

MINUTES
CHINO BASIN WATERMASTER
WATERMASTER BOARD MEETING

November 16, 2017

The Watermaster Board meeting was held at the offices of the Chino Basin Watermaster located at 9641 San Bernardino Road, Rancho Cucamonga, CA on November 16, 2017.

WATERMASTER BOARD MEMBERS PRESENT

James Curatalo, Chair
Robert DiPrimio, Vice-Chair
Bob Kuhn, Secretary/Treasurer
Bob Bowcock
Jeff Pierson for Geoffrey Vanden Heuvel
Paul Hofer
Steve Elie
Gino L. Filippi
Don Galleano

Cucamonga Valley Water District
Fontana Water Company
Three Valleys Municipal Water District
Calmat Co.
Agricultural Pool – Crops
Agricultural Pool – Crops
Inland Empire Utilities Agency
City of Upland
Western Municipal Water District

WATERMASTER BOARD MEMBER ABSENT

Geoffrey Vanden Heuvel

Agricultural Pool – Dairy

WATERMASTER STAFF PRESENT

Peter Kavounas
Joseph Joswiak
Edgar Tellez Foster
Anna Truong
Justin Nakano
Frank Yoo

General Manager
Chief Financial Officer
Senior Environmental Engineer
Executive Services Director/Board Clerk
Water Resources Senior Associate
Water Resources Senior Associate

WATERMASTER CONSULTANTS PRESENT

Scott Slater
Brad Herrema
Andy Malone
Garrett Rapp

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

OTHERS PRESENT

Todd Corbin
Brian Geye
Bob Feenstra
Eunice Ulloa
Steve Sentes
Darron Poulsen
Ron Craig
David De Jesus
Pete Hall
Charles Fedak
Dave Crosley
Art Kidman
Teri Layton
Rosemary Hoerning
Eduardo Espinoza
Raul Garibay
Amanda Coker
Katie Gienger
Scott Burton

Jurupa Community Services District
California Speedway Corporation
Agricultural Pool – Dairy
City of Chino
Chino Basin Water Conservation District
City of Pomona
City of Chino Hills
Three Valleys Municipal Water District
State of California – CIM
Fedak & Brown, LLP
City of Chino
Kidman Law, LLP
San Antonio Water Company
City of Upland
Cucamonga Valley Water District
City of Pomona
City of Chino
City of Ontario
City of Ontario

Curtis Paxton
Chris Berch
John Bosler
Craig Miller

Chino Basin Desalter Authority
Inland Empire Utilities Agency
Cucamonga Valley Water District
Western Municipal Water District

CALL TO ORDER

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

PLEDGE OF ALLEGIANCE

PUBLIC COMMENTS

None

AGENDA - ADDITIONS/REORDER

(0:00:54) Mr. Kavounas stated that the November 9, 2017 Watermaster Board Special Meeting minutes were amended, and copies of the revised version were made available on the back table. He also recommended that Business Item II.D., the Annual Financial Report for Fiscal Years Ended June 30, 2017 and 2016 be taken first to allow scheduling flexibility for the auditor, Mr. Fedak. The Board concurred and Mr. Fedak's report was taken first on the agenda; action on the item was taken during its place on the agenda. The report and the action taken on the item are shown in sequence below.

I. CONSENT CALENDAR

A. MINUTES

1. Minutes of the Watermaster Board Meeting held October 26, 2017
2. Minutes of the Watermaster Board Special Meeting held November 9, 2017

B. FINANCIAL REPORTS

1. Cash Disbursements for the month of September 2017
2. Watermaster VISA Check Detail for the month of September 2017
3. Combining Schedule for the Period July 1, 2017 through September 30, 2017
4. Treasurer's Report of Financial Affairs for the Period September 1, 2017 through September 30, 2017
5. Budget vs. Actual Report for the Period July 1, 2017 through September 30, 2017

C. ANNUAL FINDING OF SUBSTANTIAL COMPLIANCE WITH THE RECHARGE MASTER PLAN

Adopt the finding that Watermaster is in substantial compliance with the Recharge Master Plan.

(0:06:30)

Motion by Mr. Don Galleano, seconded by Mr. Bob Bowcock, and by unanimous vote.

Moved to approve the Consent Calendar as presented, with the revision for Item I.A.2 as noted above.

II. BUSINESS ITEMS

A. FISCAL YEAR 2017/2018 ASSESSMENT PACKAGE

Approve the Fiscal Year 2017/18 Assessment Package as presented, including no credit for Stormwater New Yield, and postponing the assessment of Desalter Replenishment Obligation.

(0:06:58) Mr. Kavounas prefaced Business Item II.A. and gave a presentation.

(0:15:20)

Motion by Mr. Don Galleano, seconded by Mr. Steve Elie, and by unanimous vote.

Moved to approve Business Item II.A. as presented.

B. RESOLUTION TO LEVY REPLENISHMENT AND ADMINISTRATIVE ASSESSMENTS FOR FISCAL YEAR 2017/18

Adopt Resolution 2017-07 as presented.

(0:15:53) Mr. Kavounas gave a report.

(0:16:08)

Motion by Mr. Jeff Pierson, seconded by Vice-Chair Bob DiPrimio, and by unanimous vote.

Moved to approve Business Item II.B. as presented.

C. INCREASE OF FISCAL YEAR 2017/18 DRY YEAR YIELD PROGRAM DELIVERY LIMIT

Approve amending the DYY Annual Operating Plan and increasing the annual delivery limit from 25,000 ac-ft to 50,000 ac-ft for Fiscal Year 2017/18.

(0:16:38) Mr. Kavounas gave a report. A discussion ensued.

(0:17:23)

Motion by Mr. Paul Hofer, seconded by Mr. Gino Filippi, and by unanimous vote.

Moved to approve Business Item II.C. as presented.

D. CHINO BASIN WATERMASTER ANNUAL FINANCIAL REPORT FOR THE FISCAL YEARS ENDED JUNE 30, 2017 AND 2016; AND THE CHINO BASIN WATERMASTER MANAGEMENT REPORT FOR JUNE 30, 2017

Receive and file (1) the Chino Basin Watermaster Annual Financial Report for the Fiscal Years Ended June 30, 2017 and 2016 dated November 16, 2017; and (2) the Chino Basin Watermaster Management Report for June 30, 2017 dated November 16, 2017.

(0:01:41) Mr. Fedak gave a report. A discussion ensued.

(0:18:53) *Vote Taken*

Motion by Mr. Jeff Pierson, seconded by Mr. Paul Hofer, and by unanimous vote.

Moved to approve Business Item II.D. as presented.

(0:19:00) Mr. Hofer commended staff for a job well done.

III. REPORTS/UPDATES

A. LEGAL COUNSEL REPORT

1. Appeal of April 28, 2017 Order

(0:19:34) Mr. Slater gave a report.

B. ENGINEER REPORT

1. Ground-Level Monitoring Program Implementation
2. Storage Management
3. Other efforts

(0:21:17) Mr. Malone gave a report on Item III.B.1., and introduced Mr. Rapp to give a presentation on Item III.B.2.

C. CFO REPORT

1. Fiscal Year 2017/18 Assessment Invoicing

(0:35:46) Mr. Joswiak gave a report.

D. GM REPORT

- 1. December Meeting Schedule
- 2. Other

(0:36:04) Mr. Kavounas reported that Watermaster plans to cancel regularly scheduled December meetings due to the lack of business to bring forth, and if there is a need to have special meetings, staff is happy to host. He also reported that Watermaster will need to select an expert panel for any potential future contests. A list of ten possible candidates was given to the Board with the request that the list is trimmed down to five names before January 2018 meetings.

IV. INFORMATION

- 1. Cash Disbursements for October 2017

V. BOARD MEMBER COMMENTS

(0:39:29) Mr. Galleano introduced Mr. Miller and announced that he will be the new General Manager for Western Municipal Water District, effective December 28, 2017.

(0:40:18) Mr. Filippi thanked Ms. Hoerning and Mr. Kavounas for attending and presenting at the November 13, 2017 Upland City Council meeting.

(0:40:58) Mr. Bowcock commented on the Desalter Replenishment Obligation, and asked staff to prepare a plan to avoid Cumulative Unmet Replenishment Obligation penalties in the future.

VI. OTHER BUSINESS

(0:42:33) Chair Curatalo and Vice-Chair DiPrimio thanked Mr. Filippi and presented him with a commendation plaque for his service on the Watermaster Board in 2017.

(0:43:53) Vice-Chair DiPrimio acknowledged and thanked Chair Curatalo and presented him with a commendation plaque for his service on the Watermaster Board in 2016 as Vice-Chair and in 2017 as Chair.

(0:45:48) Chair Curatalo thanked the Board and staff for all for their service and support.

VII. CONFIDENTIAL SESSION - POSSIBLE ACTION

Chair Curatalo called for a confidential session at 11:47 a.m. to discuss the Notices of Appeal from April 28, 2017 Order. Confidential session concluded at 12:15 p.m. with no reportable action.

ADJOURNMENT

Chair Curatalo adjourned the Watermaster Board meeting at 12:16 p.m.

Secretary: _____

Approved: _____ January 25, 2018