166	0.000	(15.623)	677.014	(2,000.000)
Upland, City Of	5.20%	2,852.401	2,852.401	0.000	(57.048)	1,484.124	14,549.000
West End Consolidated Water Company	1.73%	947.714	947.714	0.000	(18.954)	492.996	0.000
West Valley Water District	1.18%	644.317	644.317	0.000	(12.886)	335.226	0.000
	100%	54,834.000	21,288.767	0.000	(425.769)	48,900.039	46,609.400
Less Desalter Production							
Total Assessable Production							

New Yield	Annual Production Right	Actual Fiscal Year Production	Storage and Recovery Program(s)	Total Production and Exchanges	Net Over-Production		Under Production Balances		
					85/15%	100%	Total Under-Produced	Carryover: Next Year Begin Bal	To Excess Carryover Account
0.000	0.000	259.794	0.000	259.794	0.000	259.794	0.000	0.000	0.000
462.120	6,724.879	458.263	2,380.755	2,839.018	0.000	0.000	3,885.861	2,111.422	1,774.439
882.839	11,624.339	3,261.913	1,500.000	4,761.913	0.000	0.000	6,862.425	4,033.857	2,828.568
792.120	30,180.364	14,458.036	0.000	14,458.036	0.000	0.000	15,722.328	3,619.454	12,102.874
0.000	0.000	16,475.802	0.000	16,475.802	0.000	16,475.801	0.000	0.000	0.000
1,398.840	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
0.240	10,344.433	15,137.240	0.000	15,137.240	4,792.806	0.000	0.000	0.000	0.000
90.000	1,118.697	438.343	0.000	438.343	0.000	0.000	680.354	411.476	268.878
0.000	0.000	0.675	0.000	0.675	0.675	0.000	0.000	0.000	0.000
451.080	16,454.032	17,557.881	0.000	17,557.881	1,103.848	0.000	0.000	0.000	0.000
0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
143.400	1,781.860	136.390	0.000	136.390	0.000	0.000	1,645.469	655.317	990.152
0.000	0.000	1.000	0.000	1.000	0.000	1.000	0.000	0.000	0.000
148.080	354.449	0.000	0.000	0.000	0.000	0.000	354.449	354.449	0.000
1,055.640	14,549.042	8,337.713	8,500.000	16,837.713	2,288.671	0.000	0.000	0.000	0.000
0.000	0.000	762.584	0.000	762.584	0.000	762.584	0.000	0.000	0.000
0.840	2.134	0.000	0.000	0.000	0.000	0.000	2.134	2.134	0.000
44.160	548.209	0.000	0.000	0.000	0.000	0.000	548.209	201.545	346.664
2,489.040	37,486.873	28,419.444	1,208.000	29,627.444	0.000	0.000	7,859.429	7,859.429	0.000
2,454.480	20,277.106	9,945.481	4,083.800	14,029.281	0.000	0.000	6,247.825	6,247.825	0.000
329.760	4,097.400	1,837.317	0.000	1,837.317	0.000	0.000	2,260.083	1,506.888	753.195
0.000	0.000	12.640	0.000	12.640	12.640	0.000	0.000	0.000	0.000
284.760	1,028.691	415.129	0.000	415.129	0.000	0.000	613.562	613.562	0.000
624.240	22,305.118	2,201.744	3,001.000	5,202.744	0.000	0.000	17,102.374	2,852.401	14,249.973
207.360	2,576.830	0.000	0.000	0.000	0.000	0.000	2,576.830	947.714	1,629.116
141.000	1,751.974	0.000	0.000	0.000	0.000	0.000	1,751.974	644.317	1,107.657
11,999.999	183,206.430	120,117.387	20,673.555	140,790.942	8,198.640	17,499.179	68,113.306	32,061.790	36,051.516
				16,475.802					
				124,315.140					

APPROPRIATIVE POOL STORAGE ACCOUNT TRANSACTIONS FISCAL YEAR 2005-2006



Assessment Year 2006-2007 (Production Year 2005-2006)

Pool 3 Storage Account Transactions

	Storage and Recovery Program(s)				Excess Carry Over		
	Carryover Beginning Balance	2% Carryover Storage Loss	Storage Exchanges	Ending Balance	Carryover Beginning Balance	2% Carryover Storage Loss	Transfers to / from
Arrowhead Mtn Spring Water Co	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Chino Hills, City Of	0.000	0.000	0.000	0.000	784.764	(15.695)	(5,000.000)
Chino, City Of	0.000	0.000	0.000	0.000	6,122.281	(122.445)	0.000
Cucamonga Valley Water District	0.000	0.000	0.000	0.000	5,212.539	(104.250)	(2,500.000)
Desalter Authority	0.000	0.000	0.000	0.000	12,448.973	(248.979)	(11,579.128)
Fontana Union Water Company	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Fontana Water Company	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Golden State Water Company	0.000	0.000	0.000	0.000	595.377	(11.907)	0.000
Inland Empire Utilities Agency	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Jurupa Community Services District	0.000	0.000	0.000	0.000	5,847.112	(116.942)	0.000
Los Serranos Country Club	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Marygold Mutual Water Company	0.000	0.000	0.000	0.000	2,528.587	(50.571)	0.000
Metropolitan Water District	38,754.200	(775.084)	20,673.555	58,652.671	0.000	0.000	0.000
Monte Vista Irrigation Company	0.000	0.000	0.000	0.000	220.810	(4.416)	0.000
Monte Vista Water District	0.000	0.000	0.000	0.000	1,300.000	(26.000)	0.000
Niagara Water Company	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Nicholson Trust	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Norco, City Of	0.000	0.000	0.000	0.000	387.752	(7.755)	0.000
Ontario, City Of	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Pomona, City Of	0.000	0.000	0.000	0.000	0.000	0.000	0.000
San Antonio Water Company	0.000	0.000	0.000	0.000	11,598.448	(231.968)	(5,000.000)
San Bernardino County Shtg Prk	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Santa Ana River Water Company	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Upland, City Of	0.000	0.000	0.000	0.000	6,512.994	(130.259)	(16,000.000)
West End Consolidated Water Company	0.000	0.000	0.000	0.000	18,071.764	(361.435)	(14,425.000)
West Valley Water District	0.000	0.000	0.000	0.000	4,448.975	(88.979)	(2,500.000)
	38,754.200	(775.084)	20,673.555	58,652.671	76,080.376	(1,521.601)	(57,004.128)

Account (ECO)			Local Supplemental Storage Account						Combined
From Local Supplemental Storage	From Under Production	Ending Balance	Carryover Beginning Balance	2% Carryover Storage Loss	Transfers to / from	MZI 6,500 Eligible for Storage	Transfer to Excess Carryover	Ending Balance	Combined Storage Account Balance
0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
2,456.492	1,774.439	0.000	8,395.070	(167.901)	0.000	59.860	(2,456.492)	5,830.537	5,830.537
0.000	2,828.568	8,828.404	3,583.108	(71.662)	0.000	114.357	0.000	3,625.803	12,454.207
0.000	12,102.874	14,711.163	13,804.149	(276.082)	0.000	102.606	0.000	13,630.673	28,341.836
0.000	0.000	620.866	0.000	0.000	0.000	0.000	0.000	0.000	620.866
0.000	0.000	0.000	2,091.803	(41.836)	0.000	181.196	0.000	2,231.164	2,231.164
0.000	0.000	0.000	0.000	0.000	0.000	0.031	0.000	0.031	0.031
0.000	268.878	852.348	1,784.584	(35.691)	0.000	11.658	0.000	1,760.551	2,612.899
0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
0.000	0.000	5,730.170	1,163.208	(23.264)	0.000	58.430	0.000	1,198.374	6,928.544
0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
0.000	990.152	3,468.168	2,266.309	(45.326)	0.000	18.575	0.000	2,239.558	5,707.726
0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	58,652.671
0.000	0.000	216.394	7,397.170	(147.943)	0.000	19.181	0.000	7,268.408	7,484.802
0.000	0.000	1,274.000	6,689.557	(133.791)	0.000	136.741	0.000	6,692.506	7,966.506
0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
0.000	0.000	0.000	0.623	(0.012)	0.000	0.109	0.000	0.720	0.720
0.000	346.664	726.661	113.876	(2.277)	0.000	5.720	0.000	117.319	843.980
0.000	0.000	0.000	15,642.390	(312.847)	0.000	322.414	0.000	15,651.957	15,651.957
0.000	0.000	0.000	15,168.426	(303.368)	0.000	317.937	0.000	15,182.995	15,182.995
0.000	753.195	7,119.675	850.358	(17.007)	0.000	42.715	0.000	876.066	7,995.741
0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
0.000	0.000	0.000	559.956	(11.199)	0.000	36.886	0.000	585.643	585.643
0.000	14,249.973	4,632.708	8,440.091	(168.801)	0.000	80.860	0.000	8,352.150	12,984.858
0.000	1,629.116	4,914.445	534.723	(10.694)	0.000	26.860	0.000	550.889	5,465.334
0.000	1,107.657	2,967.653	363.599	(7.271)	0.000	18.264	0.000	374.592	3,342.245
2,456.492	36,051.516	56,062.655	88,848.999	(1,776.972)	0.000	1,554.400	(2,456.492)	86,169.935	200,885.261

APPROPRIATIVE POOL ASSESSMENT FEE SUMMARY FISCAL YEAR 2005-2006



Assessment Year 2006-2007 (Production Year 2005-2006)

Pool 3 Assessment Fee Summary

	Appropriative Pool			Ag Pool SY Reallocation			Replen
	AF Production	\$6.23 AF/Admin	\$34.49 AF/OBMP	AF Total Reallocation	\$211,094.00 \$4.32 AF/Admin	\$1,169,048.00 \$23.91 AF/OBMP	\$37.65 AF/15%
Arrowhead Mtn Spring Water Co	259.794	1,618.52	8,960.30	0.000	0.00	0.00	0.00
Chino Hills, City Of	2,839.018	17,687.08	97,917.72	2,086.031	9,005.08	49,870.51	8,030.57
Chino, City Of	4,761.913	29,666.72	164,238.38	7,982.063	34,457.35	190,826.34	13,469.75
Cucamonga Valley Water District	14,458.036	90,073.56	498,657.66	2,481.622	10,712.78	59,327.86	40,896.63
Fontana Union Water Company	0.000	5.00	0.00	3,325.728	14,356.66	79,507.83	0.00
Fontana Water Company	15,137.240	94,305.00	522,083.39	834.571	3,602.71	19,951.99	42,817.85
Golden State Water Company	438.343	2,730.87	15,118.43	213.974	923.69	5,115.46	1,239.91
Inland Empire Utilities Agency	0.675	5.00	23.28	0.000	0.00	0.00	1.91
Jurupa Community Services District	17,557.881	109,385.60	605,571.30	11,941.834	51,551.07	285,492.15	49,664.98
Los Serranos Country Club	0.000	5.00	0.00	0.000	0.00	0.00	0.00
Marygold Mutual Water Company	136.390	849.71	4,704.09	340.932	1,471.75	8,150.63	0.00
Metropolitan Water District	1.000	6.23	34.49	0.000	0.00	0.00	0.00
Monte Vista Irrigation Company	0.000	5.00	0.00	352.059	1,519.78	8,416.63	0.00
Monte Vista Water District	16,837.713	104,898.95	580,732.73	2,564.849	11,072.06	61,317.56	47,627.89
Niagara Water Company	762.584	4,750.90	26,301.52	0.000	0.00	0.00	0.00
Nicholson Trust	0.000	5.00	0.00	1.997	8.62	47.74	0.00
Norco, City Of	0.000	5.00	0.00	104.990	453.23	2,509.98	0.00
Ontario, City Of	29,627.444	184,578.97	1,021,850.53	7,060.525	30,479.21	168,795.22	83,805.47
Pomona, City Of	14,029.281	87,402.42	483,869.90	5,835.502	25,190.97	139,508.72	0.00
San Antonio Water Company	1,837.317	11,446.48	63,369.06	784.001	3,384.41	18,743.03	5,197.11
San Bernardino County Shtg Prk	12.640	78.75	435.97	0.000	0.00	0.00	35.76
Santa Ana River Water Company	415.129	2,586.25	14,317.78	677.014	2,922.57	16,185.30	1,174.25
Upland, City Of	5,202.744	32,413.09	179,442.63	1,484.124	6,406.74	35,480.80	14,716.71
West End Consolidated Water Company	0.000	5.00	0.00	492.996	2,128.19	11,786.01	0.00
West Valley Water District	0.000	5.00	0.00	335.226	1,447.12	8,014.21	0.00
	124,315.140	774,519.12	4,287,629.18	48,900.039	211,094.00	1,169,048.00	308,678.80

ishment Assessments		85/15 Water Transaction Activity				ASSESSMENTS DUE				
\$213.35 AF/85%	\$251.00 AF/100%	15% Producer Credits	15% Pro-rated Debits	Pomona Credit	Previous Year Adj	Total Production Based	MZ1 Supp- lemental Water	Recharge Debt Payment	Total Due	
0.00	65,208.29	0.00	0.00	0.00	0.00	75,787.11	0.00	0.00	75,787.11	
0.00	0.00	(160,650.00)	29,027.07	2,567.35	0.00	53,455.37	0.00	52,296.58	105,751.95	
0.00	0.00	0.00	48,687.40	4,904.69	0.00	486,250.63	0.00	99,908.06	586,158.69	
0.00	0.00	(81,675.00)	147,823.80	4,400.89	0.00	770,217.99	0.00	89,641.58	859,859.57	
0.00	0.00	0.00	0.00	7,771.37	0.00	101,640.87	0.00	158,302.06	259,942.93	
1,022,545.16	0.00	(63,281.71)	154,768.21	1.33	0.00	1,796,793.94	0.00	27.16	1,796,821.10	
0.00	0.00	0.00	4,481.76	500.00	0.00	30,110.14	0.00	10,185.00	40,295.14	
144.01	0.00	0.00	6.90	0.00	0.00	181.10	0.00	0.00	181.10	
235,505.97	0.00	0.00	179,517.65	2,506.01	0.00	1,519,194.74	0.00	51,047.22	1,570,241.96	
0.00	0.00	0.00	0.00	0.00	0.00	5.00	0.00	0.00	5.00	
0.00	0.00	0.00	0.00	796.67	0.00	15,972.85	0.00	16,228.10	32,200.95	
0.00	251.00	0.00	0.00	0.00	0.00	291.72	0.00	0.00	291.72	
0.00	0.00	(37,485.00)	0.00	822.67	0.00	(26,720.91)	0.00	16,757.72	(9,963.19)	
488,287.96	0.00	0.00	172,154.42	5,864.70	0.00	1,471,956.27	0.00	119,463.26	1,591,419.53	
0.00	191,408.58	0.00	0.00	0.00	0.00	222,461.00	0.00	0.00	222,461.00	
0.00	0.00	0.00	0.00	4.67	0.00	66.03	0.00	95.06	161.09	
0.00	0.00	0.00	0.00	245.33	0.00	3,213.54	0.00	4,997.44	8,210.98	
0.00	0.00	0.00	302,920.91	13,828.07	0.00	1,806,258.38	0.00	281,676.36	2,087,934.74	
0.00	0.00	0.00	0.00	(53,030.93)	0.00	682,941.08	0.00	277,765.32	960,706.40	
0.00	0.00	(168,750.00)	18,785.34	1,832.01	0.00	(45,992.54)	0.00	37,317.84	(8,674.70)	
2,696.74	0.00	0.00	129.24	0.00	0.00	3,376.46	0.00	0.00	3,376.46	
0.00	0.00	(69,900.00)	4,244.41	1,582.01	0.00	(26,887.42)	0.00	32,225.34	5,337.92	
0.00	0.00	(534,000.00)	53,194.59	3,468.02	0.00	(208,877.41)	0.00	70,643.16	(138,234.25)	
0.00	0.00	0.00	0.00	1,152.01	0.00	15,071.21	0.00	23,466.24	38,537.45	
0.00	0.00	0.00	0.00	783.34	0.00	10,249.67	0.00	15,956.50	26,206.17	
1,749,179.84	256,867.88	(1,115,741.71)	1,115,741.71	0.00	0.00	8,757,016.81	0.00	1,358,000.00	10,115,016.81	

APPROPRIATIVE POOL WATER TRANSACTIONS FISCAL YEAR 2005-2006



Assessment Year 2006-2007 (Production Year 2005-2006)

Pool 3 Water Transactions

	Water Transactions				
	Assigned Rights	General Transfer	Transfer from ECO Account	Recharged Recycled Water	Total Water Transactions
Arrowhead Mtn Spring Water Co	0.000	0.000	0.000	0.000	0.000
Chino Hills, City Of	0.000	(5,000.000)	5,000.000	110.500	110.500
Chino, City Of	0.000	(5,350.000)	0.000	122.400	(5,227.600)
Cucamonga Valley Water District	11,116.304	5,850.000	2,500.000	273.800	19,740.104
Desalter Authority	0.000	0.000	0.000	0.000	0.000
Fontana Union Water Company	(11,116.304)	0.000	0.000	0.000	(11,116.304)
Fontana Water Company	0.000	9,508.623	0.000	0.000	9,508.623
Golden State Water Company	0.000	0.000	0.000	0.000	0.000
Inland Empire Utilities Agency	0.000	0.000	0.000	0.000	0.000
Jurupa Community Services District	0.000	2,000.000	0.000	0.000	2,000.000
Los Serranos Country Club	0.000	0.000	0.000	0.000	0.000
Marygold Mutual Water Company	0.000	0.000	0.000	0.000	0.000
Metropolitan Water District	0.000	0.000	0.000	0.000	0.000
Monte Vista Irrigation Company	0.000	(1,050.000)	0.000	0.000	(1,050.000)
Monte Vista Water District	0.000	6,050.000	0.000	54.600	6,104.600
Niagara Water Company	0.000	0.000	0.000	0.000	0.000
Nicholson Trust	0.000	(8.623)	0.000	0.000	(8.623)
Norco, City Of	0.000	0.000	0.000	0.000	0.000
Ontario, City Of	0.000	16,000.000	0.000	499.100	16,499.100
Pomona, City Of	0.000	(2,500.000)	0.000	0.000	(2,500.000)
San Antonio Water Company	0.000	(5,000.000)	5,000.000	0.000	0.000
San Bernardino County Shtg Prk	0.000	0.000	0.000	0.000	0.000
Santa Ana River Water Company	0.000	(2,000.000)	0.000	0.000	(2,000.000)
Upland, City Of	0.000	(1,575.000)	16,000.000	124.000	14,549.000
West End Consolidated Water Company	0.000	(14,425.000)	14,425.000	0.000	0.000
West Valley Water District	0.000	(2,500.000)	2,500.000	0.000	0.000
	0.000	0.000	45,425.000	1,184.400	46,609.400

**APPROPRIATIVE POOL
WATER TRANSACTIONS - RECAPTURE/SALES/TRANSFERS REPORTED
FISCAL YEAR 2005-2006**

The Watermaster Board approved the following transactions:

Date	Description
October 26, 2006	<ul style="list-style-type: none"> • Lease and Assignment of Safe Yield from the Santa Ana River Water Company to the Jurupa Community Services District in the amount of 2,000 acre-feet.
September 28, 2006	<ul style="list-style-type: none"> • Purchase of Right to Produce Water in Storage from the San Antonio Water Company to the Fontana Water Company in the amount of 5,000 acre-feet.
July 27, 2006	<ul style="list-style-type: none"> • Purchase of Right to Produce Water in Storage from the City of Pomona to the Cucamonga Valley Water District in the amount of 2,500 acre-feet. • Purchase of Right to Produce Water in Storage from the Cucamonga Valley Water District to the Fontana Water Company in the amount of 2,500 acre-feet. • Lease and Assignment of Safe Yield from the City of Chino to the Cucamonga Valley Water District in the amount of 5,350 acre-feet.
June 22, 2006	<ul style="list-style-type: none"> • Purchase of Right to Produce Water in Storage from the West Valley Water District to the Fontana Water Company in the amount of 2,000 acre-feet. • Purchase of Right to Produce Water in Storage and Annual Production Right from the Nicholson Trust to the Fontana Water Company in the amounts of 0.623 and 8.000 acre-feet, respectively.
April 27, 2006	<ul style="list-style-type: none"> • Purchase of Right to Produce Water in Storage from the West Valley Water District to the Cucamonga Valley Water District in the amount of 500 acre-feet.
December 15, 2005	<ul style="list-style-type: none"> • Purchase of Water in Storage from the City of Chino Hills to the Monte Vista Water District in the amount of 5,000 acre-feet.
November 17, 2005	<ul style="list-style-type: none"> • Lease and Assignment of Safe Yield from the City of Pomona to the City of Upland in the amount of 1,000 acre-feet.
September 22, 2005	<ul style="list-style-type: none"> • Transfer of 1,050 acre-feet of Monte Vista Irrigation Company's Fiscal Year 2005-2006 Annual Production Right to Monte Vista Water District. • Purchase of Right to Produce Water in Storage from the West End Consolidated Water Company to the City of Upland in the amount of 14,425 acre-feet. • Purchase of Right to Produce Water in Storage from the City of Upland to the City of Ontario in the amount of 16,000 acre-feet.

APPROPRIATIVE POOL WATER TRANSACTION SUMMARY FISCAL YEAR 2005-2006



Chino Basin Watermaster Assessment Breakdown 2006-2007 Water Transactions

Assessment Year 2006-2007 (Production Year 2005-2006)

To:	From:	Date of Submittal	Quantity	\$ / Acre Feet	Total \$	85%	15% WM Pays	
Cucamonga Valley Water District	Chino, City Of	5/10/2006	5,350.000	220.00	1,177,000.00	0.00	0.00	
	Pomona, City Of	5/30/2006	2,500.000	226.90	567,250.00	0.00	0.00	
	West Valley Water District	1/10/2006	500.000	210.00	105,000.00	0.00	0.00	
Fontana Water Company	Cucamonga Valley Water District	5/11/2006	2,500.000	217.80	544,500.00	462,825.00	81,675.00	Cucamonga Valley Water District
	Nicholson Trust	4/14/2006	8.623	217.80	1,878.09	1,596.38	281.71	Fontana Water Company
	San Antonio Water Company	6/26/2006	5,000.000	225.00	1,125,000.00	956,250.00	168,750.00	San Antonio Water Company
	West Valley Water District	4/7/2006	2,000.000	210.00	420,000.00	357,000.00	63,000.00	Fontana Water Company
Jurupa Community Services District	Santa Ana River Water Company	6/30/2006	2,000.000	233.00	466,000.00	396,100.00	69,900.00	Santa Ana River Water Company
Monte Vista Water District	Chino Hills, City Of	10/18/2005	5,000.000	214.20	1,071,000.00	910,350.00	160,650.00	Chino Hills, City Of
	Monte Vista Irrigation Company	7/20/2005	1,050.000	238.00	249,900.00	212,415.00	37,485.00	Monte Vista Irrigation Company
Ontario, City Of	Upland, City Of	8/1/2005	16,000.000	222.50	3,560,000.00	3,026,000.00	534,000.00	Upland, City Of
Pomona, City Of	Upland, City Of	10/5/2005	0.000	0.00	0.00	0.00	0.00	
		<i>This transaction was approved for 1,000 AF, but never occurred.</i>						
Upland, City Of	West End Consolidated Water Company	8/1/2005	14,425.000	49.00	706,825.00	0.00	0.00	
		<i>The 85/15 Rule does not apply because the water was immediately re-sold.</i>						
			56,333.623		\$9,994,353.09	\$6,322,536.38	\$1,115,741.71	
						Total Credits \$1,115,741.71		

APPROPRIATIVE POOL AGRICULTURAL POOL REALLOCATION SUMMARY FISCAL YEAR 2005-2006



Assessment Year 2006-2007 (Production Year 2005-2006)

Pool 3 Agricultural Pool Reallocation Summary

	Assigned Share of Operating Safe Yield (AF)	Reallocation of Agricultural Pool Safe Yield				Net Ag Pool Reallocation
		32,800 AF Early Transfer	Land Use Conversions	Potential for Reallocation (AF)	Difference: Potential vs. Net	
Arrowhead Mtn Spring Water Co	0.000	0.000	0.000	0.000	0.000	0.000
Chino Hills, City Of	2,111.422	1,263.128	987.346	2,250.473	(164.442)	2,086.031
Chino, City Of	4,033.857	2,413.096	5,883.120	8,296.216	(314.153)	7,982.063
Cucamonga Valley Water District	3,619.454	2,165.128	598.364	2,763.492	(281.870)	2,481.622
Desalter Authority	0.000	0.000	0.000	0.000	0.000	0.000
Fontana Union Water Company	6,391.736	3,823.496	0.000	3,823.496	(497.768)	3,325.728
Fontana Water Company	1.000	0.656	834.000	834.656	(0.085)	834.571
Golden State Water Company	411.476	246.000	0.000	246.000	(32.026)	213.974
Inland Empire Utilities Agency	0.000	0.000	0.000	0.000	0.000	0.000
Jurupa Community Services District	2,061.118	1,232.952	10,869.396	12,102.348	(160.514)	11,941.834
Los Serranos Country Club	0.000	0.000	0.000	0.000	0.000	0.000
Marygold Mutual Water Company	655.317	391.960	0.000	391.960	(51.028)	340.932
Metropolitan Water District	0.000	0.000	0.000	0.000	0.000	0.000
Monte Vista Irrigation Company	676.759	404.752	0.000	404.752	(52.693)	352.059
Monte Vista Water District	4,823.954	2,885.416	55.075	2,940.491	(375.642)	2,564.849
Niagara Water Company	0.000	0.000	0.000	0.000	0.000	0.000
Nicholson Trust	4.000	2.296	0.000	2.296	(0.299)	1.997
Norco, City Of	201.545	120.704	0.000	120.704	(15.714)	104.990
Ontario, City Of	11,373.816	6,803.376	1,142.857	7,946.233	(885.708)	7,060.525
Pomona, City Of	11,215.852	6,708.912	0.000	6,708.912	(873.410)	5,835.502
San Antonio Water Company	1,506.888	901.344	0.000	901.344	(117.343)	784.001
San Bernardino County Shtg Prk	0.000	0.000	0.000	0.000	0.000	0.000
Santa Ana River Water Company	1,301.374	778.344	0.000	778.344	(101.330)	677.014
Upland, City Of	2,852.401	1,706.256	0.000	1,706.256	(222.132)	1,484.124
West End Consolidated Water Company	947.714	566.784	0.000	566.784	(73.788)	492.996
West Valley Water District	644.317	385.400	0.000	385.400	(50.174)	335.226
	54,834.000	32,800.000	20,370.158	53,170.157	(4,270.118)	48,900.039

APPROPRIATIVE POOL LAND USE CONVERSION SUMMARY FISCAL YEAR 2005-2006



Chino Basin Watermaster Assessment Breakdown 2006-2007 Land Use Conversion Summary

Assessment Year 2006-2007 (Production Year 2005-2006)

AGRICULTURAL POOL SUMMARY IN ACRE FEET

Agricultural Pool Safe Yield	82,800.00
Agricultural Total Pool Production	(33,899.96)
Early Transfer	(32,800.00)
Total Land Use Conversions	(20,370.16)
Under(Over) Production:	(4,270.12)

	Prior Converted	Acres Converted @ 1.3 af/ac		Total Prior to Peace Agrmt Converted AF	Acres Converted @ 2.0 af/ac		Total Land Use Conversations Acre-Feet
		Acres	Acre Feet		Acres	Acre Feet	
Chino Hills, City Of	0.000	670.266	871.346	871.346	58.000	116.000	987.346
Chino, City Of	196.235	1,454.750	1,891.175	2,087.410	1,897.855	3,795.710	5,883.120
Cucamonga Valley Water Distric	0.000	460.280	598.364	598.364	0.000	0.000	598.364
Fontana Water Company	0.000	0.000	0.000	0.000	417.000	834.000	834.000
Jurupa Community Services Dist	0.000	2,756.920	3,583.996	3,583.996	3,642.700	7,285.400	10,869.396
Monte Vista Water District	0.000	28.150	36.595	36.595	9.240	18.480	55.075
Ontario, City Of	209.400	527.044	685.157	894.557	124.150	248.300	1,142.857
	405.635	5,897.410	7,666.600	8,072.200	6,148.945	12,297.890	20,370.158

NON-AGRICULTURAL POOL WATER PRODUCTION SUMMARY FISCAL YEAR 2005-2006



Assessment Year 2006-2007 (Production Year 2005-2006)

Pool 2 Water Production Summary

	Carryover Beginning Balance	Prior Year Adjustments	2% Carryover Storage Loss	Assigned Share of Operating Safe Yield (AF)	Water Transaction Activity	Annual Production Right	Actual Fiscal Year Production	Net Over Production	Under Production Balances		
									Total Under-Produced	Carryover: Next Year Begin Bal	To Local Storage Account
Ameron Inc	97.858	0.000	(1.957)	97.858	0.000	193.759	0.000	0.000	193.759	97.858	95.901
Angelica Textile Service	0.000	0.000	0.000	18.789	0.000	18.789	27.759	8.970	0.000	0.000	0.000
California Speedway	1,000.000	0.000	(20.000)	1,000.000	0.000	1,980.000	506.377	0.000	1,473.622	1,000.000	473.622
California Steel Industries Inc	1,300.000	0.000	(26.000)	1,300.000	0.000	2,574.000	595.700	0.000	1,978.300	1,300.000	678.300
CCG Ontario, Llc	630.274	0.000	(12.605)	630.274	0.000	1,247.943	0.000	0.000	1,247.943	630.274	617.669
General Electric Company	0.000	0.000	0.000	0.000	0.000	0.000	17.090	17.089	0.000	0.000	0.000
Praxair Inc	427.446	0.000	(8.548)	427.446	0.000	846.344	146.431	0.000	699.913	427.446	272.467
Reliant Energy Etiwanda	954.540	0.000	(19.090)	954.540	0.000	1,889.990	769.096	0.000	1,120.893	954.540	166.353
San Bernardino Cty (Chino Airport)	133.870	0.000	(2.677)	133.870	0.000	265.063	65.073	0.000	199.989	133.870	66.119
Southern California Edison Company	27.959	0.000	(0.559)	27.959	0.000	55.359	0.000	0.000	55.359	27.959	27.400
Space Center Mira Loma Inc.	0.000	0.000	0.000	104.121	91.512	195.632	197.495	1.863	0.000	0.000	0.000
Sunkist Growers Inc	1,873.402	0.000	(37.468)	1,873.402	0.000	3,709.336	435.929	0.000	3,273.406	1,873.402	1,400.004
Swan Lake Mobile Home Park	464.240	0.000	(9.284)	464.240	0.000	919.196	260.762	0.000	658.433	464.240	194.193
Vulcan Materials Company	317.844	0.000	(6.356)	317.844	0.000	629.332	4.119	0.000	625.213	317.844	307.369
West Venture Development	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
	7,227.434	0.000	(144.544)	7,350.343	91.512	14,524.743	3,025.832	27.922	11,526.830	7,227.433	4,299.397

**NON-AGRICULTURAL POOL STORAGE ACCOUNT TRANSACTIONS
FISCAL YEAR 2005-2006**



Assessment Year 2006-2007 (Production Year 2005-2006)

Pool 2 Water / Storage Account Transactions

	Local Storage Account			
	Carryover Beginning Balance	2% Carryover Storage Loss	Transfers to / from Annual	Ending Balance
Ameron Inc	1,853.853	(37.077)	95.901	1,912.677
Angelica Textile Service	0.000	0.000	0.000	0.000
California Speedway	715.389	(14.307)	473.622	1,174.704
California Steel Industries Inc	2,600.000	(52.000)	678.300	3,226.300
CCG Ontario, Llc	8,223.414	(164.468)	617.669	8,676.615
General Electric Company	0.000	0.000	0.000	0.000
Kaiser Ventures Inc	0.000	0.000	0.000	0.000
Loving Savior Of The Hills	0.000	0.000	0.000	0.000
Praxair Inc	4,114.936	(82.298)	272.467	4,305.105
Reliant Energy Etiwanda	5,954.138	(119.082)	166.353	6,001.409
San Bernardino Cty (Chino Airport)	124.132	(2.482)	66.119	187.769
Southern California Edison Company	167.754	(3.355)	27.400	191.799
Space Center Mira Loma Inc.	93.379	(1.867)	(91.512)	0.000
Sunkist Growers Inc	11,362.358	(227.247)	1,400.004	12,535.115
Swan Lake Mobile Home Park	2,172.520	(43.450)	194.193	2,323.263
Vulcan Materials Company	8,506.323	(170.126)	307.369	8,643.566
West Venture Development	0.000	0.000	0.000	0.000
	45,888.196	(917.759)	4,207.885	49,178.322

NON-AGRICULTURAL POOL ASSESSMENT FEE SUMMARY FISCAL YEAR 2005-2006



Assessment Year 2006-2007 (Production Year 2005-2006)

Pool 2 Assessment Fee Summary

	Non-Agricultural Pool			Replenishment Assessments		Previous Year Adj	Total Assessments Due
	AF Production	\$6.23 Per AF Admin	\$34.49 Per AF OBMP	AF Exceeding Safe Yield	\$251.00 Per AF		
Ameron Inc	0.000	0.00	0.00	0.000	0.00	0.00	0.00
Angelica Textile Service	27.759	172.94	957.42	8.970	2,251.47	0.00	3,381.83
California Speedway	506.377	3,154.73	17,464.95	0.000	0.00	0.00	20,619.68
California Steel Industries Inc	595.700	3,711.21	20,545.69	0.000	0.00	0.00	24,256.90
CCG Ontario, Llc	0.000	0.00	0.00	0.000	0.00	0.00	0.00
General Electric Company	17.090	106.47	589.43	17.089	4,289.59	0.00	4,985.49
Kaiser Ventures Inc	0.000	0.00	0.00	0.000	0.00	0.00	0.00
Loving Savior Of The Hills	0.000	0.00	0.00	0.000	0.00	0.00	0.00
Praxair Inc	146.431	912.27	5,050.41	0.000	0.00	0.00	5,962.67
Reliant Energy Etiwanda	769.096	4,791.47	26,526.13	0.000	0.00	0.00	31,317.60
San Bernardino Cty (Chino Airport)	65.073	405.41	2,244.38	0.000	0.00	0.00	2,649.79
Southern California Edison Company	0.000	0.00	0.00	0.000	0.00	0.00	0.00
Space Center Mira Loma Inc.	197.495	1,230.40	6,811.62	1.863	467.36	0.00	8,509.38
Sunkist Growers Inc	435.929	2,715.84	15,035.19	0.000	0.00	0.00	17,751.03
Swan Lake Mobile Home Park	260.762	1,624.55	8,993.69	0.000	0.00	0.00	10,618.24
Vulcan Materials Company	4.119	25.66	142.05	0.000	0.00	0.00	167.71
West Venture Development	0.000	0.00	0.00	0.000	0.00	0.00	0.00
	3,025.832	18,850.93	104,360.95	27.922	7,008.42	0.00	130,220.31

HISTORIC ASSESSMENTS PER ACRE-FOOT OF PRODUCTION

Fiscal Year	Agricultural Pool ¹ (\$/AF)	Non-Ag Pool (\$/AF)	Appropriative Pool ² (\$/AF)	Gross Replenishment ¹ Water Rate (\$/AF)
77-78	0.29	0.32	0.42	
78-79	0.65	1.29	0.77	51.00
79-80	0.54	0.20	0.51	56.20
80-81	0.32	0.00	0.00	62.51
81-82	0.10	0.00	0.00	63.78
82-83	0.10	0.00	0.00	81.46
83-84	0.10	0.00	0.00	102.18
84-85	0.10	0.00	0.10	154.00
85-86	0.10	0.00	0.45	149.39
86-87	0.10	0.00	0.41	155.10
87-88	0.10	0.00	0.25	155.42
88-89	0.09	0.00	0.67	155.33
89-90	3.27	0.00	0.48	115.00
90-91	2.31	0.00	0.43	117.55
91-92	3.53	0.12	0.11	132.55
92-93	7.03	4.07	3.41	169.89
93-94	12.37	6.67	2.51	210.69
94-95	9.86	3.24	2.06	222.00
95-96	11.68	3.43	1.57	233.15
96-97	19.70	7.55	3.69	233.15
97-98	15.19	6.56	2.73	237.15
98-99	19.04	9.85	7.77	243.00
99-00	26.30	14.12	11.75	243.00
00-01	18.15	25.79	24.74	242.00
01-02	34.37	29.93	25.42	243.00
02-03	35.69	26.72	21.35	244.00
03-04	34.10	25.39	22.90	244.00
04-05	26.15	25.43	25.43	250.00
05-06	19.91	27.94	27.94	251.00

¹ \$/AF of water reallocated to the Appropriative Pool.

² Excludes amounts related to the debt service of the Recharge Improvement Project and supplemental and replenishment water purchases.

SUMMARY BUDGET FISCAL YEAR 2005-2006

	FY 03-04 June Actual	FY 04-05 December Actual	FY 04-05 Current Budget	FY 05-06 Proposed Budget	Current vs. Proposed
Ordinary Income					
4000 Mutual Agency Revenue	\$301,209	\$0	\$132,000	\$132,000	\$0
4110 Appropriative Pool Assessments	4,614,056	4,807,004	3,755,236	4,834,117	1,078,881
4120 Non-Agricultural Pool Assessments	122,460	74,241	97,652	65,020	-32,632
4730 Prorated Interest Income	91,863	62,484	78,330	78,330	0
Total Income	5,129,588	4,943,729	4,063,218	5,109,467	1,046,249
Administrative Expenses					
6010 Salary Costs	411,829	217,559	401,704	404,153	2,449
6020 Office Building Expense	174,524	53,583	100,800	97,850	-2,950
6030 Office Supplies & Equip.	-35,449	24,953	50,500	54,000	3,500
6040 Postage & Printing Costs	69,924	41,548	67,100	75,700	8,600
6050 Information Services	108,994	61,473	105,076	103,500	-1,576
6060 WM Special Contract Services	187,214	97,468	106,000	130,500	24,500
6080 Insurance Expense	21,228	12,417	21,710	24,210	2,500
6110 Dues and Subscriptions	11,029	11,273	16,600	14,000	-2,600
6150 Field Supplies & Equipment	2,137	506	4,250	4,050	-200
6170 Vehicle Maintenance Costs	40,934	8,111	24,650	45,200	20,550
6190 Conferences & Seminars	17,944	7,734	16,000	17,500	1,500
6200 Advisory Committee Expenses	14,454	5,229	13,459	14,082	623
6300 Watermaster Board Expenses	33,116	18,754	23,559	29,782	6,223
6500 Education Fund Expenditures	375	0	375	375	0
8300 Appropriative Pool Administration	13,795	4,972	13,659	15,347	1,688
8400 Agricultural Pool Administration	246,513	36,567	71,417	73,756	2,339
8500 Non-Agricultural Pool Administration	3,220	1,016	6,077	7,423	1,346
9500 Allocated G&A Expenditures	-283,666	-136,289	-290,106	-378,284	-88,178
Total Administrative Expenses	1,038,114	466,874	752,830	733,144	-19,686
General OBMP Expenditures					
6900 Optimum Basin Mgmt Program	844,595	600,751	933,566	996,767	63,201
6950 Cooperative Efforts	81,416	40,000	80,004	75,000	-5,004
9501 Allocated G&A Expenditures	87,678	54,398	85,617	109,541	23,924
Total General OBMP Expenditures	1,013,689	695,149	1,099,187	1,181,308	82,121
7000 OBMP Implementation Projects					
7101 Production Monitoring	51,333	18,139	54,957	68,755	13,798
7102 In-Line Meter Installation/Maintenance	48,561	8,343	93,969	97,954	3,985
7103 Groundwater Quality Monitoring	289,984	67,583	148,792	66,503	-82,289
7104 Groundwater Level Monitoring	115,241	39,743	135,072	184,812	49,740
7105 Basin Water Quality Monitoring	76,306	63,249	282,220	90,223	-191,997
7106 Water Level Sensors Install	0	0	19,114	5,734	-13,380
7107 Ground Level Monitoring	90,674	169,269	433,720	554,825	121,105
7108 Hydraulic Control Monitoring Program	534,312	147,433	437,987	495,368	57,381
7109 Recharge & Well Monitoring Program	0	0	0	133,061	133,061
7200 OBMP Pgm Element 2 - Comp Recharge Program	156,459	262,770	413,177	759,105	345,928
7300 OBMP Pgm Element 3 & 5 - Water Supply Plan - Desalter	2,337	0	20,885	12,548	-8,337
7400 OBMP Pgm Element 4 - Mgmt Zone Strategies	199,251	59,787	795,099	1,081,014	285,915
7500 OBMP Pgm Element 6 & 7 - Coop Efforts/Salt Mgmt	56,339	14,289	251,343	255,769	4,426
7600 OBMP Pgm Element 8 & 9 Storage Mgmt/Conj Use	115,499	23,406	140,400	77,268	-63,132
7700 Inactive Well Protection Program	62	0	28,302	12,128	-16,174
7690 Recharge Improvement Debt Payment	376,169	274,169	274,169	300,000	25,831
9502 Allocated G&A Expenditures	195,988	81,892	204,488	268,742	64,254
Total OBMP Implementation Projects	2,308,515	1,230,072	3,733,694	4,463,809	730,115
Total Expenses	4,360,318	2,392,095	5,585,711	6,378,262	792,551
Net Ordinary Income	769,271	2,551,634	-1,522,493	-1,268,795	253,698
Other Income					
4210 Approp Pool-Replenishment	4,124,710	8,094,622	0	0	0
4220 Non-Ag Pool-Replenishment	11,288	2,485	0	0	0
4230 Groundwater Recharge Activity	1,585,854	1,625,000	2,179,500	600,000	-1,579,500
Total Other Income	5,721,852	9,722,107	2,179,500	600,000	-1,579,500
Other Expense					
5010 Groundwater Recharge	1,855,294	1,290,814	2,278,500	699,000	-1,579,500
Total Other Expense	1,855,294	1,290,814	2,278,500	699,000	-1,579,500
Net Other Income	3,866,558	8,431,293	-99,000	-99,000	0
9800 From / (To) Reserves	-4,635,829	-10,982,927	1,621,493	1,367,795	-253,698
Net Income	\$0	\$0	\$0	\$0	\$0

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**CHINO BASIN WATERMASTER
BASIC FINANCIAL STATEMENTS AND SUPPLEMENTAL DATA
YEAR ENDED JUNE 30, 2006**

CHINO BASIN WATERMASTER
Basic Financial Statements and Supplemental Data
Year ended June 30, 2006

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Board of Directors
Chino Basin Watermaster
Rancho Cucamonga, California

Independent Auditors' Report

We have audited the accompanying basic financial statements of the Chino Basin Watermaster as of and for the year ended June 30, 2006, as listed in the table of contents. These basic financial statements are the responsibility of the management of Chino Basin Watermaster. Our responsibility is to express an opinion on these basic financial statements based on our audit. The prior year summarized comparative financial information has been derived from the Chino Basin Watermaster's 2005 basic financial statements which were audited by Conrad and Associates, L.L.P., who merged with Mayer Hoffman McCann P.C. as of January 1, 2006, and whose report dated August 19, 2005 expressed an unqualified opinion on the basic financial statements.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Chino Basin Watermaster as of June 30, 2006, and respective changes in financial position and cash flows of the Chino Basin Watermaster for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The information identified in the accompanying table of contents as *management's discussion and analysis* is not a required part of the basic financial statements, but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was made for the purpose of forming an opinion on the financial statements that collectively comprise the Chino Basin Watermaster's basic financial statements. The supplementary information is presented for purposes of additional analysis and is not a required part of the basic financial statements. The supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Mayer Hoffman McCann P.C.

Irvine, California
August 10, 2006



CHINO BASIN WATERMASTER

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MANAGEMENT'S DISCUSSION AND ANALYSIS

BACKGROUND

The Chino Basin Watermaster (Watermaster) was established under a Judgment entered in the Superior Court of the State of California for the County of San Bernardino, entitled "Chino Basin Municipal Water District v. City of Chino, et al.," (originally Case No. SCV 164327, the file was transferred in August 1989 and assigned a new Case No. RCV 51010). The Judgment prescribes Watermaster's authorities and specifies classes of water production assessments to be used to fund certain activities. Those assessment categories are: administration, OBMP, special project and replenishment. Each class of assessment has a prescribed purpose and water production base. Assessment revenue is Watermaster's principal source of income.

Watermaster's operating revenues include not only funds for administrative, OBMP, special project and replenishment expenses collected in accordance with the annual budget, but also includes money collected by appropriators to help pay for improvements to recharge basins within our boundaries and contributions received on behalf of expenditures related to cooperative projects as approved through the budget process.

The Unrestricted Net Asset amount listed on the Statement of Net Assets includes assessments on production of water in excess of production rights. These funds will be used to purchase replenishment water to mitigate annual overdraft in the coming year.

BASIC FINANCIAL STATEMENTS

To comply with new government accounting standards, all of Watermaster's assessment funds have been compiled into a single set of comprehensive interrelated financial statements. The financial statements that accompany this report include Statement of Net Assets, Statements of Revenues, Expenses and Changes in Net Assets, and Statements of Cash Flows. The financial statements presented represent the year ended June 30, 2006 and June 30, 2005 for comparative purposes. Also included are various notes providing additional explanation and detail relating to this financial information.

The Statement of Net Assets lists Watermaster's total assets, liabilities, and net assets, or the amount of assets free of debt, as of June 30, 2006. The Statements of Revenues, Expenses and Changes in Net Assets list Watermaster's income for the year and its expenses. Additionally, these statements identify the gain or loss in net assets for the years ending 2006 and 2005. Finally, the Statements of Cash Flows indicate how cash was received and spent throughout the past year, highlighting the net change in cash and investments for 2006 and 2005.

SUMMARY OF FINANCIAL INFORMATION

For the year ended June 30, 2006 and June 30, 2005, Watermaster's Total Net Assets was \$6,402,407 and \$8,843,808 respectively. These balances include funds that will be required to purchase water to meet the replenishment obligation incurred during the previous fiscal year.

MANAGEMENT'S DISCUSSION AND ANALYSIS

**June 30, 2006
(With comparative totals for June 30, 2005)**

	<u>2005</u>	<u>2004</u>
Assets		
Current	\$ 8,251,351	\$ 9,770,452
Capital	<u>113,472</u>	<u>79,179</u>
Total Assets	8,364,823	9,849,631
Liabilities		
Current	1,877,816	940,226
Non current	<u>84,600</u>	<u>65,597</u>
Total Liabilities	1,962,416	1,005,823
Net Assets		
Invested in capital assets	113,472	79,179
Unrestricted	<u>6,288,935</u>	<u>8,764,629</u>
Total Net Assets	<u>\$ 6,402,407</u>	<u>\$ 8,843,808</u>

REVIEW OF REVENUES AND EXPENSES

Administrative assessment revenue remained basically unchanged from the previous year. There was a significant increase in mutual agency project revenues over the prior year attributable to contributions from other agencies relating to cost sharing and financial contributions related to Watermaster's monitoring programs as the 2006 year reflected a reduction in costs incurred versus revenue. Replenishment assessment revenue decreased due to a significant decreases in production in excess of rights.

There was a decrease in administrative expenditures, overall operating expenses (excluding replenishment activities) increased over the prior year from \$5,087,880. This increase in expenses relates to budgeted increases in OBMP related expenditures.

Non-operating revenue represented interest income of \$334,287 and \$211,595 for the years ending June 30, 2006 and June 30, 2005. This increase in income relates directly to the substantial increase in the deposits held to purchase replenishment water.

The financial condition of the Watermaster changed as indicated by the change in the Net Assets from the prior year in the amount of \$(2,441,401).

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2006

(With comparative totals for June 30, 2005)

	<u>2006</u>	<u>2005</u>
Operating Revenues		
Administrative assessments (note 1)	\$ 4,895,755	\$ 4,881,245
Mutual agency project revenue	200,138	895,836
Replenishment water	6,548,139	8,097,108
MZ1 supplemental water assessments	0	1,625,000
Miscellaneous revenue	<u>42,500</u>	<u>3,865</u>
Total Operating Revenues	<u>11,686,532</u>	<u>15,503,054</u>
Operating Expenses		
Watermaster administration	594,421	707,233
Depreciation	31,714	27,462
Pool, Advisory and Board administration	211,505	151,477
Optimum Basin Management Plan	4,603,629	4,144,077
Mutual agency project costs	31,928	57,631
Groundwater replenishment	8,989,023	10,125,526
MZ1 imported water	<u>-</u>	<u>149,143</u>
Total Operating Expenses	<u>14,462,220</u>	<u>15,362,549</u>
Income from operations	<u>(2,775,688)</u>	<u>140,505</u>
Non-Operating Revenues		
Interest	<u>334,287</u>	<u>211,595</u>
Total Nonoperating Revenues	<u>334,287</u>	<u>211,595</u>
Change in net assets	(2,441,401)	352,100
Net assets at beginning of year	<u>8,843,808</u>	<u>8,491,708</u>
Total net assets at end of year	<u>\$ 6,402,407</u>	<u>\$ 8,843,808</u>

COMPARISON OF FY 2005-2006 ADMINISTRATION BUDGET TO ACTUAL REVENUES/EXPENSE

The revenue exceeded budget primarily from assessments related to replenishment obligations incurred and because actual cash on hand at the end of the fiscal year which was used to offset assessments, was less than forecasted when the budget was prepared.

Actual operating expenses fell short of the budget while the replenishment water purchases exceeded the budgeted amount. This was due to a reduction in planned expenses related to certain management zones within the basin.

Administration recorded an increase in change in net assets for the year ending June 30, 2005, compared to a budgeted loss \$1,618,993 million. This planned operating deficit was the result of a budgeted usage of accumulated net assets.

CHINO BASIN WATERMASTER

Statement of Net Assets

June 30, 2006

(with comparative totals for June 30, 2005)

<u>Assets</u>	<u>2006</u>	<u>2005</u>
Current assets:		
Cash and investments (note 2)	\$ 7,137,616	8,795,321
Accounts receivable	1,084,667	941,025
Prepaid expenses	<u>29,068</u>	<u>34,106</u>
Total current assets	<u>8,251,351</u>	<u>9,770,452</u>
Noncurrent assets:		
Capital assets, net of accumulated depreciation (note 3)	<u>113,472</u>	<u>79,179</u>
Total noncurrent assets	<u>113,472</u>	<u>79,179</u>
Total assets	<u>8,364,823</u>	<u>9,849,631</u>
<u>Liabilities</u>		
Current liabilities:		
Accounts payable	1,825,162	904,450
Accrued salaries and benefits	<u>52,654</u>	<u>35,776</u>
Total current liabilities	<u>1,877,816</u>	<u>940,226</u>
Noncurrent liabilities:		
Compensated absences (note 4)	<u>84,600</u>	<u>65,597</u>
Total noncurrent liabilities	<u>84,600</u>	<u>65,597</u>
Total liabilities	<u>1,962,416</u>	<u>1,005,823</u>
<u>Net Assets</u>		
Net assets:		
Invested in capital assets	113,472	79,179
Unrestricted	<u>6,288,936</u>	<u>8,764,629</u>
Total net assets	<u>\$ 6,402,408</u>	<u>8,843,808</u>

See accompanying notes to the basic financial statements.

CHINO BASIN WATERMASTER

Statement of Revenues, Expenses and Changes in Net Assets

Year ended June 30, 2006

(with comparative totals for June 30, 2005)

	2006	2005
Operating revenues:		
Administrative assessments (note 1)	\$ 4,895,755	4,881,245
Mutual agency project revenue	200,138	895,836
Replenishment water	6,548,139	8,097,108
Grant revenue	42,500	-
MZ1 supplemental water assessments	-	1,625,000
Miscellaneous revenue	-	3,865
Total operating revenues	11,686,532	15,503,054
Operating expenses:		
Watermaster administration	594,421	707,233
Depreciation	31,713	27,462
Pool, advisory and Board administration	211,505	151,477
Optimum Basin Management Plan	4,603,629	4,144,077
Mutual agency project costs	31,928	57,631
Groundwater replenishment	8,989,023	10,125,526
MZ1 imported water	-	149,143
Total operating expenses	14,462,219	15,362,549
Income (loss) from operations	(2,775,687)	140,505
Nonoperating revenues:		
Interest income	334,287	211,595
Total nonoperating revenues	334,287	211,595
Change in net assets	(2,441,400)	352,100
Net assets at beginning of year	8,843,808	8,491,708
Total net assets at end of year	\$ 6,402,408	8,843,808

See accompanying notes to the basic financial statements.

CHINO BASIN WATERMASTER

Statement of Cash Flows

Year ended June 30, 2006

(with comparative totals for June 30, 2005)

	<u>2006</u>	<u>2005</u>
Cash flows from operating activities:		
Cash received from customers	\$ 11,300,252	12,205,233
Cash received from other agencies	242,638	2,524,702
Cash paid to employees for services	(1,002,721)	(884,016)
Cash paid to suppliers of goods and services	<u>(12,466,155)</u>	<u>(14,025,426)</u>
Net cash provided by (used for) operating activities	<u>(1,925,986)</u>	<u>(179,507)</u>
Cash flows from capital financing activities:		
Acquisition of capital assets	<u>(66,006)</u>	<u>-</u>
Net cash provided by (used for) capital financing activities	<u>(66,006)</u>	<u>-</u>
Cash flows from investing activities:		
Interest received	<u>334,287</u>	<u>211,595</u>
Net cash provided by (used for) investing activities	<u>334,287</u>	<u>211,595</u>
Net increase (decrease) in cash	(1,657,705)	32,088
Cash and investments at the beginning of year	<u>8,795,321</u>	<u>8,763,233</u>
Cash and investments at the end of year	<u>\$ 7,137,616</u>	<u>8,795,321</u>
Reconciliation of operating income to net cash used for operating activities:		
Operating income (loss)	\$ (2,775,687)	140,505
Adjustment to reconcile operating income (loss) to net cash used for operating activities:		
Depreciation	31,712	27,462
(Increase) decrease in accounts receivable	(143,642)	(773,120)
(Increase) decrease in prepaid expenses	5,038	1,942
Increase (decrease) in account payable	920,712	377,143
Increase (decrease) in accrued salaries and benefits	16,878	27,655
Increase (decrease) in compensated absences	<u>19,003</u>	<u>18,906</u>
Net cash used for operating activities	<u>\$ (1,925,986)</u>	<u>(179,507)</u>

Noncash investing, capital and financing activities:

There were no noncash investing, capital or financing activities during the fiscal years ended June 30, 2006 and June 30, 2005.

See accompanying notes to the basic financial statements.

CHINO BASIN WATERMASTER

Notes to the Basic Financial Statements

Year Ended June 30, 2006

(1) Reporting Entity and Summary of Significant Accounting Policies

Description of Reporting Entity

The Chino Basin Watermaster (“Watermaster”) was established under a judgment entered in Superior Court of the State of California for the County of San Bernardino as a result of Case No. RCV 51010 (formerly Case No. SCV 164327) entitled “Chino Basin Municipal Water District v. City of Chino, et al.”, signed by the Honorable Judge Howard B. Wiener on January 27, 1978. The effective date of this Judgment for accounting and operations was July 1, 1977.

Pursuant to the Judgment, the Chino Basin Municipal Water District (CBMWD) five member Board of Directors was initially appointed as “Watermaster”. Their term of appointment as Watermaster was for five years, and the Court, by subsequent orders, provides for successive terms or for a successor Watermaster. Pursuant to a recommendation of the Advisory Committee, the Honorable J. Michael Gunn appointed a nine-member board as Watermaster on September 28, 2000.

Under the Judgment, three Pool committees were formed: (1) Overlying (Agricultural) Pool which includes the State of California and all producers of water for overlying uses other than industrial or commercial purposes; (2) Overlying (Non-Agricultural) Pool which represents producers of water for overlying industrial or commercial purposes; and (3) Appropriative Pool which represents cities, districts, other public or private entities and utilities. The three Pools act together to form the “Advisory Committee”.

The Watermaster provides the Chino Groundwater Basin service area with services which primarily include: accounting for water appropriations and components of acre-footage of stored water by agency, purchase of replenishment water, groundwater monitoring and implementation of special projects.

Watermaster expenditures are allocated to the pools based on the prior year’s production volume (or the same percentage used to set the annual assessments). Allocations for fiscal year 2005-06 expenses are based on the 2004-05 production volume.

	<u>2004-05</u>	
	<u>Acre Feet</u>	<u>%</u>
Production Volume:		
Appropriative Pool	127,811	77.655
Agricultural Pool	34,450	20.931
Non-Agricultural Pool	<u>2,327</u>	<u>1.414</u>
Total Production Volume	<u>164,588</u>	<u>100.000</u>

CHINO BASIN WATERMASTER

Notes to the Basic Financial Statements

(Continued)

(1) Reporting Entity and Summary of Significant Accounting Policies, (Continued)

The Agricultural Pool members ratified an agreement with the Appropriative Pool at their meeting of June 16, 1988, wherein the Appropriative Pool assumes Agricultural Pool administrative expenses and special project cost allocations in exchange for an accelerated transfer of unpumped agricultural water to the Appropriative Pool. In addition the Agricultural Pool transferred all pool administrative reserves at June 30, 1988 to the Appropriative Pool effective July 1, 1988.

In July of 2000, the principal parties in the Basin signed an agreement, known as the Peace Agreement, which among other things formalized the commitment of the Basin parties to implement an Optimum Basin Management Program. The Peace Agreement was signed by all of the parties, and the Court has approved the agreement and ordered the Watermaster to proceed in accordance with the terms of the agreement. The Court has approved revisions to the Chino Basin Watermaster Rules and Regulations.

Basis of Accounting

The Watermaster is accounted for as an enterprise fund (proprietary fund type). A fund is an accounting entity with a self-balancing set of accounts established to record the financial position and results of operations of a specific governmental activity. The activities of enterprise funds closely resemble those of ongoing businesses in which the purpose is to conserve and add to basic resources while meeting operating expenses from current revenues. Enterprise funds account for operations that provide services on a continuous basis and are substantially financed by revenues derived from user charges. The Watermaster utilizes the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized as they are incurred.

Cash and Investments

Investments are reported in the accompanying balance sheet at fair value. Changes in fair value that occur during a fiscal year are recognized as interest income reported for that fiscal year.

Watermaster pools cash and investments of all fund balance reserves. Interest income earned by the pooled investments is allocated quarterly to the various reserves based on each reserve's average cash and investments balance.

Cash Equivalents

For the purposes of the statements of cash flows, cash equivalents are defined as short-term, highly liquid investments that are both readily convertible to known amounts of cash or so near their maturity that they present insignificant risk of changes in value because of changes in interest rates, and have an original maturity date of three months or less.

CHINO BASIN WATERMASTER

Notes to the Basic Financial Statements

(Continued)

(1) Reporting Entity and Summary of Significant Accounting Policies, (Continued)

Capital Assets

Capital assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. The Watermaster capitalizes all assets with a historical cost of at least \$5,000 and a useful life of at least three years. The cost of normal maintenance and repairs that do not add to the value of the assets or materially extend asset lives are not capitalized.

Depreciation is computed utilizing the straight-line method over the following estimated useful lives:

Computer equipment and software	5 years
Office furniture and fixtures	7 years
Leasehold improvements	10 years
Automotive equipment	7 years

Use of Estimates

The preparation of financial statements requires management to make certain estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities, at the date of the financial statements, as well as the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Appropriative Interest Revenue Allocation

On August 30, 1979, the Appropriative Pool unanimously approved assessment procedures whereby any interest earned from the Watermaster assessments paid by Appropriative Pool members would reduce the total current assessment due from those members. Fiscal year 2004-05 interest revenue was allocated to the Appropriative Pool, resulting in a reduction of the 2005-06 assessments. The amount of administrative assessment received for the year ended June 30, 2006 was \$4,895,755.

Prior Year Data

The information included in the accompanying financial statements for the prior year has been presented for comparison purposes only and does not represent a complete presentation in accordance with generally accepted accounting principles.

CHINO BASIN WATERMASTER

Notes to the Basic Financial Statements

(Continued)

(2) Cash and Investments

Cash and investments as of June 30, 2006 are classified in the accompanying financial statements as follows:

Statement of net assets:	
Cash and investments	<u>\$7,137,616</u>
Total cash and investments	<u>\$7,137,616</u>

Cash and investments as of June 30, 2006 consist of the following:

Cash on hand	\$ 500
Deposits with financial institutions	1,431,133
Investments	<u>5,705,983</u>
Total cash and investments	<u>\$7,137,616</u>

CHINO BASIN WATERMASTER

Notes to the Basic Financial Statements

(Continued)

(2) Cash and Investments

Investments Authorized by the California Government Code and the Watermaster's Investment Policy

The table below identifies the investment types that are authorized for the Watermaster by the California Government Code and the Watermaster's investment policy. The table also identifies certain provisions of the California Government Code (or the Watermaster's investment policy, if more restrictive) that address interest rate risk, credit risk, and concentration of credit risk.

Investment Types	Authorized By Investment	*Maximum	*Maximum	*Maximum
<u>Authorized by State Law</u>	<u>Policy</u>	<u>Maturity</u>	<u>Percentage Of Portfolio</u>	<u>Investment In One Issuer</u>
Local Agency Bonds	Yes	5 years	None	None
U.S. Treasury Obligations	Yes	5 years	None	None
U.S. Agency Securities	Yes	5 years	None	None
Banker's Acceptances	Yes	180 days	40%	30%
Commercial Paper	Yes	270 days	25%	10%
Negotiable Certificates of Deposit	Yes	5 years	30%	None
Repurchase Agreements	Yes	1 year	None	None
Reverse Repurchase Agreements	Yes	92 days	20% of base value	None
Medium-Term Notes	Yes	5 years	30%	None
Mutual Funds	Yes	N/A	20%	10%
Money Market Mutual Funds	Yes	N/A	20%	10%
Mortgage Pass-Through Securities	Yes	5 years	20%	None
County Pooled Investment Funds	Yes	N/A	None	None
Local Agency Investment Fund (LAIF)	Yes	N/A	None	None
JPA Pools (other investment pools)	Yes	N/A	None	None

* Based on state law requirements or investment policy requirements, whichever is more restrictive.

CHINO BASIN WATERMASTER

Notes to the Basic Financial Statements

(Continued)

(2) Cash and Investments, (Continued)

Disclosures Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the Watermaster manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations.

Information about the sensitivity of the fair values of the Watermaster's investments (including investments held by bond trustee) to market interest rate fluctuations is provided by the following table that shows the distribution of the Watermaster's investment by maturity:

<u>Investment Type</u>	<u>Remaining Maturity (in Months)</u>			
	<u>Total Amount</u>	<u>12 Months Or Less</u>	<u>13-24 Months</u>	<u>25-60 Months</u>
Local Agency Investment Fund	<u>\$5,705,983</u>	<u>5,705,983</u>	<u>-</u>	<u>-</u>
Total	<u>\$5,705,983</u>	<u>5,705,983</u>	<u>-</u>	<u>-</u>

Disclosures Relating to Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented below is the minimum rating required by (where applicable) the California Government Code, the Watermaster's investment policy, or debt agreements, and the actual rating as of year end for each investment type.

<u>Investment Type</u>	<u>Total Amount</u>	<u>Minimum Legal Rating</u>	<u>Rating as of Year End</u>		
			<u>AAA</u>	<u>Aa</u>	<u>Not Rated</u>
Local Agency Investment Fund	<u>\$5,705,983</u>	<u>N/A</u>	<u>-</u>	<u>-</u>	<u>5,705,983</u>
Total	<u>\$5,705,983</u>	<u>N/A</u>	<u>-</u>	<u>-</u>	<u>5,705,983</u>

CHINO BASIN WATERMASTER

Notes to the Basic Financial Statements

(Continued)

(2) Cash and Investments, (Continued)

Custodial Credit Risk

Custodial credit risk for *deposits* is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for *investments* is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the Watermaster's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure Watermaster deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits. As of June 30, 2006, \$1,231,133 of the Watermaster's deposits with financial institutions in excess of federal depository insurance limits were held in uncollateralized accounts.

Investment in State Investment Pool

The Watermaster is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by the California Government Code under the oversight of the Treasurer of the State of California. The fair value of the Watermaster's investment in this pool is reported in the accompanying financial statements at amounts based upon the Watermaster's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis.

CHINO BASIN WATERMASTER

Notes to the Basic Financial Statements

(Continued)

(3) Capital Assets

Capital asset activity for the year ended June 30, 2006 is as follows:

	<u>Balances at</u> <u>July 1, 2005</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balances at</u> <u>June 30, 2006</u>
Computer equipment and software	\$49,768	25,476	-	75,244
Office furniture and fixtures	36,371	5,920	-	42,291
Leasehold improvements	23,443	-	-	23,443
Automotive equipment	<u>55,874</u>	<u>34,610</u>	<u>-</u>	<u>90,484</u>
Total costs of depreciable assets	<u>165,456</u>	<u>66,006</u>	<u>-</u>	<u>231,462</u>
Less accumulated depreciation:				
Computer equipment and software	(36,372)	(10,064)	-	(46,436)
Office furniture and fixtures	(11,433)	(6,380)	-	(17,813)
Leasehold improvements	(4,688)	(2,345)	-	(7,033)
Automotive equipment	<u>(33,784)</u>	<u>(12,924)</u>	<u>-</u>	<u>(46,708)</u>
Total accumulated depreciation	<u>(86,277)</u>	<u>(31,713)</u>	<u>-</u>	<u>(117,990)</u>
Net capital assets	<u>\$79,179</u>	<u>34,293</u>	<u>-</u>	<u>113,472</u>

(4) Compensated Absences

Permanent Watermaster employees earn from 10 to 20 vacation days a year, depending upon their length of employment and 12 sick days a year. Employees may carry vacation days forward up to the equivalent number of days earned in the immediately preceding twenty-four (24) month period. There is no maximum accumulation of sick leave; and upon retirement or resignation at age 55 or greater, employees with continuous employment for a minimum of twenty (20) years are compensated for all accumulated sick leave at 50% of their rate of pay at termination. Other employees are paid based upon length of employment and age at time of retirement or resignation. The amount of compensated absences outstanding as of June 30, 2006 was \$84,600.

CHINO BASIN WATERMASTER

Notes to the Basic Financial Statements

(Continued)

(5) Deferred Compensation Plan

The Watermaster has established deferred compensation plans for all employees of Watermaster in accordance with Internal Revenue Code Section 457, whereby employees authorize the Watermaster to defer a portion of their salary to be deposited in individual investment accounts. Participation in the plans is voluntary and may be revoked at any time upon advance written notice. The amount of compensation subject to deferral until retirement, disability, or other termination by a participant may not exceed the maximum legal amounts for deferred compensation plans. Amounts withheld by Watermaster under this plan are deposited regularly with California Public Employees' Retirement System. The Watermaster makes no contribution under the plan. As of June 30, 2006, the deferred compensation plan assets were held in trust accounts for the sole benefit of the employees and their beneficiaries, and accordingly have been excluded from Watermaster's reported assets.

(6) Operating Lease

The Watermaster entered into a new lease for rent of office space on September 1, 2003, expiring August 30, 2013. The amount paid under this lease was \$62,460 for the year ended June 30, 2006. The future minimum lease payments for this lease are as follows:

<u>Year Ending June 30:</u>	<u>Amount</u>
2007	\$ 58,800
2008	58,800
2009	58,800
2010	58,800
2011	58,800
2012	58,800
2013	<u>9,800</u>
Total	<u>\$362,600</u>

CHINO BASIN WATERMASTER

Notes to the Basic Financial Statements

(Continued)

(7) Defined Benefit Pension Plan (PERS)

The Chino Basin Watermaster contributes to the California Public Employees Retirement System (PERS), a cost-sharing multiple-employer public employee defined benefit pension plan. PERS provides retirement, disability benefits, and death benefits to plan members and beneficiaries. PERS acts as a common investment and administrative agent for participating public entities within the State of California. Copies of PERS' annual financial report may be obtained from its executive office at 400 "P" Street, Sacramento, California 95814.

Participants are required to contribute 7% of their annual covered salary. The Watermaster makes the contribution required by the employees on their behalf and for their account. The Watermaster is required to contribute at an actuarially determined rate. The current rate is 11.291% of annual covered payroll. The contribution requirements of plan members and the Watermaster are established and may be amended by PERS.

Under GASB 27, an employer reports an annual pension cost (APC) equal to the annual required contribution (ARC) plus an adjustment for the cumulative difference between the APC and the employer's actual plan contributions for the year. The cumulative difference is called the net pension obligation (NPO). The ARC for the period July 1, 2005 to June 30, 2006 has been determined by an actuarial valuation of the plan as of June 30, 2003. The contribution rate indicated for the period is 11.291% of payroll for the Retirement Program. In order to calculate the dollar value of the ARC for inclusion in financial statements prepared as of June 30, 2006, this contribution rate would be multiplied by the payroll of covered employees that was actually paid during the period July 1, 2005 to June 30, 2006.

A summary of principle assumptions and methods used to determine the ARC is shown below.

Valuation Date	June 30, 2003
Actuarial Cost Method	Entry Age Actuarial Cost Method
Amortization Method	Level Percent of Payroll
Average Remaining Period	14 Years as of the Valuation Date
Asset Valuation Method	15 Year Smoothed Market
Actuarial Assumptions	
Investment Rate of Return	7.75% (net of administrative expenses)
Projected Salary Increases	3.25% to 14.45% depending on Age, Service, and type of employment
Inflation	3.00%
Payroll Growth	3.25%
Individual Salary Growth	A merit scale varying by duration of employment coupled with an assumed annual inflation component of 3.0% and an annual production growth of 0.25%.

CHINO BASIN WATERMASTER

Notes to the Basic Financial Statements

(Continued)

(7) Defined Benefit Pension Plan (PERS), (Continued)

Initial unfunded liabilities are amortized over a closed period that depends on the plan's date of entry into CalPERS. Subsequent plan amendments are amortized as a level percent of pay over a closed 20-year period. Gains and losses that occur in the operation of the plan are amortized over a rolling period, which results in an amortization of 10% of unamortized gains and losses each year. If the plan's accrued liability exceeds the actuarial value of plan assets, then the amortization period may not be lower than the payment calculated over a 30 year amortization period.

The Schedule of Funding Progress below shows the recent history of the actuarial value of assets, actuarial accrued liability, their relationship, and the relationship of the unfunded accrued liability to payroll.

Required Supplementary Information

Retirement Program

<u>Valuation Date</u>	<u>Entry Age Normal Accrued Liability</u>	<u>Actuarial Value of Assets</u>	<u>Unfunded Liability/ (Excess Assets)</u>	<u>Funded Status</u>	<u>Annual Covered Payroll</u>	<u>*UAAL As a % of Payroll</u>
6/30/01	\$192,890	178,838	14,052	92.7%	291,502	4.8%
6/30/02	294,441	262,540	31,901	89.2%	517,200	6.2%
6/30/03	419,723	391,922	27,801	93.4%	476,486	5.8%

* UAAL refers to unfunded actuarial accrued liability.

Information for the June 30, 2005 valuation date was not available for inclusion in the financial statements.

(8) Project Commitments

Under a financing agreement developed pursuant to the OBMP Recharge Master Plan, the Watermaster is obligated to pay for one-half of the fixed project costs for certain recharge facilities in the Chino Basin area that are being constructed to increase the recharge of imported water, storm water, and recycled water to the Chino Groundwater Basin. The recharge facilities being constructed will be owned by the Inland Empire Utilities Agency pursuant to a Recharge Operations Agreement. When complete, the recharge project will enable the Watermaster to increase annual recharge supplemental water to the Chino Groundwater Basin. In addition, stormwater and recycled water recharge would be increased. Fixed project costs include construction costs, debt service on the related bond financing and reserves for repair, replacement, improvement and debt service.

SUPPLEMENTARY INFORMATION

CHINO BASIN WATERMASTER

Combining Schedule of Revenues, Expenses and Changes in Working Capital (by subfund)

For the Period July 1, 2005 through June 30, 2006

	WATERMASTER ADMINISTRATION	OPTIMUM BASIN MANAGEMENT	POOL ADMINISTRATION AND SPECIAL PROJECTS APPROPRIATIVE POOL	AGRICULTURAL POOL	NON-AGRIC. POOL	GROUNDWATER OPERATIONS GROUNDWATER REPLENISHMENT	SB222 FUNDS	EDUCATION FUNDS	GRAND TOTALS	BUDGET 2004-05
Administrative Revenues										
Administrative Assessments			4,829,595		66,160				4,895,755	\$3,984,888
Interest Revenue			307,788	16,958	9,462			79	334,287	78,330
Mutual Agency Project Revenue		200,138							200,138	0
Grant Income		42,500							42,500	0
Miscellaneous Income									-	0
Total Revenues	-	242,638	5,137,383	16,958	75,622	-	-	79	5,472,680	4,063,218
Administrative & Project Expenditures										
Watermaster Administration	572,534								572,534	621,784
Watermaster Board-Advisory Committee	56,707								56,707	37,018
Pool Administration			20,015	130,683	4,100				154,798	91,153
Optimum Basin Mgmt Administration		1,455,200							1,455,200	1,019,183
OBMP Project Costs		3,148,429							3,148,429	3,733,694
Education Funds Use								375	375	375
Mutual Agency Project Costs	31,928								31,928	80,004
Total Administrative/OBMP Expenses	661,169	4,603,629	20,015	130,683	4,100			375	5,419,971	5,583,211
Net Administrative/OBMP Income	(661,169)	(4,360,991)								
Allocate Net Admin Income To Pools	661,169		513,431	138,391	9,347				-	0
Allocate Net OBMP Income To Pools		4,360,991	3,386,526	912,812	61,653				-	0
Agricultural Expense Transfer			1,170,836	(1,170,836)					-	0
Total Expenses			5,090,808	11,050	75,100	-	-	375	5,419,971	5,583,211
Net Administrative Income			46,575	5,908	522			(296)	52,709	(1,519,993)
Other Income/(Expense)										
Replenishment Water Purchases						6,548,139			6,548,139	0
MZ1 Supplemental Water Assessments									-	2,179,500
Water Purchases									-	0
MZ1 Imported Water Purchase									-	(2,278,500)
Groundwater Replenishment						(8,989,023)			(8,989,023)	0
Net Other Income						(2,440,884)			(2,440,884)	(99,000)
Net Transfers To/(From) Reserves			46,575	5,908	522	(2,440,884)		(296)	(2,388,175)	(1,618,993)
Working Capital, July 1, 2005			4,450,869	464,653	187,298	3,580,499	158,251	2,238	8,843,808	
Working Capital, End Of Period			4,497,444	470,561	187,820	1,139,615	158,251	1,942	6,455,633	
04/05 Production			127,810,967	34,450,449	2,326,836				164,588,252	
04/05 Production Percentages			77.655%	20.931%	1.414%				100.000%	

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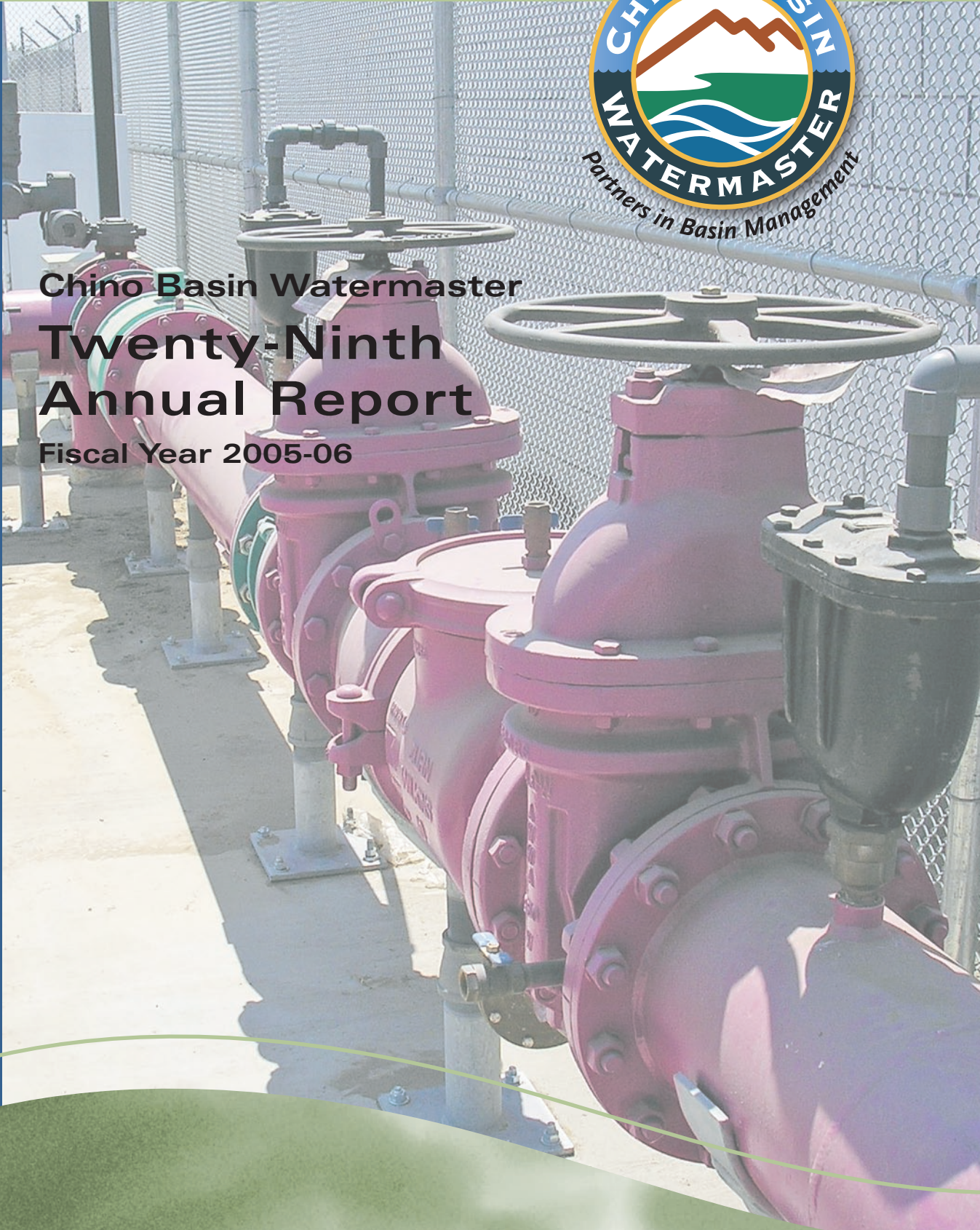
Prepared by Sheri Rojo, Chief Financial Officer /Assistant General Manager

CHINO BASIN WATERMASTER

Combining Schedule of Revenues, Expenses and Changes in Working Capital (by subfund)

For the Period July 1, 2004 through June 30, 2005

	WATERMASTER ADMINISTRATION	OPTIMUM BASIN MANAGEMENT	POOL ADMINISTRATION AND SPECIAL PROJECTS APPROPRIATIVE POOL	AGRICULTURAL POOL	NON-AGRIC. POOL	GROUNDWATER OPERATION: REPLENISHMENT	SB222 FUNDS	EDUCATION FUNDS	GRAND TOTALS	BUDGET 2004-05
Administrative Revenues										
Administrative Assessments			4,807,004		74,241				4,881,245	\$3,984,888
Interest Revenue			193,951	11,148	6,453			43	211,595	78,330
Mutual Agency Project Revenue		895,836							895,836	-
Miscellaneous Income	3,865								3,865	-
Total Revenues	<u>3,865</u>	<u>895,836</u>	<u>5,000,955</u>	<u>11,148</u>	<u>80,694</u>	<u>-</u>	<u>-</u>	<u>43</u>	<u>5,992,541</u>	<u>4,063,218</u>
Administrative & Project Expenditures										
Watermaster Administration	734,695								734,695	621,784
Watermaster Board-Advisory Committee	47,159								47,159	37,018
Pool Administration			13,459	87,794	3,065				104,318	91,153
Optimum Basin Mgmt Administration		1,265,673							1,265,673	1,019,183
OBMP Project Costs		2,878,404							2,878,404	3,733,694
Education Funds Use								-	-	375
Mutual Agency Project Costs	57,631								57,631	80,004
Total Administrative/OBMP Expenses	<u>839,485</u>	<u>4,144,077</u>	<u>13,459</u>	<u>87,794</u>	<u>3,065</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,087,880</u>	<u>5,583,211</u>
Net Administrative/OBMP Income	<u>(835,620)</u>	<u>(3,248,241)</u>								
Allocate Net Admin Income To Pools	<u>835,620</u>		629,148	193,066	13,406				-	-
Allocate Net OBMP Income To Pools		<u>3,248,241</u>	2,445,639	750,491	52,111				-	-
Agricultural Expense Transfer			1,020,199	(1,020,199)					-	-
Total Expenses			<u>4,108,446</u>	<u>11,152</u>	<u>68,581</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,087,880</u>	<u>5,583,211</u>
Net Administrative Income			<u>892,509</u>	<u>(4)</u>	<u>12,113</u>			<u>43</u>	<u>904,661</u>	<u>(1,519,993)</u>
Other Income/(Expense)										
Replenishment Water Purchases						8,097,108			8,097,108	-
MZ1 Supplemental Water Assessments						1,625,000			1,625,000	2,179,500
Water Purchases									-	-
MZ1 Imported Water Purchase									-	(2,278,500)
Groundwater Replenishment						(10,274,669)			(10,274,669)	-
Net Other Income						<u>(552,561)</u>			<u>(552,561)</u>	<u>(99,000)</u>
Net Transfers To/(From) Reserves			<u>892,509</u>	<u>(4)</u>	<u>12,113</u>	<u>(552,561)</u>		<u>43</u>	<u>352,100</u>	<u>(1,618,993)</u>
Working Capital, July 1, 2004			<u>3,560,227</u>	<u>463,055</u>	<u>174,920</u>	<u>4,133,060</u>	<u>158,251</u>	<u>2,195</u>	<u>8,491,708</u>	
Working Capital, End Of Period			<u>4,452,736</u>	<u>463,051</u>	<u>187,033</u>	<u>3,580,499</u>	<u>158,251</u>	<u>2,238</u>	<u>8,843,808</u>	
03/04 Production			136,795.139	41,978.182	2,914.774				181,688.095	
03/04 Production Percentages			75.291%	23.105%	1.604%				100.000%	



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