

MINUTES
CHINO BASIN WATERMASTER
APPROPRIATIVE POOL MEETING

July 9, 2015

The Appropriative Pool meeting was held at the offices of Chino Basin Watermaster located at 9641 San Bernardino Road, Rancho Cucamonga, CA on July 9, 2015.

APPROPRIATIVE POOL MEMBERS PRESENT

Rosemary Hoerning, Chair	City of Upland
Darron Poulsen, Vice-Chair	City of Pomona
Josh Swift	Fontana Water Company
Bob Page	County of San Bernardino
Teri Layton	San Antonio Water Company
Seth Zielke	Fontana Union Water Company
Justin Scott-Coe	Monte Vista Water District
Ryan Shaw for Scott Burton	City of Ontario
Ron Craig	City of Chino Hills
Ben Lewis	Golden State Water Company
Todd Corbin	Jurupa Community Services District
Jo Lynne Russo-Pereyra for Marty Zvirbulis	Cucamonga Valley Water District
Dave Crosley	City of Chino

WATERMASTER BOARD MEMBERS PRESENT

J. Arnold Rodriguez	Santa Ana River Water Company
Bob Kuhn	Three Valleys Municipal Water District

WATERMASTER STAFF PRESENT

Peter Kavounas	General Manager
Danielle Maurizio	Assistant General Manager
Joseph Joswiak	Chief Financial Officer
Anna Truong	Recording Secretary

WATERMASTER CONSULTANTS PRESENT

Brad Herrema	Brownstein Hyatt Farber Schreck, LLP
Andy Malone	Wildermuth Environmental, Inc.

OTHERS PRESENT

Pete Hall	State of California – CIM
David DeJesus	Three Valleys Municipal Water District
Cris Fealy	Fontana Water Company
Raul Garibay	City of Pomona
Brandon Howard	Niagara Bottling Company
Sheri Rojo	Fontana Water Company
Andy Campbell	Inland Empire Utilities Agency
Eunice Ulloa	Chino Basin Water Conservation District

CALL TO ORDER

Chair Hoerning called the Appropriative Pool meeting to order at 9:02 am.

AGENDA - ADDITIONS/REORDER

(0:00:17) Chair Hoerning requested that Item VII, Confidential Session, is taken after the Consent Calendar.

(0:00:52)

Motion by Vice-Chair Poulsen, seconded by Ms. Russo-Pereyra, and by unanimous vote

Moved to approve reordering the agenda to take Item VII, Confidential Session, after Consent Calendar.

(0:01:07) Ms. Layton requested Item I.D., the Chino Basin Subsidence Management Plan, is pulled from Consent Calendar for separate discussion.

I. CONSENT CALENDAR**A. MINUTES**

1. Minutes of the Appropriative Pool Special Meeting held June 8, 2015
2. Minutes of the Appropriative Pool Meeting held June 11, 2015
3. Minutes of the Appropriative Pool Special Meeting held June 22, 2015

B. FINANCIAL REPORTS

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

C. 2014 ANNUAL REPORT OF THE GROUND-LEVEL MONITORING COMMITTEE (Formerly the Land Subsidence Committee)**D. CHINO BASIN SUBSIDENCE MANAGEMENT PLAN (CBSMP)****E. WATER TRANSACTIONS**

1. Notice of Sale or Transfer – The purchase of 3,000.000 acre-feet of water from Cucamonga Valley Water District by Fontana Water Company. This purchase is made from Cucamonga Valley Water District's storage account. Date of application: May 20, 2015.
2. Notice of Sale or Transfer - The purchase of 1,067.000 acre-feet of water from West End Consolidated Water Company by the City of Upland. This purchase is made from West End Consolidated Water Company's Excess Carryover Account. The City of Upland is utilizing this transaction to produce its West End Consolidated Water Company shares. Date of application: June 11, 2015.
3. Notice of Sale or Transfer – The purchase of 70.000 acre-feet of water from the City of Upland by Golden State Water Company. This purchase is made from the City of Upland's Excess Carryover Account. Date of application: June 15, 2015.
4. Notice of Sale or Transfer - The purchase of 100.000 acre-feet of water from West End Consolidated Water Company by Golden State Water Company. This purchase is made from West End Consolidated Water Company's Excess Carryover Account. Golden State Water Company is utilizing this transaction to produce its West End Consolidated Water Company shares. Date of application: June 15, 2015.

5. Notice of Sale or Transfer - The purchase of 6,500.000 acre-feet of water from the City of Chino by Fontana Water Company. This purchase is made from the City of Chino's Excess Carryover Account. Date of application: June 16, 2015.

(0:01:34)

Motion by Ms. Russo-Pereyra, seconded by Mr. Ryan Shaw, and by unanimous vote

Moved to approve Consent Calendar with the exception of Item I.D. as presented

(0:01:53) Ms. Layton stated that San Antonio Water Company issued a letter regarding the matter and the letter was available at the back table. She also read the letter for the record. A discussion ensued.

(0:02:38) Ms. Layton made the following motion for Consent Calendar Item I.D.: "The Appropriative Pool approves the proposed Subsidence Management Plan as presented but in doing so, does not authorize or approve the expenditure of any funds, or the doing of any act that would be reasonably intercepted to be remediation; the attempt being to ensure that expenditure and acts be limited to monitoring, studying, and planning." A discussion ensued.

(0:04:05) Mr. Crosley joined the meeting.

(0:20:26) Chair Hoerning called for the second on the main motion. There being no support, the motion failed.

(0:20:45).

Motion by Vice-Chair Poulsen, seconded by Mr. Ron Craig, and by majority vote

Moved to approve Consent Calendar Item I.D. as presented

(0:21:00) Ms. Layton voted no.

(0:23:38) Chair Hoerning called for the Confidential Session and the details are captured in sequence below.

II. BUSINESS ITEMS

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

(0:23:58) Mr. Kavounas gave a report. A discussion ensued. No action was taken.

B. CHINO BASIN SAFE YIELD REDETERMINATION AND RESET STATUS REPORT

Provide input to Watermaster staff and legal counsel on the Status Report to be filed with the Court.

(0:25:13) Mr. Kavounas gave a report indicating that the status report would be filed with the Court on July 10, 2015. A discussion ensued. No action was needed.

C. ROTATION OF APPROPRIATIVE POOL REPRESENTATIVES SEATED ON THE WATERMASTER BOARD (DISCUSSION ONLY)

(0:26:44) Mr. Kavounas gave a report. A discussion ensued.

III. REPORTS/UPDATES

A. LEGAL COUNSEL REPORT

1. Santa Ana Sucker Critical Habitat Designation
2. Waters of the United States Rulemaking

(0:30:08) Mr. Herrema gave a report and also added an update on the Department of Water Resources (DWR) emergency regulations for basin boundary revisions under the Sustainable Groundwater Management Act.

B. ENGINEER REPORT

1. None

C. CFO REPORT

1. Exhibit "G" Water Transfers
2. 5-year Assessment Projections

(0:35:12) Mr. Joswiak gave a report. A discussion ensued.

D. GM REPORT

1. East DeClez – IEUA Letter of Intent to Purchase Property

(0:45:54) Mr. Kavounas gave a report. A discussion ensued.

IV. INFORMATION

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

V. POOL MEMBER COMMENTS

None.

VI. OTHER BUSINESS

None.

VII. CONFIDENTIAL SESSION - POSSIBLE ACTION

Chair Hoerning called for a confidential session at 9:28 a.m. to discuss the Safe Yield Redetermination and Reset. Confidential session concluded at 10:20 a.m. with no reportable action.

ADJOURNMENT

Chair Hoerning adjourned the Appropriative Pool meeting at 10:48 a.m.

Secretary: _____

Approved: _____ August 13, 2015 _____