

**MINUTES**  
**CHINO BASIN WATERMASTER**  
**WATERMASTER BOARD MEETING**

May 26, 2016

The Watermaster Board meeting was held at the offices of the Chino Basin Watermaster located at 9641 San Bernardino Road, Rancho Cucamonga, CA on May 26, 2016.

**WATERMASTER BOARD MEMBERS PRESENT**

Steve Elie, Chair

James Curatalo, Vice-Chair

Bob Kuhn, Secretary/Treasurer

Paul Hofer

Geoffrey Vanden Heuvel

Jim Bowman

Bob Bowcock

Tom Thomas

Don Galleano

Inland Empire Utilities Agency

Cucamonga Valley Water District

Three Valleys Municipal Water District

Agricultural Pool – Crops

Agricultural Pool – Dairy

City of Ontario

Calmat Company (Vulcan Materials Co.)

City of Upland

Western Municipal Water District

**WATERMASTER STAFF PRESENT**

Peter Kavounas

Joseph Joswiak

Anna Truong

Justin Nakano

General Manager

Chief Financial Officer

Recording Secretary

Water Resources Senior Associate

**WATERMASTER CONSULTANTS PRESENT**

Mark Wildermuth

Andy Malone

Wildermuth Environmental, Inc.

Wildermuth Environmental, Inc.

**OTHERS PRESENT**

Pete Hall

David De Jesus

Dave Crosley

Scott Burton

Jeff Pierson

Sheri Rojo

Darron Poulsen

Chad Blais

Ron Craig

Teri Layton

Rosemary Hoerning

Todd Corbin

Raul Garibay

Craig Miller

Manny Martinez

Bob Feenstra

Agricultural Pool – State of California

Three Valleys Municipal Water District

City of Chino

City of Ontario

Agricultural Pool – Crops

Fontana Water Company

City of Pomona

City of Norco

City of Chino Hills

San Antonio Water Company

City of Upland

Jurupa Community Services District

City of Pomona

Western Municipal Water District

Monte Vista Water District

Agricultural Pool – Dairy

**CALL TO ORDER**

Chair Elie called the Watermaster Board meeting to order at 11:03 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 24, 2016

**B. FINANCIAL REPORTS**

1. Cash Disbursements for the month of February 2016
2. Watermaster VISA Check Detail for the month of February 2016
3. Combining Schedule for the Period July 1, 2015 through February 29, 2016
4. Treasurer's Report of Financial Affairs for the Period February 1, 2016 through February 29, 2016
5. Budget vs. Actual Report for the Period July 1, 2015 through February 29, 2016
6. Cash Disbursements for the month of March 2016
7. Watermaster VISA Check Detail for the month of March 2016
8. Combining Schedule for the Period July 1, 2015 through March 31, 2016
9. Treasurer's Report of Financial Affairs for the Period March 1, 2016 through March 31, 2016
10. Budget vs. Actual Report for the Period July 1, 2015 through March 31, 2016

**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 (SARWCo) by Jurupa Community Services District (JCSD). This purchase is made from SARWCo's Annual Production Right / Operating Safe Yield first, then any additional from storage. In addition, JCSD will purchase 99.000 acre-feet of water from SARWCo's excess carryover account. Date of application: March 15, 2016.
2. Notice of Sale or Transfer - The purchase of 1000.000 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 22, 2016.

**D. FINANCING PLAN FOR THE 2013 AMENDMENT TO THE 2010 RMPU**

Approve the Financing Plan for the 2013 RMPU.

**E. MASTER RECHARGE FACILITIES FINANCING AGREEMENT BETWEEN CHINO BASIN REGIONAL FINANCING AUTHORITY, INLAND EMPIRE UTILITIES AGENCY, AND CHINO BASIN WATERMASTER**

Approve the Master Recharge Facilities Financing Agreement and authorize the General Manager to execute the Agreement subject to non-substantive changes as needed.

**F. PROPOSITION 1 – GROUNDWATER GRANT**

Adopt Resolution No. 2016-04, authorizing the Chino Basin Regional Financing Authority to submit a grant application for a Proposition 1 Groundwater Grant for Chino Basin Improvements and the Groundwater Cleanup Project.

**G. PROPOSITION 1 – STORMWATER GRANT**

Adopt Resolution No. 2016-05, authorizing the Chino Basin Regional Financing Authority to submit a grant application for a Proposition 1 Stormwater Grant for the implementation of the Wineville Basin, Jurupa Basin, RP-3 Basin Improvements, and /Pumping and Conveyance System Project.

**H. CLEAN WATER STATE REVOLVING FUND LOAN PROGRAM**

Adopt Resolution No. 2016-06, authorizing the Inland Empire Utilities Agency to apply, through the Chino Basin Regional Financing Authority, for State Revolving Fund Loan for the preliminary planning and design costs of 2013 RMPU projects.

**I. REVENUE PLEDGE TO STATE REVOLVING FUND FINANCING**

Adopt Resolution No. 2016-07, dedicating net revenues from Debt Service assessments to payment of Watermaster's share of the State Revolving Fund and/or Water Recycling Funding Program financing.

**J. FIRST AMENDMENT TO THE MASTER COST SHARING AGREEMENT BETWEEN CHINO BASIN WATERMASTER AND INLAND EMPIRE UTILITIES AGENCY**

Approve the first amendment to the agreement made to the Master Cost Sharing Agreement between CBWM and IEUA and authorize the General Manager to execute the Agreement.

(0:00:33)

*Motion by Mr. Tom Thomas, seconded by Mr. Jim Bowman, and carried unanimously*  
***Moved to approve Consent Calendar as presented***

**II. BUSINESS ITEMS**

**A. BUDGET AMENDMENT FORM A-16-04-01**

Adopt the Budget Amendment Form (A-16-04-01) for FY 2015/16 in the amount of \$250,000 for the increased cost associated with the Safe Yield Redetermination and Reset, as presented.

(0:00:51) Mr. Kavounas gave a report.

(0:01:09)

*Motion by Mr. Geoffrey Vanden Heuvel, seconded by Mr. Bob Bowcock, and carried unanimously*  
***Moved to approve Business Item II.A. as presented***

**B. WATERMASTER FISCAL YEAR 2016/17 PROPOSED BUDGET**

Adopt the proposed FY 2016/17 Budget as presented.

(0:02:02) Mr. Joswiak gave a presentation. A discussion ensued.

(0:16:49)

*Motion by Mr. Bob Kuhn, seconded by Mr. Jim Bowman, and carried unanimously*  
***Moved to approve Business Item II.A. as presented***

**III. REPORTS/UPDATES**

**A. LEGAL COUNSEL REPORT**

1. June 10, 2016 Hearing
2. Amended Notice of Related Case No. CIVDS1601994
3. CalPERS Appeal Hearing

(0:17:21) Mr. Kavounas gave the legal report on behalf of Mr. Scott Slater who was absent. A discussion ensued.

**B. ENGINEER REPORT**

- 1. Adaptive Management Plan for the Prado Basin Habitat Sustainability Program
- 2. Ground-Level Monitoring Committee Update

(0:22:27) Mr. Malone gave a report. A discussion ensued.

**C. CFO REPORT**

- 1. Fiscal Year 2015/16 Second Assessment

(0:32:35) Mr. Joswiak gave a report. A discussion ensued.

**D. GM REPORT**

- 1. RMPU Grant Funding – CBWM Letter
- 2. SGMA Update
- 3. Replenishment Water
- 4. Other

(0:33:57) Mr. Kavounas gave a report and added additional items that included reminders to Board members to complete and sign monthly stipend forms. He also reported on the 2016 Watermaster Business Plan, and commented that Mr. Justin Nakano, Watermaster staff, was appointed to serve on the Water Commission for the City of Glendora.

**IV. INFORMATION**

- 1. Cash Disbursements for April 2016
- 2. RMPU Status Report
- 3. Ground Level Monitoring Report
- 4. Update on South Archibald and Chino Airport Plumes

**V. BOARD MEMBER COMMENTS**

(0:40:29) Director Vanden Heuvel commented on the Prado Basin Habitat Sustainability Program. A discussion ensued.

**VI. OTHER BUSINESS**

(0:41:53) Director Thomas thanked the Appropriative Pool for working with staff to reduce the budget.

(0:42:00) Chair Elie commented on overall cost savings indicating that the Board is always looking to reduce cost and staff’s time spent wherever possible.

**VII. CONFIDENTIAL SESSION - POSSIBLE ACTION**

None

**ADJOURNMENT**

Chair Elie adjourned the Watermaster Board meeting at 11:46 a.m.

Secretary: \_\_\_\_\_

Approved: \_\_\_\_\_ June 23, 2016