

MINUTES
CHINO BASIN WATERMASTER
WATERMASTER BOARD MEETING

August 25, 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 August 25, 2016.

WATERMASTER BOARD MEMBERS PRESENT

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

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

WATERMASTER BOARD MEMBERS ABSENT

Bob Bowcock
Paul Hofer

Calmat Company (Vulcan Materials Co.)
Agricultural Pool – Crops

WATERMASTER STAFF PRESENT

Peter Kavounas
Joseph Joswiak
Anna Truong

General Manager
Chief Financial Officer
Recording Secretary

WATERMASTER CONSULTANTS PRESENT

Scott Slater
Brad Herrema
Mark Wildermuth
Andy Malone

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

OTHERS PRESENT

Bob Feenstra
Darron Poulsen
Ron Craig
Pete Hall
Cris Fealy
Eric Tarango
Terry Catlin
Tom Dodson
David De Jesus
Vivian Castro
Curtis Paxton
Scott Burton
Jo Lynne Russo-Pereyra
Sheri Rojo
Justin Scott-Coe
Dave Crosley
Manny Martinez
Todd Corbin
Teri Layton
Raul Garibay

Agricultural Pool – Dairy
City of Pomona
City of Chino Hills
State of California – CIM
Fontana Union Water Company
Fontana Water Company
Inland Empire Utilities Agency
Tom Dodson & Associates
Three Valleys Municipal Water District
Chino Basin Water Conservation District
Chino Basin Desalter Authority
City of Ontario
Cucamonga Valley Water District
Fontana Water Company
Monte Vista Water District
City of Chino
Monte Vista Water District
Jurupa Community Services District
San Antonio Water Company
City of Pomona

CALL TO ORDER

Chair Elie called the Watermaster Board meeting to order at 11:01 a.m.

PLEDGE OF ALLEGIANCE

PUBLIC COMMENTS

None

AGENDA - ADDITIONS/REORDER

None

I. CONSENT CALENDAR

A. MINUTES

1. Approve Minutes of the Watermaster Board Meeting held July 28, 2016

B. FINANCIAL REPORTS

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

C. GENERAL MANAGER CONTRACT AMENDMENT

Approve the Amendment #2 as written, authorize the Board Chair to execute on behalf of the Board, and approve the Pay Schedule effective July 1, 2016 as attached.

D. OBMP SEMI-ANNUAL STATUS REPORTS 2014-2 AND 2015-1

Adopt the Semi-Annual OBMP Status Reports 2014-2 and 2015-1, along with filing a copy with the Court, subject to any necessary non-substantive changes.

E. WATER TRANSACTIONS

1. Notice of Sale or Transfer - The purchase of 725.000 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, effective for the Fiscal Year 2015-2016. The City of Upland is utilizing this transaction to produce its West End Consolidated Water Company shares. Date of application: June 6, 2016.
2. Notice of Sale or Transfer - The purchase of 67.941 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, effective for the Fiscal Year 2015-2016. Golden State Water Company is utilizing this transaction to produce its West End Consolidated Water Company shares. Date of application: June 6, 2016.
3. 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 (Appropriative Pool) or Operating Safe Yield (Non-Agricultural Pool), effective for the Fiscal Year 2015-2016. Date of application: June 10, 2016.

(0:00:38)

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 TRANSFER FORM T-16-06-01

Approve Budget Transfer Form T-16-06-01 for FY 2015/16 as presented.

(0:00:59) Mr. Kavounas gave a report.

(0:01:15)

Motion by Mr. Geoffrey Vanden Heuvel, seconded by Vice-Chair Curatalo, and carried unanimously
Moved to approve Business Item II.A., Budget Transfer Form T-16-06-01 as presented

B. PRADO BASIN HABITAT SUSTAINABILITY PROGRAM COST-SHARING AGREEMENT AMENDMENT

Approve the amendment to the Prado Basin Habitat Sustainability Program cost-sharing agreement with IEUA, subject to any necessary non-substantive changes, and authorize the General Manager to execute the amendment on behalf of Watermaster.

(0:01:36) Mr. Kavounas gave a report.

(0:02:18)

Motion by Mr. Bob Kuhn, seconded by Mr. Tom Thomas, and carried unanimously
Moved to approve Business Item II.B., the Prado Basin Habitat Sustainability Program Cost-Sharing Agreement Amendment as presented

C. ADAPTIVE MANAGEMENT PLAN FOR THE PRADO BASIN HABITAT SUSTAINABILITY PROGRAM

Adopt the Adaptive Management Plan for the Prado Basin Habitat Sustainability Program, subject to any necessary non-substantive changes and direct staff to bring annual reports and future recommendations to the Pool and Advisory Committees in draft form before they are finalized.

(0:02:50) Mr. Kavounas gave a report. A discussion ensued.

(0:05:03) Mr. Burton addressed the Board on the subject. Discussion ensued.

(0:04:35) Motion introduced by Mr. Bob Kuhn. More discussion ensued.

(0:12:42) Vote taken

Motion by Mr. Bob Kuhn, seconded by Mr. Don Galleano, and passed by majority vote
Moved to approve Business Item II.C., the Adaptive Management Plan for the Prado Basin Habitat Sustainability Program as presented

No Votes:

Mr. Jim Bowman – City of Ontario

Mr. Tom Thomas – City of Upland

III. REPORTS/UPDATES

A. LEGAL COUNSEL REPORT

1. Alvarez CalPERS Appeal

(0:12:55) Mr. Slater gave a report.

B. ENGINEER REPORT

1. Model Update and Required Demonstrations
2. RMPU Projects Support
3. Compliance with SB 88
4. Watermaster 38th Annual Report

(0:14:15) Mr. Wildermuth gave a presentation on Item III.B.1, the Model Update and Required Demonstrations. A discussion ensued.

(0:24:04) Mr. Malone gave a report on Items III.B.2-4. A discussion ensued.

C. CFO REPORT

1. Desalter Replenishment Obligation Update

(0:25:38) Mr. Joswiak gave a report.

D. GM REPORT

1. Supplemental Water Recharge Procedure
2. Replenishment Water Order With IEUA
3. Water Activity Reports
4. Water Quality Sampling
5. September 13, 2016 CBWM Committees and Board Roles and Responsibilities Workshop
6. Other

(0:26:43) Mr. Kavounas gave a report and added an item regarding the \$300,000 grant received by IEUA that will go toward one of the RMPU projects. He also commented on the tour that IEUA coordinated with the State Water Board's Division of Finance in consideration of another grant application that Watermaster and Wildermuth Environmental are also assisting on. A discussion ensued.

IV. INFORMATION

1. Cash Disbursements for July 2016

V. BOARD MEMBER COMMENTS

Director Galleano commented on Watermaster's building lease at the current office location. A discussion ensued.

VI. OTHER BUSINESS

None

VII. CONFIDENTIAL SESSION - POSSIBLE ACTION

None

ADJOURNMENT

Chair Elie adjourned the Watermaster Board meeting at 11:37 a.m.

Secretary: _____

Approved: _____ September 23, 2016 _____