MINUTES CHINO BASIN WATERMASTER <u>APPROPRIATIVE POOL MEETING</u>

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

WATERMASTER BOARD MEMBER PRESENT

Bob Kuhn

WATERMASTER STAFF PRESENT

Peter Kavounas Joseph Joswiak Edgar Tellez Foster Anna Truong Justin Nakano

WATERMASTER CONSULTANTS PRESENT

Brad Herrema Mark Wildermuth Andy Malone

OTHERS PRESENT

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

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

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 Pomona City of Upland Fontana Water Company County of San Bernardino City of Chino City of Ontario

Three Valleys Municipal Water District

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

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

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

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

- 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
- 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
- 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. <u>REPORTS/UPDATES</u>

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.

<u>No Votes</u> 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:_____<u>July 13, 2017</u>_____

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