

MINUTES
CHINO BASIN WATERMASTER
WATERMASTER BOARD MEETING

August 27, 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 August 27, 2015.

WATERMASTER BOARD MEMBERS PRESENT

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

Inland Empire Utilities Agency
Agricultural Pool – Crops
Santa Ana River Water Company
Monte Vista Water District
Calmat Company (Vulcan Materials Co.)
Agricultural Pool – Dairy
City of Ontario
Three Valleys Municipal Water District
Western 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
Brad Herrema
Andy Malone

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

OTHERS PRESENT

Pete Hall
David DeJesus
Dave Crosley
Tracy Egoscue
Scott Burton
Eunice Ulloa
Josh Swift
Cris Fealy
Curtis Paxton
Todd Corbin
Jeff Pierson
Bob Feenstra
Brian Geye
Ryan Shaw
Ron Craig
Teri Layton
Ken Jeske
Steve Kennedy
John Bosler
Sheri Rojo
Manny Martinez

State of California – CIM
Three Valleys Municipal Water District
City of Chino
Egoscue Law Group
City of Ontario
Chino Basin Water Conservation District
Fontana Water Company
Fontana Union Water Company
Chino Basin Desalter Authority
Jurupa Community Services District
Agricultural Pool – Crops
Agricultural Pool – Dairy
Auto Club Speedway
City of Ontario
City of Chino Hills
San Antonio Water Company
California Steel Industries (CSI)
Brunick, McElhaney, Beckett, Dolen & Kennedy
Cucamonga Valley Water District
Fontana Water Company
Monte Vista Water District

Rosemary Hoerning
Gil Aldaco

City of Upland
City of Chino

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 July 23, 2015

B. FINANCIAL REPORTS

1. Cash Disbursements for the month of June 2015
2. Watermaster VISA Check Detail for the month of June 2015
3. Combining Schedule for the Period July 1, 2014 through June 30, 2015
4. Treasurer's Report of Financial Affairs for the Period June 1, 2015 through June 30, 2015
5. Budget vs. Actual Report for the Period July 1, 2014 through June 30, 2015

C. WATER TRANSACTIONS

1. Notice of Sale or Transfer – The purchase of 3,000.000 acre-feet of water from Cucamonga Valley Water District by Fontana Water Company. This purchase is made from Cucamonga Valley Water District's storage account. Date of application: May 20, 2015.
2. Notice of Sale or Transfer - The purchase of 1,067.000 acre-feet of water from West End Consolidated Water Company by the City of Upland. This purchase is made from West End Consolidated Water Company's Excess Carryover Account. The City of Upland is utilizing this transaction to produce its West End Consolidated Water Company shares. Date of application: June 11, 2015.
3. Notice of Sale or Transfer – The purchase of 70.000 acre-feet of water from the City of Upland by Golden State Water Company. This purchase is made from the City of Upland's Excess Carryover Account. Date of application: June 15, 2015.
4. Notice of Sale or Transfer - The purchase of 100.000 acre-feet of water from West End Consolidated Water Company by Golden State Water Company. This purchase is made from West End Consolidated Water Company's Excess Carryover Account. Golden State Water Company is utilizing this transaction to produce its West End Consolidated Water Company shares. Date of application: June 15, 2015.
5. Notice of Sale or Transfer - The purchase of 6,500.000 acre-feet of water from the City of Chino by Fontana Water Company. This purchase is made from the City of Chino's Excess Carryover Account. Date of application: June 16, 2015.

D. RESOLUTION 2015-05

Approve Resolution 2015-05 supporting the nomination of Kathy Tiegs as the Association of California Water Agencies 2016-2017 President

E. AMENDMENT NO. 2 TO AGREEMENT TO FORM TASK FORCE TO CONDUCT BASIN MONITORING PROGRAM FOR NITROGEN AND TDS IN THE SANTA ANA RIVER WATERSHED (BASIN MONITORING PROGRAM)

(0:00:37)

*Motion by Mr. Jim Bowman, seconded by Mr. Geoff Vanden Heuvel, and carried unanimously
Moved to approve Consent Calendar as presented*

II. BUSINESS ITEMS

A. CHINO BASIN SAFE YIELD REDETERMINATION AND RESET

(0:00:58) Mr. Kavounas introduced the item and handed off to Mr. Slater.

(0:01:07) Mr. Slater gave a report. A discussion ensued.

(0:08:48)

*Motion by Mr. Geoff Vanden Heuvel, seconded by Mr. Bob Kuhn, and carried unanimously
Moved to Direct Legal Counsel and staff to seek advice and counsel from the Committees, and to return to the Board in September so that it may take action in order to file with the Court by the planned date of October 1, 2015 as presented*

B. BUDGET TRANSFER FORM T-15-06-01

Approve Budget Transfer Form T-15-06-01 for FY 2014/15 as presented.

(0:09:16) Mr. Joswiak gave a report.

(0:10:17)

*Motion by Mr. Geoff Vanden Heuvel, seconded by Mr. Mark Kinsey, and carried unanimously
Moved to approve Business Item II.B. as presented*

III. REPORTS/UPDATES

A. LEGAL COUNSEL REPORT

1. August 21, 2015 Hearing
2. DWR Draft Basin Boundary Revision Regulations

(0:10:35) Mr. Slater gave a report on Item III.A.1. A discussion ensued.

(0:15:39) Mr. Herrema gave a report on Item II.A.2. Discussion ensued.

(0:30:52)

*Motion by Mr. Geoff Vanden Heuvel, seconded by Mr. Don Galleano, and carried unanimously
Moved to approve comments to DWR with regard Item III.A.2. as proposed by staff and legal counsel*

B. ENGINEER REPORT

None

C. CFO REPORT

None

D. GM REPORT

1. City of Ontario Overlying (Non-Agricultural) Pool Proposed Water Right Use and Proposed Methodology
2. Process Improvement for Submittal of Documents to Watermaster
3. Assessment Package Timing
4. Water Activity Reports
5. Other

(0:31:23) Mr. Kavounas gave a report.

IV. INFORMATION

1. Cash Disbursements for July 2015

V. BOARD MEMBER COMMENTS

(0:35:28) Mr. Vanden Heuvel echoed Chair Elie's sentiment regarding the Safe Yield Reset process mentioning that it is an extremely challenging task, and getting the process to where it is today is a tribute to everyone's hard work.

(0:36:26) Mr. Bowcock announced the Vulcan Pit test date and invited any interested parties to attend.

(0:36:48) Chair Elie commented on the Board governance structure and mentioned that he will be appointing an ad hoc committee consisting of a representative from each of the Pool Committees and each of the three MWDs to receive comments and input. He asked those interested in participating on the ad hoc committee to contact him.

VI. OTHER BUSINESS

None

VII. CONFIDENTIAL SESSION - POSSIBLE ACTION

None

ADJOURNMENT

Chair Elie adjourned the Watermaster Board meeting at 11:39 a.m. in memory of Cindy Rodriguez and offered condolences to Director Rodriguez on behalf of the Watermaster family.

Secretary: _____

Approved: September 24, 2015 _____