

MINUTES
CHINO BASIN WATERMASTER
WATERMASTER BOARD MEETING

July 24, 2014

The Watermaster Board meeting was held at the offices of the Chino Basin Watermaster located at 9641 San Bernardino Road, Rancho Cucamonga, CA on July 24, 2014.

WATERMASTER BOARD MEMBERS PRESENT

Robert "Bob" Craig – Chair
Steve Elie – Vice-Chair
David DeJesus, for Bob Kuhn
Mark Kinsey
J. Arnold Rodriguez
Bob Bowcock
Geoffrey Vanden Heuvel
Paul Hofer
Charles Field

Jurupa Community Services District
Inland Empire Utilities Agency
Three Valleys Municipal Water District
Monte Vista Water District
Santa Ana River Water Company
Vulcan Materials Company (Calmat Division)
Agricultural Pool – Dairy
Agricultural Pool – Crops
Western Municipal Water District

WATERMASTER BOARD MEMBERS ABSENT

Bob Kuhn

Three Valleys Municipal Water District

WATERMASTER STAFF PRESENT

Peter Kavounas
Danielle Maurizio
Joseph Joswiak
Anna Truong

General Manager
Assistant General Manager
Chief Financial Officer
Recording Secretary

WATERMASTER CONSULTANTS PRESENT

Scott Slater
Mark Wildermuth
Andy Malone

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

OTHERS PRESENT

Pete Hall
Jeff Pierson
Larry Dimock
Raul Garibay
Ron Craig
Robert Tock, for Todd Corbin
Marty Zvirbulis
Dave Crosley
Scott Burton
John Rossi
Ryan Shaw
Chris Berch
Terry Catlin
Sheri Rojo
Nadeem Majaj
Eunice Ulloa
Art Kidman
Bob Feenstra
Jasmin Hall

State of California – CIM
Agricultural Pool – Crops
State of California – CIM
City of Pomona
City of Chino Hills
Jurupa Community Services District
Cucamonga Valley Water District
City of Chino
City of Ontario
Western Municipal Water District
City of Ontario
Inland Empire Utilities Agency
Inland Empire Utilities Agency
Fontana Water Company
City of Chino Hills
Chino Basin Water Conservation District
Kidman Law, LLP
Agricultural Pool – Dairy
Inland Empire Utilities Agency

CALL TO ORDER

Chair Craig called the Watermaster Board meeting to order at 11:02 a.m.

PLEDGE OF ALLEGIANCE

PUBLIC COMMENTS

None

AGENDA - ADDITIONS/REORDER

Consent Calendar Item I.E. Resolution 2014-04 Non-Qualified Deferred Compensation Plan 457(f) was pulled as the item is not yet ready. The item will be brought back at the August 2014 Board meeting.

I. CONSENT CALENDAR

A. MINUTES

1. Minutes of the Watermaster Board meeting held June 26, 2014

B. FINANCIAL REPORTS

1. Cash Disbursements for the month of May 2014
2. Watermaster VISA Check Detail for the month of May 2014
3. Combining Schedule for the Period July 1, 2013 through May 31, 2014
4. Treasurer's Report of Financial Affairs for the Period May 1, 2014 through May 31, 2014
5. Budget vs. Actual Report for the Period July 1, 2013 through May 31, 2014

C. WATER TRANSACTIONS

1. Notice of Sale or Transfer - The purchase of 1,200.000 acre-feet of water from Santa Ana River Water Company by Jurupa Community Services District. This purchase is made from Santa Ana River Water Company's Annual Production Right / Operating Safe Yield first, then any additional from storage. Date of application: March 11, 2014
2. Notice of Sale or Transfer – The purchase of 6.500 acre-feet of water from The Nicholson Trust by Fontana Water Company. This purchase is made from The Nicholson Trust's Annual Production Right. Date of application: May 1, 2014
3. Notice of Sale or Transfer – The purchase of 1,000.000 acre-feet of water from San Antonio Water Company by Fontana Water Company. This purchase is made from San Antonio Water Company's storage account. Date of application: May 5, 2014
4. Notice of Sale or Transfer – The permanent transfer of 300.000 acre-feet of Safe Yield from Aqua Capital Management by Ontario City Non-Ag, effective as of the beginning of fiscal year 2014/15. Date of application: June 3, 2014

D. 2013 LAND SUBSIDENCE COMMITTEE ANNUAL REPORT

Adopt the 2013 Annual Report of the Land Subsidence Committee, along with filing a copy with the Court.

The draft 2013 Annual Report of the Land Subsidence Committee can be found at the following link:

[http://www.cbwm.org/FTP/Land%20Subsidence%20Committee%20\(LSC\)/2013%20Draft%20LSC%20Annual%20Report/Final%20Draft%202013%20Annual%20Report%20of%20the%20Land%20Subsidence%20Committee-posted%20to%20FTP%20for%20review%20on%2020140711/2013_Annual%20Report_draftv3_lsc_FINAL.pdf](http://www.cbwm.org/FTP/Land%20Subsidence%20Committee%20(LSC)/2013%20Draft%20LSC%20Annual%20Report/Final%20Draft%202013%20Annual%20Report%20of%20the%20Land%20Subsidence%20Committee-posted%20to%20FTP%20for%20review%20on%2020140711/2013_Annual%20Report_draftv3_lsc_FINAL.pdf)

- E. RESOLUTION 2014-04 – NONQUALIFIED DEFERRED COMPENSATION PLAN 457(f)**
Adopt Resolution 2014-04 approving a Nonqualified Deferred Compensation Plan 457(f)
(Resolution 2014-04 will be provided separately)

(0:01:34)

Motion by Mr. Steve Elie, second by Mr. Mark Kinsey, and carried unanimously

Moved to remove Consent Calendar Item I.E. and approve Items I.A. – 1.D. as presented

II. BUSINESS ITEMS

**A. SAFE YIELD RECALCULATION – PRESENTATION OF MODELING RESULTS
(DISCUSSION ONLY)**

(0:02:00) Mr. Kavounas gave a brief introduction regarding Mr. Wildermuth's Safe Yield Recalculation presentation.

(0:03:19) Mr. Wildermuth gave a presentation. A discussion ensued.

B. MASTER AGREEMENT FOR COLLABORATIVE RECHARGE PROJECTS

Approve Watermaster's entrance into the Master Agreement between Watermaster and Inland Empire Utilities Agency regarding the Management of Collaborative Recharge Projects, subject to non-substantive changes to be made by staff.

(1:07:28) Mr. Kavounas gave a report.

(1:08:59)

Motion by Mr. Geoffrey Vanden Heuvel, second by Mr. Bob Bowcock

Moved to approve Business Item II.B. as presented

III. REPORTS/UPDATES

A. LEGAL COUNSEL REPORT

1. Motion for Approval of Watermaster Board Compensation Policy
2. July 11, 2014 Hearing

(01:09:17) Mr. Slater gave a report.

B. CFO REPORT

None

C. ENGINEER REPORT

None

D. GM REPORT

1. FY 2013/14 Production Information
2. Form 9 Consideration
3. Response to Question on CDA Expansion Requirements
4. City of Fontana's Request to Review Draft EIR on Vulcan Project
5. Other

(01:10:10) Mr. Kavounas gave a report. A brief discussion ensued.

IV. INFORMATION

1. Cash Disbursements for June 2014

V. BOARD MEMBER COMMENTS

None

VI. OTHER BUSINESS

None

VII. CONFIDENTIAL SESSION - POSSIBLE ACTION

None

VIII. FUTURE MEETINGS AT WATERMASTER

7/22/14	Tue	9:00 a.m.	GRCC (at Watermaster)
7/24/14	Thu	11:00 a.m.	Watermaster Board
8/14/14	Thu	9:00 a.m.	Appropriative Pool
8/14/14	Thu	11:00 a.m.	Non-Agricultural Pool
8/14/14	Thu	1:30 p.m.	Agricultural Pool
8/21/14	Thu	8:00 a.m.	Joint IEUA/CBWM Recharge Improvement Projects (New Time)
8/21/14	Thu	9:00 a.m.	Advisory Committee
8/28/14	Thu	11:00 a.m.	Watermaster Board

ADJOURNMENT

Chair Craig adjourned the Watermaster Board meeting at 12:31 p.m.

Secretary: _____

Approved: _____ August 28, 2014