

**MINUTES**  
**CHINO BASIN WATERMASTER**  
**APPROPRIATIVE POOL MEETING**  
June 9, 2016

The Appropriative Pool meeting was held at the offices of Chino Basin Watermaster located at 9641 San Bernardino Road, Rancho Cucamonga, CA on June 9, 2016.

**APPROPRIATIVE POOL MEMBERS PRESENT**

Darron Poulsen, Chair  
Todd Corbin, Vice-Chair  
Dave Crosley  
Teri Layton  
Rosemary Hoerning  
Mark Kinsey for Justin Scott-Coe  
Van Jew  
Ron Craig  
Jo Lynne Russo-Pereyra for Marty Zvirbulis  
Eric Tarango for Josh Swift  
Cris Fealy  
Ryan Shaw for Scott Burton

City of Pomona  
Jurupa Community Services District  
City of Chino  
San Antonio Water Company  
City of Upland  
Monte Vista Water District  
Monte Vista Irrigation Company  
City of Chino Hills  
Cucamonga Valley Water District  
Fontana Water Company  
Fontana Union Water Company  
City of Ontario

**WATERMASTER BOARD MEMBER PRESENT**

Bob Kuhn

Three Valleys Municipal Water District

**WATERMASTER STAFF PRESENT**

Peter Kavounas  
Joseph Joswiak  
Anna Truong  
Justin Nakano  
Frank Yoo

General Manager  
Chief Financial Officer  
Recording Secretary  
Water Resources Senior Associate  
Water Resources Senior Associate

**WATERMASTER CONSULTANTS PRESENT**

Brad Herrema  
Andy Malone

Brownstein Hyatt Farber Schreck, LLP  
Wildermuth Environmental, Inc.

**OTHERS PRESENT**

Pete Hall  
Ben Peralta  
Nadeem Majaj  
Gil Aldaco  
Paula Lantz  
Curtis Paxton  
Eunice Ulloa

State of California – CIM  
Three Valleys Municipal Water District  
City of Chino Hills  
City of Chino  
City of Pomona  
Chino Basin Desalter Authority  
Chino Basin Water Conservation District

**CALL TO ORDER**

Chair Poulsen called the Appropriative Pool meeting to order at 9:01 a.m.

**AGENDA - ADDITIONS/REORDER**

(0:00:26) Chair Poulsen shared thoughts in remembrance of Mr. Gene Koopman and asked for a moment of silence in his honor.

**I. CONSENT CALENDAR****A. MINUTES**

1. Minutes of the Appropriative Pool Meeting held May 12, 2016

**B. FINANCIAL REPORTS**

1. Cash Disbursements for the month of April 2016
2. Watermaster VISA Check Detail for the month of April 2016
3. Combining Schedule for the Period July 1, 2015 through April 30, 2016
4. Treasurer's Report of Financial Affairs for the Period April 1, 2016 through April 30, 2016
5. Budget vs. Actual Report for the Period July 1, 2015 through April 30, 2016

**C. CHINO BASIN WATERMASTER 37<sup>TH</sup> ANNUAL REPORT**

Recommend that the Advisory Committee recommend to the Watermaster Board to adopt the 37<sup>th</sup> Annual Report, along with filing a copy with the Court, subject to any necessary non-substantive changes.

**D. WATER TRANSACTIONS**

1. Notice of Sale or Transfer – The purchase of 2500.000 acre-feet of water from the City of Pomona by Cucamonga Valley Water District. This purchase is made from the City of Pomona's excess carryover account. Date of application: April 28, 2016.
2. Notice of Sale or Transfer – The purchase of 4000.000 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: May 3, 2016.
3. Notice of Sale or Transfer – The purchase of 6000.000 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: May 3, 2016.
4. Notice of Sale or Transfer – The purchase of 3500.000 acre-feet of water from the City of Ontario by Fontana Water Company. This purchase is made from the City of Ontario's excess carryover account. Date of application: May 3, 2016.
5. Notice of Sale or Transfer – The purchase of 1000.000 acre-feet of water from the City of Upland by Fontana Water Company. This purchase is made from the City of Upland's excess carryover account. Date of application: May 3, 2016.

(0:02:09)

*Motion by Ms. Rosemary Hoerning, seconded by Mr. Kinsey, and by unanimous vote*

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

**II. BUSINESS ITEMS****A. CHINO BASIN WATERMASTER 2015/16 ASSESSMENT PACKAGE**

Recommend to the Advisory Committee to approve the Fiscal Year 2015/16 Assessment Package as presented, including no credit for Stormwater New Yield and postponing the assessment of Desalter Replenishment Obligation until the Court's consideration of the 2015 Safe Yield Reset Agreement.

(0:02:27) Mr. Kavounas gave a report. A discussion ensued.

(0:42:02)

*Motion by Mr. Mark Kinsey, seconded by Ms. Jo Lynne Russo-Pereyra, and by majority vote*

***Moved to recommend Advisory Committee approval of Business Item II.A. as presented***

No vote by Mr. Dave Crosley – City of Chino

**B. LEVYING REPLENISHMENT AND ADMINISTRATIVE ASSESSMENTS**

Review Resolution 2016-08 as presented, and offer advice to Watermaster.

(0:42:48) Mr. Kavounas gave a report.

(0:43:14)

*Motion by Mr. Mark Kinsey, seconded by Mr. Ryan Shaw, and by majority vote*

***Moved to recommend Advisory Committee approval of Business Item II.B. as presented***

No vote by Mr. Dave Crosley – City of Chino

**C. SECOND AMENDMENT TO TASK ORDER NO. 1 (2013 RMPU AMENDMENT YIELD ENHANCEMENT PROJECTS – PLANNING, PERMITTING, AND DESIGN)**

Recommend Advisory Committee approval to amend Task Order No. 1 to reduce the Total Budgeted Cost, and to add the Decluz project back to the list of projects.

(0:43:33) Mr. Kavounas gave a report. A discussion ensued.

(0:45:26)

*Motion by Mr. Van Jew, seconded by Mr. Cris Fealy, and by unanimous vote*

***Moved to recommend Advisory Committee approval of Business Item II.C. as presented***

**D. CHINO BASIN WATERMASTER 2016 BUSINESS PLAN (INFORMATION ONLY)**

(0:46:25) Mr. Kavounas gave a report. A discussion ensued.

**III. REPORTS/UPDATES**

**A. LEGAL COUNSEL REPORT**

1. June 24, 2016 Hearing
2. Overlying (Agricultural) Pool Request for Continuance
3. Order re Denial of Related Cases

(0:50:17) Mr. Herrema gave a report. A discussion ensued.

**B. ENGINEER REPORT**

1. Watermaster Model Update and Required Demonstrations
  - a. Evaluation of the Cumulative Effects of Transfers
  - b. Evaluation of the Balance of Recharge and Discharge
  - c. Assessment of Adequate Replenishment Capacity
2. 2015 annual report to SWRCB on diversions for recharge
3. Technical support for IEUA grant applications
4. Administrative-draft of 2015 annual report of the GLMC

(0:53:10) Mr. Malone gave a report. A discussion ensued.

**C. CFO REPORT**

1. None

**D. GM REPORT**

1. Volume Vote
2. 2015/16 Water Transactions
3. Recharge Investigations and Projects Committee (RIPCom) Agenda
4. Other

(1:07:18) Mr. Kavounas and Ms. Truong gave a report. Mr. Kavounas added an item regarding payment due dates for the Exhibit "G" water transactions between Non-Agricultural and Appropriative Pool parties. A discussion ensued.

**IV. INFORMATION**

1. Cash Disbursements for May 2016
2. Recharge Investigations and Projects Committee (RIPCom)

**V. POOL MEMBER COMMENTS**

None

**VI. OTHER BUSINESS**

None

**VII. CONFIDENTIAL SESSION - POSSIBLE ACTION**

Chair Poulsen called for a Confidential Session at 10:16 a.m. to hold the Appropriative Pool Strategic Planning discussion. Confidential Session concluded at 11:20 a.m. with no reportable action.

**ADJOURNMENT**

Chair Poulsen adjourned the Appropriative Pool meeting at 11:22 a.m.

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

Approved: \_\_\_\_\_ July 14, 2016 \_\_\_\_\_