

MINUTES
CHINO BASIN WATERMASTER
WATERMASTER BOARD MEETING

April 28, 2015

The Watermaster Board meeting was held at the offices of the Chino Basin Watermaster located at 9641 San Bernardino Road, Rancho Cucamonga, CA on April 28, 2015.

WATERMASTER BOARD MEMBERS PRESENT

Steve Elie, Chair
Paul Hofer, Vice-Chair
J. Arnold Rodriguez
Ken Jeske, for Bob Bowcock
Mark Kinsey
Geoffrey Vanden Heuvel
Jim Bowman
Bob Kuhn
Don Galleano

Inland Empire Utilities Agency
Agricultural Pool – Crops
Santa Ana River Water Company
California Steel Industries
Monte Vista Water District
Agricultural Pool – Dairy
City of Ontario
Three Valleys Municipal Water District
Western Municipal Water District

WATERMASTER BOARD MEMBER ABSENT

Bob Bowcock

Calmat Company (Vulcan Materials Co.)

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
Andy Malone

Brownstein Hyatt Farber Schreck, LLP
Wildermuth Environmental, Inc.

OTHERS PRESENT

Pete Hall
Bob Feenstra
Tracy Egoscue
Terry Catlin
John Rossi
Todd Corbin
Eunice Ulloa
Marty Zvirbulis
Richard Rees
Raul Garibay
Ryan Shaw
Brian Geye
Scott Burton
Steve Kennedy

State of California – CIM
Agricultural Pool – Dairy
Egoscue Law Group
Inland Empire Utilities Agency
Western Municipal Water District
Jurupa Community Services District
Chino Basin Water Conservation District
Cucamonga Valley Water District
AMEC
City of Pomona
City of Ontario
Auto Club Speedway
City of Ontario
Brunick, McElhaney, Beckett, Dolen &
Kennedy
Three Valleys Municipal Water District
City of Pomona

Rick Hansen
Darron Poulsen

Meg McWade
Sheri Rojo
Dave Crosley
Manny Martinez

City of Pomona
Fontana Water Company
City of Chino
Monte Vista Water District

CALL TO ORDER

Chair Elie called the Watermaster Board meeting to order at 11:00 a.m.

PLEDGE OF ALLEGIANCE

PUBLIC COMMENTS

None

AGENDA - ADDITIONS/REORDER

None

I. CONSENT CALENDAR

A. MINUTES

1. Minutes of the Watermaster Board Meeting held March 26, 2015

B. FINANCIAL REPORTS

1. Cash Disbursements for the month of February 2015
2. Watermaster VISA Check Detail for the month of February 2015
3. Combining Schedule for the Period July 1, 2014 through February 28, 2015
4. Treasurer's Report of Financial Affairs for the Period February 1, 2015 through February 28, 2015
5. Budget vs. Actual Report for the Period July 1, 2014 through February 28, 2015

C. CALMAT COMPANY (VULCAN MATERIALS) – APPLICATION FOR LOCAL STORAGE AGREEMENT

Direct Watermaster staff to account for this supplemental water recharged in the Calmat (Vulcan Materials) existing Local Storage account.

1. **Notice of Application for Local Storage Agreement and to Recapture Water in Storage** – On March 2, 2015, Vulcan Materials submitted an Application for a Local Storage Agreement for 50.000 acre-feet to be placed into a Local Supplemental Storage Account. A Form 4, Application to Recapture Water in Storage, was also submitted.

D. FONTANA WATER COMPANY – APPLICATION FOR RECHARGE

Approve FWC's Application for Recharge that would be expressly subject to the same conditions as Vulcan Materials' 2012 Application for Recharge: that the project proponent demonstrates, by following the WEI site characterization plan to Watermaster's satisfaction, that the potential Material Physical Injury will be avoided.

1. **Notice of Application for Recharge** - On March 3, 2015, Fontana Water Company (FWC) submitted an Application for Recharge for up to 50.000 acre-feet to be recharged into the Vulcan Basin.

E. WATER TRANSACTIONS

1. **Consider Approval for 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: February 23, 2015.

2. **Consider Approval for Notice of Sale or Transfer** – The purchase of 2,378.909 acre-feet of water from 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 storage. The City of Upland is utilizing this transaction to produce its San Antonio Water Company shares. Date of application: January 27, 2015.
3. **Consider Approval for Notice of Sale or Transfer** – The purchase of 284.000 acre-feet of water from the City of Pomona by the City of Upland. This purchase is made from the City of Pomona's Excess Carryover Account. Date of application: January 29, 2015.

(0:00:48)

Motion by Mr. Ken Jeske, seconded by Mr. Jim Bowman, and carried unanimously

Moved to approve Consent Calendar as presented

II. **BUSINESS ITEMS**

A. **SAFE YIELD RECALCULATION AND RESET FACILITATED PROCESS (Facilitator's Report and Possible Action)**

(0:01:11) Chair Elie made opening remarks.

(0:02:06) Mr. Kavounas introduced Mr. Slater.

(0:02:25) Mr. Slater gave a report. A discussion ensued.

(0:05:50) Ms. Tracy Egoscue commented on behalf of the Agricultural Pool.

(0:10:26) Motion introduced.

More discussion ensued.

(0:37:25) Roll call vote taken.

Motion by Mr. Don Galleano, seconded by Mr. Jim Bowman, and passed by majority vote

Moved to approve an extension to the May 28, 2015 Board meeting where there will be a substantial consensus on a set of key principles for publication at the May 2015 Board meeting.

No votes:

Mr. Bob Kuhn – Three Valleys Municipal Water District

(0:41:25) Mr. Slater repeated the language for the motion.

III. **REPORTS/UPDATES**

A. **LEGAL COUNSEL REPORT**

1. SGMA Basin Boundary Revisions Rulemaking Process

(0:42:49) Mr. Slater gave a report. A discussion ensued.

B. ENGINEER REPORT

1. State of the Basin Report
 - Production and Recharge
 - Groundwater Levels
2. 2014 Chino Basin Maximum Benefit Annual Report

(0:48:28) Mr. Malone gave a report and presentation. A discussion ensued.

C. CFO REPORT

1. Fiscal Year 2015/2016 Budget Process Update

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

D. GM REPORT

1. 2014/2015 Second Interim Organization Performance Report

(1:08:02) Mr. Kavounas gave a report.

IV. INFORMATION

1. Cash Disbursements for March 2015
2. Update on South Archibald and Chino Airport Plumes
3. RMPU Status Report

V. BOARD MEMBER COMMENTS

(1:14:16) Mr. Galleano thanked Chair Elie for recommending the Board dinner on April 20, 2015 and stated that he felt it was healthy for the group.

(1:14:39) Mr. Kinsey thanked Mr. Galleano for hosting the April 20th Board dinner and shared Mr. Galleano's sentiment.

(1:14:53) Chair Elie echoed Mr. Kinsey's comment and stated it was a great opportunity for the Board and Pool Chairs to be together in a less stressful environment.

VI. OTHER BUSINESS

None

VII. CONFIDENTIAL SESSION - POSSIBLE ACTION

Chair Elie called for a confidential session at 12:16 p.m. to discuss the General Manager's performance evaluation.

The Board came out of confidential session at 12:25 p.m. with no reportable action.

ADJOURNMENT

Chair Elie adjourned the Watermaster Board meeting at 12:25 p.m.

Secretary: _____

Approved: May 28, 2015