

MINUTES
CHINO BASIN WATERMASTER
ANNUAL APPROPRIATIVE POOL MEETING

January 12, 2017

The Annual Appropriative Pool meeting was held at the offices of Chino Basin Watermaster located at 9641 San Bernardino Road, Rancho Cucamonga, CA on January 12, 2017.

APPROPRIATIVE POOL MEMBERS PRESENT

Todd Corbin, Chair
Justin Scott-Coe, Vice- Chair
Cris Fealy
Seth Zielke
Rosemary Hoerning
Chad Blais
Darron Poulsen
Teri Layton
Van Jew
Matthew Litchfield
Jo Lynne Russo-Pereyra for Marty Zvirbulis
Ron Craig
Bob Page
Scott Burton
Dave Crosley
J. Arnold Rodriguez

Jurupa Community Services District
Monte Vista Water District
Fontana Water Company
Fontana Union Water Company
City of Upland
City of Norco
City of Pomona
San Antonio Water Company
Monte Vista Irrigation Company
West Valley Water District
Cucamonga Valley Water District
City of Chino Hills
County of San Bernardino
City of Ontario
City of Chino
Santa Ana River Water Company

WATERMASTER BOARD MEMBER PRESENT

Bob Kuhn

Three Valleys Municipal Water District

WATERMASTER STAFF PRESENT

Peter Kavounas
Joseph Joswiak
Anna Truong
Edgar Tellez Foster
Justin Nakano
Camille Gregory

General Manager
Chief Financial Officer
Executive Services Director/Board Clerk
Senior Environmental Engineer
Water Resources Senior Associate
Administrative Assistant

WATERMASTER CONSULTANTS PRESENT

Brad Herrema
Mark Wildermuth
Andy Malone

Brownstein Hyatt Farber Schreck, LLP
Wildermuth Environmental, Inc.
Wildermuth Environmental, Inc.

OTHERS PRESENT

Pete Hall
Tracy Egoscue
Joel Ignacio
Eric Tarango
David De Jesus
Eunice Ulloa
Amanda Coker
Raul Garibay
Eric Grubb
Ken Jeske

State of California – CIM
Egoscue Law Group
Inland Empire Utilities Agency
Fontana Water Company
Three Valleys Municipal Water District
Chino Basin Water Conservation District
City of Chino
City of Pomona
Cucamonga Valley Water District
California Steel Industries

Curtis Paxton
Manny Martinez
Marilyn Levin
Sheri Rojo
Katie Gienger

Chino Basin Desalter Authority
Monte Vista Water District
State of California – DOJ
Basin Creek Consulting
City of Ontario

CALL TO ORDER

Mr. Poulsen, 2016 Appropriative Pool Chair, called the annual Appropriative Pool meeting to order at 9:00 a.m.

AGENDA – ADDITIONS/REORDER

None

RECOGNITION OF KEN JESKE’S CONTRIBUTIONS TO WATERMASTER

Mr. Kavounas commented about Mr. Jeske’s tenure in the Basin, particularly at Watermaster, and thanked him for his contributions. Others commented and also thanked Mr. Jeske.

I. ANNUAL ELECTIONS (ACTION)

- A. Elect the following calendar year 2017 Officers of the Pool: Chair, Vice-Chair, Secretary, Treasurer, and Assistant Secretaries and Treasurers as may be appropriate.

Chair	<u>Todd Corbin</u>
Vice-Chair	<u>Justin Scott-Coe</u>
Secretary/Treasurer	<u>Watermaster General Manager</u>

(0:21:42)

Motion by Mr. Ron Craig, seconded by Mr. Darron Poulsen, and by unanimous vote

Moved to approve calendar year 2017 Appropriative Pool Officers as indicated in I.A. above.

Mr. Poulsen handed control of the meeting to the newly elected Chair, Mr. Todd Corbin.

Mr. Page joined the meeting at 9:22 a.m.

B. Calendar Year 2017 Appropriative Pool Minor Representatives to the 2017 Advisory Committee

According to the Appropriative Pool Pooling Plan, each major Appropriator is entitled to one representative on the Advisory Committee. In addition, the minor Appropriators shall elect two representatives to serve on the Advisory Committee. The minor producers for 2017 are: Arrowhead Mountain Spring Water, City of Fontana, City of Norco, County of San Bernardino, Golden State Water Company, Marygold Mutual Water Company, Monte Vista Irrigation Company, Niagara Bottling Company, Nicholson Trust, San Antonio Water Company, Santa Ana River Water Company, West End Consolidated Water Company, and West Valley Water District.

Minor Rep #1	<u>San Antonio Water Company</u>
Minor Rep #2	<u>Monte Vista Irrigation Company</u>

(0:24:14)

Motion by Ms. Rosemary Hoerning (on behalf of West End Consolidated Water Company), seconded by Mr. J. Arnold Rodriguez, and by unanimous vote

Moved to approve Monte Vista Irrigation Company and San Antonio Water Company as the Minor representatives to serve on the Advisory Committee for calendar year 2017.

C. Calendar Year 2017 Appropriative Pool Member Appointed to Serve as Advisory Committee Officer

According to the rotation sequence established among the Pools, the Appropriators will be asked to appoint a designated representative to serve as Second Vice-Chair on the Advisory Committee during Calendar Year 2017.

Appropriative Pool Officer (Second Vice-Chair) Appointment to the Advisory Committee:

Darron Poulsen

(0:25:23)

Motion by Ms. Jo Lynne Russo-Pereyra, second by Mr. Scott Burton and by unanimous vote

Moved to approve Mr. Darron Poulsen to serve as 2nd Vice-Chair on the Advisory Committee for calendar year 2017.

D. Calendar Year 2017 Appropriative Pool Representation on the Watermaster Board (Information Only)

According to the Board rotation schedule filed with the Court in 2000 and updated on November 17, 2015, the Appropriator listed below has a seat on the Board in 2017 and 2018 and has appointed a representative and alternate as shown below:

Fontana Water Company

New Member: Robert DiPrimio

Alternate: Josh Swift

(0:26:03) Chair Corbin confirmed with Mr. Kavounas that Fontana Water Company's representative on the Watermaster Board for calendar year 2017 is Robert DiPrimio and alternate is Josh Swift.

II. CONSENT CALENDAR

A. MINUTES

1. Minutes of the Appropriative Pool Meeting held November 10, 2016

(0:26:41) Mr. Kavounas commented that the motion from the minutes of the November 10, 2016 Appropriative Pool meeting regarding the RMPU Yield Enhancement Projects will be revised to indicate that the Opt-Out provision was not selected so that the motion is more succinct.

(0:27:13)

Motion by Mr. Justin Scott-Coe, seconded by Ms. Teri Layton, and by unanimous vote.

Moved to approve Consent Calendar Item II.A. with the clarification as noted above.

B. FINANCIAL REPORTS

1. Cash Disbursements for the month of October 2016
2. Watermaster VISA Check Detail for the month of October 2016
3. Combining Schedule for the Period July 1, 2016 through October 31, 2016
4. Treasurer's Report of Financial Affairs for the Period October 1, 2016 through October 31, 2016

5. Budget vs. Actual Report for the Period July 1, 2016 through October 31, 2016
6. Cash Disbursements for the month of November 2016
7. Watermaster VISA Check Detail for the month of November 2016
8. Combining Schedule for the Period July 1, 2016 through November 30, 2016
9. Treasurer's Report of Financial Affairs for the Period November 1, 2016 through November 30, 2016
10. Budget vs. Actual Report for the Period July 1, 2016 through November 30, 2016

C. CHINO BASIN WATERMASTER INVESTMENT POLICY

Recommend that the Advisory Committee recommends approval of Resolution 2017-01 – Resolution of the Chino Basin Watermaster, San Bernardino County, California, Re-Authorizing the Watermaster's Investment Policy.

D. LOCAL AGENCY INVESTMENT FUND

Recommend that the Advisory Committee recommends approval of Resolution 2017-02 – Resolution Authorizing Investment of Monies in the Local Agency Investment Fund (LAIF).

E. WATER TRANSACTIONS

1. Notice of Sale or Transfer – The permanent transfer of 27.619 acre-feet of Safe Yield from Ameron International Corporation ("Ameron") to TAMCO, a California Corporation ("TAMCO"). In addition, Ameron requests to transfer 27.619 acre-feet of its Carryover Balance, and 169.358 acre-feet from its Local Storage Account to TAMCO.
2. Notice of Sale or Transfer – The purchase of 2,000.000 acre-feet of water from the City of Norco by Fontana Water Company. This purchase is made from the City of Norco's Excess Carryover Account and is to be transferred to Fontana Water Company's Annual Production Right/Operating Safe Yield.

(0:27:34)

Motion by Ms. Rosemary Hoerning, seconded by Mr. Darron Poulsen, and by unanimous vote
Moved to approve Consent Calendar Items II.B through II.E as presented

Abstention by Mr. Van Jew of Monte Vista Irrigation Company

III. BUSINESS ITEMS

A. STORAGE AGREEMENTS (Information Only)

Offer advice and assistance to Watermaster.

(0:28:01) Mr. Kavounas gave a report. A discussion ensued

B. NOTICE OF OVERLYING (NON-AGRICULTURAL) POOL AVAILABLE WATER PER RESTATED JUDGMENT EXHIBIT "G" (Information Only)

(0:42:39) Ms. Truong gave a report.

IV. REPORTS/UPDATES

A. LEGAL COUNSEL REPORT

1. December 9, 2016 Hearing
2. Safe Yield Reset

(0:44:23) Mr. Herrema gave a report, and added a report on the 38th Annual Report and Watermaster's intent to update the Rules and Regulations. A discussion ensued.

B. ENGINEER REPORT

1. Pomona Extensometer
2. Santa Ana River: BMPTF, SBVMWD RFP, Prado Basin AMP
3. SGMA: Model Update and Required Demonstrations, Annual Reporting, and Fringe Areas
4. California Statewide Groundwater Elevation Monitoring (CASGEM)
5. Watermaster Reporting Requirements

(0:49:28) Mr. Malone gave a report. A discussion ensued.

C. CFO REPORT

1. 2016/17 Assessment Invoicing

(1:04:13) Mr. Joswiak gave a report.

D. GM REPORT

1. Santa Ana River Watershed Update
2. SGMA Update
3. Storage
4. RIPCom Update
5. Other

(1:05:03) Mr. Kavounas introduced Messrs. Tellez Foster and Malone to give a report on, IV.D.1., the Santa Ana River Watershed Update. A discussion ensued.

(1:33:47) Mr. Kavounas gave a report on IV.D.2., the SGMA Update.

(1:37:50) Mr. Kavounas introduced Messrs. Nakano and Ignacio to give a report on IV.D.4., the RIPCom Update. A discussion ensued.

(1:42:40) Mr. Kavounas added a report on the FY 2016-2017 Storm and Supplemental Water Recharge by Basin and also announced the Army Corps of Engineers meeting which is being held at IEUA regarding the Prado Dam Master Plan.

V. INFORMATION

1. Annual Filing of Notice of Intent Regarding the Determination of Operating Safe Yield
2. Cash Disbursements for December 2016
3. Recharge Investigations and Projects Committee (RIPCom)
4. Ground Level Monitoring Report (Quarterly)
5. Update on South Archibald and Chino Airport Plumes (Quarterly)
6. RMPU Status Report (Quarterly)

VI. POOL MEMBER COMMENTS

(1:44:13) Chair Corbin commented about Information Item V.1., Annual Filing of Notice of Intent Regarding the Determination of Operating Safe Yield. A discussion ensued.

VII. OTHER BUSINESS

None

VIII. CONFIDENTIAL SESSION - POSSIBLE ACTION

Chair Corbin called for a confidential session at 10:44 a.m. to hold the Appropriative Pool Strategic Planning discussion. Confidential session concluded at 12:00 p.m. with no reportable action.

ADJOURNMENT

Chair Corbin adjourned the annual Appropriative Pool meeting at 12:01 p.m.

Secretary: _____

Approved: February 9, 2017