

MINUTES
CHINO BASIN WATERMASTER
APPROPRIATIVE POOL MEETING

June 8, 2017

The Appropriative Pool meeting was held at the offices of Chino Basin Watermaster located at 9641 San Bernardino Road, Rancho Cucamonga, CA on June 8, 2017.

APPROPRIATIVE POOL MEMBERS PRESENT

Todd Corbin, Chair
Justin Scott-Coe, Vice-Chair
Jo Lynne Russo-Pereyra for Marty Zvirbulis
Van Jew
Charles Moorrees for Teri Layton
Seth Zielke
Darron Poulsen
Rosemary Hoerning
Cris Fealy
Bob Page
Dave Crosley
Katie Gienger for Scott Burton

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

WATERMASTER BOARD MEMBER PRESENT

Bob Kuhn

Three Valleys Municipal Water District

WATERMASTER STAFF PRESENT

Peter Kavounas
Joseph Joswiak
Edgar Tellez Foster
Anna Truong
Justin Nakano

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

WATERMASTER CONSULTANTS PRESENT

Brad Herrema
Mark Wildermuth
Andy Malone

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

OTHERS PRESENT

Braden Yu
John Bosler
Sheri Rojo
Eric Tarango
Raul Garibay
John Schatz

Cucamonga Valley Water District
Cucamonga Valley Water District
Basin Creek Consulting
Fontana Water Company
City of Pomona
John J. Schatz, Attorney at Law

CALL TO ORDER

Chair Corbin called the Appropriative Pool meeting to order at 9:02 a.m.

AGENDA - ADDITIONS/REORDER

None

I. CONSENT CALENDAR

A. MINUTES

1. Minutes of the Appropriative Pool Meeting held May 11, 2017

B. FINANCIAL REPORTS

1. Cash Disbursements for the month of April 2017
2. Watermaster VISA Check Detail for the month of April 2017
3. Combining Schedule for the Period July 1, 2016 through April 30, 2017
4. Treasurer's Report of Financial Affairs for the Period April 1, 2017 through April 30, 2017
5. Budget vs. Actual Report for the Period July 1, 2016 through April 30, 2017

C. COST-SHARING AGREEMENT BETWEEN CHINO BASIN WATERMASTER AND CITY OF CHINO HILLS REGARDING THE CHINO HILLS ASR PILOT PROJECT

Recommend that the Advisory Committee approve the Cost Sharing Agreement Between Chino Basin Watermaster and City of Chino Hills Regarding the Chino Hills ASR Pilot Project and authorize the General Manager to sign the agreement on behalf of Watermaster.

D. WATER TRANSACTIONS

1. The purchase of 180.000 acre-feet of water from the San Antonio Water Company by Monte Vista Water District. This purchase is made from San Antonio Water Company's Annual Production Right / Operating Safe Yield first, then any additional from Local Supplemental Storage. Monte Vista Water District is utilizing this transaction to produce its San Antonio Water Company shares. Date of application: May 22, 2017
2. The purchase of 162.000 acre-feet of water from the San Antonio Water Company by the City of Ontario. This purchase is made from San Antonio Water Company's Annual Production Right / Operating Safe Yield first, then any additional from Local Supplemental Storage. The City of Ontario is utilizing this transaction to produce its San Antonio Water Company shares. Date of application: May 22, 2017
3. The purchase of 558.000 acre-feet of water from the San Antonio Water Company by the City of Upland. This purchase is made from San Antonio Water Company's Annual Production Right / Operating Safe Yield first, then any additional from Local Supplemental Storage. The City of Upland is utilizing this transaction to produce its San Antonio Water Company shares. Date of application: May 22, 2017
4. The purchase of 4,000.000 acre-feet of water from the City of Pomona by Cucamonga Valley Water District. This purchase is made from the City of Pomona's Local Supplemental Storage Quantified (Pre 7/1/2000) Account. Date of application: May 31, 2017
5. The purchase of 4,000.000 acre-feet of water from the Cucamonga Valley Water District by Fontana Water Company. This purchase is made from Cucamonga Valley Water District's Local Supplemental Storage Quantified (Pre 7/1/2000) Account. Date of application: May 31, 2017
6. The purchase of 3,000.000 acre-feet of water from the Cucamonga Valley Water District by Fontana Water Company. This purchase is made from Cucamonga Valley Water District's Local Supplemental Storage Quantified (Pre 7/1/2000) Account. Date of application: May 31, 2017

(0:00:35)

Motion by Mr. Darron Poulsen, seconded by Ms. Katie Gienger, and by unanimous vote.

Moved to approve Consent Calendar as presented.

II. BUSINESS ITEMS**A. FISCAL YEAR 2016/17 BUDGET TRANSFER (FORM T-17-05-01)**

Recommend Advisory Committee Approval of Budget Transfer Form T-17-05-01 for FY 2016/17 as presented.

(0:00:59) Mr. Joswiak gave a report. A discussion ensued.

(0:03:25)

Motion by Ms. Jo Lynne Russo-Pereyra, seconded by Ms. Rosemary Hoerning, and by unanimous vote.

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

B. FISCAL YEAR 2016/17 BUDGET AMENDMENT (FORM A-17-05-01)

Recommend Advisory Committee approve the Budget Amendment Form A-17-05-01 for FY 2016/17 in the amount of \$100,000 for the increased cost associated with the Safe Yield Redetermination and Reset, along with other Agricultural Pool matters, as presented.

(0:03:46) Mr. Joswiak gave a report. A discussion ensued.

(0:06:23)

Motion by Ms. Jo Lynne Russo-Pereyra, seconded by Mr. Darron Poulsen, and by unanimous vote
Moved to approve Business Item II.B. as presented.

Abstention by Dave Crosley – City of Chino

C. RESOLUTION TO LEVY DESALTER REPLENISHMENT ASSESSMENTS FOR PRODUCTION YEAR 2013/14 (BASED ON ASSESSMENT PACKAGE FOR PRODUCTION YEAR 2013/14) (DISCUSSION ONLY)

(0:06:58) Chair Corbin introduced Business Item II.C.

(0:08:03) Mr. Kavounas gave a report. A discussion ensued.

III. REPORTS/UPDATES

A. LEGAL COUNSEL REPORT

1. Overlying (Agricultural) Pool Committee's Contests
2. Rules and Regulations Update
3. Outline Of Annual Report Presentation To Judge

(0:21:19) Mr. Herrema gave a report. A discussion ensued.

B. ENGINEER REPORT

1. 2016 Annual Report of the Prado Basin Habitat Sustainability Committee
2. Other Technical Support

(0:32:22) Mr. Malone gave a report. A discussion ensued.

C. CFO REPORT

1. Exhibit "G" Transactions

(0:39:40) Mr. Joswiak gave a report. A discussion ensued.

D. GM REPORT

1. Storage Agreements
2. Storage Workshop #2
3. SGMA Update
4. CSI Basin Improvement Project
5. DYY Program Update
6. Other

(0:41:58) Mr. Kavounas gave reports on Items III.D.1. and III.D.2. A discussion ensued.

(0:47:49) Mr. Kavounas introduced Mr. Tellez Foster to give a report on Item III.D.3. A discussion ensued.

(0:52:58) Mr. Kavounas introduced Mr. Nakano to give a report on Item III.D.4. Mr. Nakano gave a report and recommended that a recommendation on the project be made by July 2017 to ensure the design process is efficient. The Item will be brought back to the Appropriative Pool in July.

(0:53:59) Mr. Kavounas gave reports on Items III.D.5. A discussion ensued.

(0:59:40) Mr. Kavounas gave an update on the Ambient Water Quality Study; he also announced that Watermaster will not be holding any standing meetings in the month of August 2017, and that if parties need assistance scheduling any other meetings, staff is happy to assist.

IV. INFORMATION

1. Cash Disbursements for May 2017
2. Recharge Investigations and Projects Committee (RIPCom)

V. POOL MEMBER COMMENTS

(1:05:04) Mr. Scott-Coe commented on the LAFCO draft report. Within the LAFCO report is information provided by the University of California, Santa Cruz, regarding groundwater management issues involving adjudicated basins. The report included information that may not be fully accurate. Mr. Scott-Coe mentioned that his agency would be submitting comments and asked that if anyone had comments, to provide them to him before the comment deadline of June 14, 2017. A discussion ensued.

VI. OTHER BUSINESS

None

VII. CONFIDENTIAL SESSION - POSSIBLE ACTION

Chair Corbin called for a confidential session at 10:10 a.m. to discuss the Appropriative Pool Strategic Planning. Confidential session concluded at 11:48 a.m. with the following reportable action:

(1:08:44)

1. The Pool approved by majority vote, the Tolling Agreement between the Appropriative Pool and Agricultural Pool as presented.

No Votes

Dave Crosley – City of Chino

Katie Gienger for Scott Burton – City of Ontario

Subsequent to the June 8, 2017 Appropriative Pool meeting the Cities of Chino and Ontario provided letters as to their opposition. The letters and Tolling Agreement are attached to these minutes.

ADJOURNMENT

Chair Corbin adjourned the Appropriative Pool meeting at 11:50 a.m.

Secretary: _____

Approved: _____ July 13, 2017

Attachments:

1. Tolling Agreement
2. 20170614 Letter from David G. Crosley, City of Chino, RE Tolling Agreement
3. 20170614 Letter from Scott Burton, City of Ontario, RE Tolling Agreement