

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

June 23, 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 June 23, 2016.

**WATERMASTER BOARD MEMBERS PRESENT**

James Curatalo, Vice-Chair  
Bob Kuhn, Secretary/Treasurer  
Terry Catlin for Steve Elie  
Ken Jeske for Bob Bowcock  
Geoffrey Vanden Heuvel  
Paul Hofer  
Jim Bowman  
Tom Thomas  
Don Galleano

Cucamonga Valley Water District  
Three Valleys Municipal Water District  
Inland Empire Utilities Agency  
California Steel Industries (CSI)  
Agricultural Pool – Dairy  
Agricultural Pool – Crops  
City of Ontario  
City of Upland  
Western Municipal Water District

**WATERMASTER BOARD MEMBERS ABSENT**

Steve Elie, Chair  
Bob Bowcock

Inland Empire Utilities Agency  
Calmat Company (Vulcan Materials Co.)

**WATERMASTER STAFF PRESENT**

Peter Kavounas  
Joseph Joswiak  
Anna Truong  
Justin Nakano  
Frank Yoo

General Manager  
Chief Financial Officer  
Recording Secretary  
Water Resources Senior Associate  
Water Resources Senior Associate

**WATERMASTER CONSULTANTS PRESENT**

Scott Slater  
Andy Malone

Brownstein Hyatt Farber Schreck, LLP  
Wildermuth Environmental, Inc.

**OTHERS PRESENT**

Darron Poulsen  
Brian Geye  
Bob Feenstra  
Todd Corbin  
Pete Hall  
Ron Craig  
David De Jesus  
Teri Layton  
Dave Crosley  
Curtis Paxton  
Scott Burton  
Rick Hansen  
Sheri Rojo  
Raul Garibay  
Craig Miller  
Eunice Ulloa  
Jo Lynne Russo-Pereyra  
Art Kidman

City of Pomona  
Auto Club Speedway  
Agricultural Pool – Dairy  
Jurupa Community Services District  
Agricultural Pool – State of California  
City of Chino Hills  
Three Valleys Municipal Water District  
San Antonio Water Company  
City of Chino  
Chino Basin Desalter Authority  
City of Ontario  
Three Valleys Municipal Water District  
Fontana Water Company  
City of Pomona  
Western Municipal Water District  
Chino Basin Water Conservation District  
Cucamonga Valley Water District  
Kidman Law, LLP

**CALL TO ORDER**

Vice-Chair Curatalo called the Watermaster Board meeting to order at 11:01 a.m.

**PLEDGE OF ALLEGIANCE**

**PUBLIC COMMENTS**

(0:00:54) Vice-Chair Curatalo shared thoughts in remembrance of Mr. Gene Koopman.

(0:01:39) Mr. Vanden Heuvel shared thoughts in remembrance of Mr. Gene Koopman.

**AGENDA - ADDITIONS/REORDER**

(0:03:15) Vice-Chair Curatalo stated that the item on Confidential Session is being deferred to the next Board meeting.

**I. CONSENT CALENDAR**

**A. MINUTES**

1. Approve Minutes of the Watermaster Board Meeting held May 26, 2016

**B. FINANCIAL REPORTS**

1. Cash Disbursements for the month of April 2016
2. Watermaster VISA Check Detail for the month of April 2016
3. Combining Schedule for the Period July 1, 2015 through April 30, 2016
4. Treasurer's Report of Financial Affairs for the Period April 1, 2016 through April 30, 2016
5. Budget vs. Actual Report for the Period July 1, 2015 through April 30, 2016

**C. CHINO BASIN WATERMASTER FISCAL YEAR 2016/17 PAY SCHEDULE**

Approve the Fiscal Year 2016/17 Pay Schedule.

(0:03:35)

*Motion by Mr. Tom Thomas, seconded by Mr. Jim Bowman, and passed by unanimous vote*

***Moved to approve Consent Calendar as presented***

(0:03:48) Abstention by Mr. Catlin of Inland Empire Utilities Agency

**II. BUSINESS ITEMS**

**A. CHINO BASIN WATERMASTER 2015/16 ASSESSMENT PACKAGE**

Approve the Fiscal Year 2015/16 Assessment Package as presented, including no credit for Stormwater New Yield and postponing the assessment of Desalter Replenishment Obligation until the Court's consideration of the 2015 Safe Yield Reset Agreement.

(0:04:16) Mr. Kavounas gave a report. A discussion ensued.

(0:08:41)

*Motion by Mr. Don Galleano, seconded by Mr. Tom Thomas and carried unanimously*

***Moved to approve the 2015/16 Assessment Package, Business Item II.A., as presented***

**B. RESOLUTION TO LEVY REPLENISHMENT AND ADMINISTRATIVE ASSESSMENTS FOR FISCAL YEAR 2015/16 (BASED ON PRODUCTION YEAR 2014/15)**

Adopt Resolution 2016-08 as presented.

(0:10:46) Mr. Kavounas gave a report.

(0:11:07)

*Motion by Mr. Tom Thomas, seconded by Mr. Ken Jeske and carried unanimously*  
***Moved to adopt Resolution 2016-08, Business Item II.B., as presented***

**C. CHINO BASIN WATERMASTER 37<sup>TH</sup> ANNUAL REPORT**

Adopt the 37<sup>th</sup> Annual Report, along with filing a copy with the Court, subject to any necessary non-substantive changes.

(0:11:40) Mr. Kavounas gave a report.

(0:12:05)

*Motion by Mr. Jim Bowman, seconded by Mr. Tom Thomas and carried unanimously*  
***Moved to adopt the 37<sup>th</sup> Annual Report, Business Item II.C., as presented***

**D. SECOND AMENDMENT TO TASK ORDER NO. 1 (2013 RMPU AMENDMENT YIELD ENHANCEMENT PROJECTS – PLANNING, PERMITTING, AND DESIGN)**

Approve amended Task Order No. 1 to reduce the Total Budgeted Cost, add the Declez project back to the list of projects, and authorize the General Manager to execute the agreement on behalf of Watermaster subject to any necessary non-substantive changes.

(0:12:28) Mr. Kavounas gave a report.

(0:13:50)

*Motion by Mr. Terry Catlin, seconded by Mr. Jim Bowman and carried unanimously*  
***Moved to approve second Amendment to Task Order No. 1, Business Item II.D., as presented***

**E. CHINO BASIN WATERMASTER 2016 BUSINESS PLAN**

Receive and file the 2016 Watermaster Business Plan.

(0:14:15) Mr. Kavounas gave a report. A discussion ensued.

(0:26:11)

*Motion by Mr. Tom Thomas, seconded by Mr. Don Galleano and carried unanimously*  
***Moved to receive and file the 2016 Business Plan, Business Item II.E., as presented***

**III. REPORTS/UPDATES**

**A. LEGAL COUNSEL REPORT**

1. July 29, 2016 Hearing
2. Order re Denial of Related Cases

(0:26:32) Mr. Slater gave a report. A discussion ensued.

(0:32:38) Mr. Galleano left the meeting.

**B. ENGINEER REPORT**

1. Watermaster Model Update and Required Demonstrations
  - a. Evaluation of the Cumulative Effects of Transfers
  - b. Evaluation of the Balance of Recharge and Discharge
  - c. Assessment of Adequate Replenishment Capacity
2. 2015 annual report to SWRCB on diversions for recharge
3. Technical support for IEUA grant applications
4. Administrative-draft of 2015 annual report of the GLMC

(0:35:07) Mr. Malone gave a report. A discussion ensued.

**C. CFO REPORT**

(0:50:45) Mr. Kavounas introduced the topic of assessment invoices and potential replenishment water purchase and turned it over to Mr. Joswiak to give a report.

(0:51:04) Mr. Joswiak gave a report on assessment invoices, option to purchase Desalter Replenishment Obligation water, and Readiness-to-Serve (RTS) charges from IEUA. A discussion ensued.

**D. GM REPORT**

1. Volume Vote
2. 2015/16 Water Transactions
3. Recharge Investigations and Projects Committee (RIPCom) Agenda
4. Other

(0:55:29) Mr. Kavounas gave a report and added an item regarding his attendance at the CA Water Law and Policy conference. A discussion ensued.

**IV. INFORMATION**

1. Cash Disbursements for May 2016

**V. BOARD MEMBER COMMENTS**

None

**VI. OTHER BUSINESS**

None

**VII. CONFIDENTIAL SESSION - POSSIBLE ACTION**

None

**ADJOURNMENT**

Vice-Chair Curatalo adjourned the Watermaster Board meeting at 12:09 p.m.

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

Approved: \_\_\_\_\_ July 28, 2016