

CHINO BASIN WATERMASTER



NOTICE OF MEETING

Thursday, February 18, 2016

9:00 a.m. – Advisory Committee Meeting

*AT THE CHINO BASIN WATERMASTER OFFICES
9641 San Bernardino Road
Rancho Cucamonga, CA 91730
(909) 484-3888*

CHINO BASIN WATERMASTER

Thursday, February 18, 2016

9:00 a.m. – Advisory Committee Meeting

AGENDA

**CHINO BASIN WATERMASTER
ADVISORY COMMITTEE MEETING**

9:00 a.m. – February 18, 2016

WITH

Ms. Rosemary Hoerning, Chair

Mr. Brian Geye, Vice-Chair

At The Offices Of

Chino Basin Watermaster

9641 San Bernardino Road

Rancho Cucamonga, CA 91730

AGENDA

CALL TO ORDER

AGENDA - ADDITIONS/REORDER

I. CONSENT CALENDAR

Note: All matters listed under the Consent Calendar are considered to be routine and non-controversial and will be acted upon by one motion in the form listed below. There will be no separate discussion on these items prior to voting unless any members, staff, or the public requests specific items be discussed and/or removed from the Consent Calendar for separate action.

A. MINUTES

1. Minutes of the Advisory Committee Meeting held January 21, 2016 *(Page 1)*

B. FINANCIAL REPORTS

1. Cash Disbursements for the month of December 2015 *(Page 5)*
2. Watermaster VISA Check Detail for the month of December 2015 *(Page 17)*
3. Combining Schedule for the Period July 1, 2015 through December 31, 2015 *(Page 21)*
4. Treasurer's Report of Financial Affairs for the Period December 1, 2015 through December 31, 2015 *(Page 25)*
5. Budget vs. Actual Report for the Period July 1, 2015 through December 31, 2015 *(Page 29)*

C. WATER TRANSACTION *(Page 45)*

The purchase of 500.000 acre-feet of water from San Antonio Water Company by Cucamonga Valley Water District. This purchase is made from San Antonio Water Company's storage Account. Date of application: September 8, 2015

II. BUSINESS ITEMS

A. MID-YEAR REVIEW OF FISCAL YEAR 2015/16 (Information Only) *(Page 55)*

Receive and file the Mid-Year Review Report for the period of July 1, 2015 through December 31, 2015 as presented.

III. REPORTS/UPDATES

A. LEGAL COUNSEL REPORT

1. Motion re Board Reappointment
2. Motion re 2015 Safe Yield Reset Agreement
3. Non-Ag Pool Request for Entry of Order re Filing and Service

B. CFO REPORT

None

C. GM REPORT

1. Basin Boundary Modification Update
2. Business Plan Update
3. Overlying Non-Agricultural Pool Available Water Per Restated Judgment Exhibit "G"
4. Chino Creek Wellfield In Service
5. Other

D. INLAND EMPIRE UTILITIES AGENCY

1. MWD Update (Written) *(Page 70)*
2. State and Federal Legislative Reports *(Page 73)*
3. Community Outreach/Public Relations Report *(Page 93)*

E. OTHER METROPOLITAN MEMBER AGENCY REPORTS

IV. INFORMATION

1. Cash Disbursements for January 2016 *(Page 99)*

V. COMMITTEE MEMBER COMMENTS

VI. OTHER BUSINESS

VII. CONFIDENTIAL SESSION - POSSIBLE ACTION

Pursuant to the Advisory Committee Pool Rules & Regulations, a Confidential Session may be held during the Watermaster Pool meeting for the purpose of discussion and possible action.

VIII. FUTURE MEETINGS AT WATERMASTER

2/18/16	Thu	8:00 a.m.	Appropriative Pool Strategic Planning (Confidential Session Only)
2/18/16	Thu	9:00 a.m.	Advisory Committee
2/18/16	Thu	9:30 a.m.	Recharge Investigations and Projects Committee (RIPCom)
2/23/16	Tue	9:00 a.m.	Groundwater Recharge Coordinating Committee (GRCC at CBWCD)
2/25/16	Thu	11:00 a.m.	Watermaster Board

ADJOURNMENT

CHINO BASIN WATERMASTER

I. CONSENT CALENDAR

A. MINUTES

1. Advisory Committee Meeting held on January 21, 2016

DRAFT MINUTES
CHINO BASIN WATERMASTER
ADVISORY COMMITTEE MEETING

January 21, 2016

The Advisory Committee meeting was held at the offices of the Chino Basin Watermaster located at 9641 San Bernardino Road, Rancho Cucamonga, CA on January 21, 2016.

ADVISORY COMMITTEE MEMBERS PRESENT

APPROPRIATIVE POOL

Rosemary Hoerning (Chair)
Todd Corbin
Ron Craig
Teri Layton
Justin Scott-Coe
Josh Swift
Dave Crosley
J. Arnold Rodriguez
Cris Fealy
Ben Lewis
Darron Poulsen
John Bosler for Marty Zvirbulis
Van Jew
Ben Lewis
Ryan Shaw

City of Upland
Jurupa Community Services District
City of Chino Hills
San Antonio Water Company
Monte Vista Water District
Fontana Water Company
City of Chino
Santa Ana River Water Company
Fontana Union Water Company
Golden State Water Company
City of Pomona
Cucamonga Valley Water District
Monte Vista Irrigation Company
Golden State Water Company
City of Ontario

NON-AGRICULTURAL POOL

Brian Geye (Vice-Chair)
Ken Jeske

Auto Club Speedway
California Steel Industries

AGRICULTURAL POOL

Jeff Pierson (2nd Vice-Chair)
Bob Feenstra
Rob Vanden Heuvel
Nathan deBoom
Pete Hall
Larry Dimock

Crops
Dairy
Dairy
Dairy
State of California – CIM
State of California – CIM

WATERMASTER BOARD MEMBER PRESENT

Steve Elie

Inland Empire Utilities Agency

WATERMASTER STAFF PRESENT

Peter Kavounas
Danielle Maurizio
Joseph Joswiak
Anna Truong

General Manager
Assistant General Manager
Chief Financial Officer
Recording Secretary

WATERMASTER CONSULTANTS PRESENT

Brad Herrema
Andy Malone

Brownstein Hyatt Farber Schreck, LLP
Wildermuth Environmental, Inc.

OTHERS PRESENT

Raul Garibay	City of Pomona
Bill Leever	Inland Empire Utilities Agency
David De Jesus	Three Valley Municipal Water District
Shaun Stone	Inland Empire Utilities Agency
Rick Rees	AMEC
Paula Lantz	City of Pomona
Jo Lynne Russo-Pereyra	Cucamonga Valley Water District
Manny Martinez	Monte Vista Water District
Randy Lee	Inland Empire Utilities Agency
Eunice Ulloa	Chino Basin Water Conservation District
Rick Hansen	Three Valleys Municipal Water District

CALL TO ORDER

Chair Hoerning called the Advisory Committee meeting to order at 9:03 a.m.

AGENDA – ADDITIONS/REORDER

None

SPECIAL PROCEDURE – 2016 VOLUME VOTE (ACTION)

(0:01:02) Mr. Pierson asked a clarification question and Mr. Kavounas provided background on the item.

(0:02:09)

Motion by Mr. Ron Craig, seconded by Mr. Justin Scott-Coe, and by unanimous vote

Moved to approve the 2016 Volume Vote as presented.

I. INTRODUCTION OF THE ADVISORY COMMITTEE OFFICERS – CALENDAR YEAR 2016

Chair	Rosemary Hoerning (Appropriative Pool)
Vice-Chair	Brian Geye (Non-Agricultural Pool)
2 nd Vice-Chair	Jeff Pierson (Agricultural Pool)
Secretary/Treasurer	Peter Kavounas (Watermaster General Manager)

(0:02:25) Chair Hoerning thanked the Appropriative Pool for allowing her to Chair the Advisory Committee this year. She introduced the 2016 Advisory Committee officers and thanked the 2015 officers for their work on the committee.

II. CONSENT CALENDAR**A. MINUTES**

1. Minutes of the Advisory Committee Meeting held November 19, 2015

B. FINANCIAL REPORTS

1. Cash Disbursements for the month of October 2015
2. Watermaster VISA Check Detail for the month of October 2015
3. Combining Schedule for the Period July 1, 2015 through October 31, 2015
4. Treasurer's Report of Financial Affairs for the Period October 1, 2015 through October 31, 2015
5. Budget vs. Actual Report for the Period July 1, 2015 through October 31, 2015
6. Cash Disbursements for the month of November 2015
7. Watermaster VISA Check Detail for the month of November 2015
8. Combining Schedule for the Period July 1, 2015 through November 30, 2015
9. Treasurer's Report of Financial Affairs for the Period November 1, 2015 through November 30, 2015
10. Budget vs. Actual Report for the Period July 1, 2015 through November 30, 2015

C. CHINO BASIN WATERMASTER INVESTMENT POLICY

Recommend to the Board to approve Resolution 2016-01 – Resolution of the Chino Basin Watermaster, San Bernardino County, California, Re-Authorizing the Watermaster’s Investment Policy

D. LOCAL AGENCY INVESTMENT FUND

Recommend to the Board to approve Resolution 2016-02 – Resolution Authorizing Investment of Monies in the Local Agency Investment Fund

E. CHINO BASIN WATERMASTER 36TH ANNUAL REPORT

Recommend to the Board to adopt the 36th Annual Report, along with filing a copy with the Court, subject to any necessary non-substantive changes.

F. WATER TRANSACTION

Notice of Sale or Transfer – The purchase of 100.000 acre-feet of water from the City of Pomona by Monte Vista Water District. This purchase is made from the City of Pomona’s Excess Carryover Account and is to be placed in Monte Vista Water District’s storage account. Date of application: October 15, 2015

(0:03:16)

Motion by Mr. Darron Poulsen, seconded by Mr. Jeff Pierson, and by unanimous vote

Moved to approve the Consent Calendar as presented.

III. BUSINESS ITEMS

A. NOTICE OF OVERLYING (NON-AGRICULTURAL) POOL AVAILABLE WATER PER RESTATED JUDGMENT EXHIBIT “G” (Information Only)

(0:03:35) Mr. Kavounas gave a report.

IV. REPORTS/UPDATES

A. LEGAL COUNSEL REPORT

1. Motion re Board Reappointment
2. Motion re 2015 Safe Yield Reset Agreement
3. Alvarez CalPERS Appeal
4. Santa Ana Sucker Critical Habitat Designation

(0:04:13) Mr. Herrema gave a report.

B. CFO REPORT

1. Interim 2015/16 Assessment Invoicing

The Committee received the CFO report at the Pool meetings and declined to hear it again.

D. GM REPORT

1. New Employee Introduction
2. Recommendation re Basin Boundary Revision Request
3. Business Plan Update
4. Southern CA Water Committee (SCWC) Quarterly Luncheon

(0:08:32) Mr. Kavounas introduced Rick Zapien, Watermaster’s new Field Operations Specialist, and gave the remainder of this reports.

E. INLAND EMPIRE UTILITIES AGENCY

- 1. MWD Update (Written)
- 2. State and Federal Legislative Reports
- 3. Community Outreach/Public Relations Report

(0:11:15) Mr. Chris Berch of Inland Empire Utilities Agency introduced Mr. Bill Leever, Groundwater Recharge Coordinator, who gave a report on stormwater capture.

(0:11:29) Mr. Leever gave a presentation. A discussion ensued.

F. OTHER METROPOLITAN MEMBER AGENCY REPORTS

None

V. INFORMATION

- 1. Annual Filing of Notice of Intent Regarding the Determination of Operating Safe Yield
- 2. Cash Disbursements for December 2015
- 3. Ground Level Monitoring Report
- 4. Update on South Archibald and Chino Airport Plumes
- 5. RMPU Status Report

VI. COMMITTEE MEMBER COMMENTS

(0:19:27) Mr. Kavounas commented on Information Item V.5 of the agenda, the RMPU status report.

VII. OTHER BUSINESS

None

VIII. CONFIDENTIAL SESSION - POSSIBLE ACTION

None

ADJOURNMENT

Chair Hoerning adjourned the Advisory Committee meeting at 9:23 a.m.

Secretary: _____

Approved: _____

CHINO BASIN WATERMASTER

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B. FINANCIAL REPORTS

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CHINO BASIN WATERMASTER

9641 San Bernardino Road, Rancho Cucamonga, Ca 91730
Tel: 909.484.3888 Fax: 909.484.3890 www.cbwm.org

PETER KAVOUNAS, P.E.
General Manager

STAFF REPORT

DATE: February 18, 2016
TO: Advisory Committee Members
SUBJECT: Cash Disbursement Report - Financial Report B1 (December 31, 2015)

SUMMARY

Issue: Record of Cash Disbursements for the month of December 31, 2015.

Recommendation: Receive and file Cash Disbursements for December 31, 2015 as presented.

Financial Impact: Funds disbursed were included in the FY 2015/16 "Amended" Watermaster Budget.

Future Consideration

Advisory Committee: February 18, 2016; Receive and File

Watermaster Board: February 25, 2016; Receive and File (Normal Course of Business)

ACTIONS:

February 11, 2016 – Appropriative Pool – Unanimously approved

February 11, 2016 – Non-Agricultural Pool – Moved unanimously to receive and file, without approval

February 11, 2016 – Agricultural Pool – Unanimously approved

February 18, 2016 – Advisory Committee –

February 25, 2016 – Watermaster Board –

BACKGROUND

A monthly cash disbursement report is provided to keep all members apprised of Watermaster expenditures.

DISCUSSION

Total cash disbursements during the month of December 2015 were \$312,337.27.

The most significant expenditures during the month were to Brownstein Hyatt Farber and Schreck in the amount of \$82,955.26 (check number 19106 dated December 21, 2015).

ATTACHMENTS

1. Financial Report - B1

CHINO BASIN WATERMASTER
Cash Disbursements For The Month of
December 2015

Financial Report - B1

Type	Date	Num	Name	Memo	Account	Paid Amount
Bill Pmt -Check	12/02/2015	19052	STANDARD INSURANCE CO.	Policy # 00-649299-0009	1012 · Bank of America Gen'l Ckg	
Bill	11/25/2015	006492990009		Policy # 00-649299-0009	60191 · Life & Disab.Ins Benefits	689.35
TOTAL						689.35
Bill Pmt -Check	12/02/2015	19053	STATE COMPENSATION INSURANCE FUND	1970970-15	1012 · Bank of America Gen'l Ckg	
Bill	12/01/2015	1970970-15		1970970-15	60183 · Worker's Comp Insurance	961.58
TOTAL						961.58
Bill Pmt -Check	12/03/2015	ACH 120315	CALPERS	1394905143	1012 · Bank of America Gen'l Ckg	
Bill	11/18/2015	1394905143		Medical Insurance - 1394905143	60182.1 · Medical Insurance	6,622.64
TOTAL						6,622.64
General Journal	12/05/2015	12/05/2015	Payroll and Taxes for 11/22/15-12/05/15	Payroll and Taxes for 11/22/15-12/05/15	1012 · Bank of America Gen'l Ckg	
				Direct Deposits for 11/22/15-12/05/15	1012 · Bank of America Gen'l Ckg	21,128.88
				Payroll Taxes for 11/22/15-12/05/15	1012 · Bank of America Gen'l Ckg	7,846.67
			ICMA-RC	457(f) Employee Deductions for 11/22/15-12/05/15	1012 · Bank of America Gen'l Ckg	3,586.68
			ICMA-RC	401(a) Employee Deductions for 11/22/15-12/05/15	1012 · Bank of America Gen'l Ckg	1,121.70
TOTAL						33,683.93
Bill Pmt -Check	12/07/2015	19054	GREAT AMERICA LEASING CORP.	17857382	1012 · Bank of America Gen'l Ckg	
Bill	11/25/2015	17857382		Invoice	6043.1 · Ricoh Lease Fee	3,285.29
TOTAL						3,285.29
Bill Pmt -Check	12/07/2015	19055	WILLIAMS, SARAH M.	Temporary Assignment	1012 · Bank of America Gen'l Ckg	
Bill	12/07/2015				6011 · WM Staff Salaries	1,075.13
TOTAL						1,075.13
Bill Pmt -Check	12/09/2015	19056	BOWMAN, JIM	Board Member Compensation	1012 · Bank of America Gen'l Ckg	
Bill	11/19/2015	11/19 Board Mtg		11/19/15 Board Meeting	6311 · Board Member Compensation	125.00
TOTAL						125.00
Bill Pmt -Check	12/09/2015	19057	CHEF DAVE'S CAFE & CATERING	5792	1012 · Bank of America Gen'l Ckg	
Bill	11/19/2015	5792		Lunch for 11/19/15 Watermaster Board meeting	6312 · Meeting Expenses	861.20
TOTAL						861.20
Bill Pmt -Check	12/09/2015	19058	DC LAW	10579	1012 · Bank of America Gen'l Ckg	
Bill	11/25/2015	10579		Agricultural Pool Legal Services - October 2015	8467 · Ag Legal & Technical Services	60.00
TOTAL						60.00

CHINO BASIN WATERMASTER
Cash Disbursements For The Month of
December 2015

Type	Date	Num	Name	Memo	Account	Paid Amount
Bill Pmt -Check	12/09/2015	19059	DE BOOM, NATHAN	Ag Pool Member Compensation	1012 - Bank of America Gen'l Ckg	
Bill	11/12/2015	11/12 Ag Pool Mtg		11/12/15 Ag Pool Meeting	8470 - Ag Meeting Attend -Special	125.00
Bill	11/19/2015	11/19 Advisory Comm		11/19/15 Advisory Committee Meeting	8470 - Ag Meeting Attend -Special	125.00
TOTAL						250.00
Bill Pmt -Check	12/09/2015	19060	DE HAAN, HENRY	Ag Pool Member Compensation	1012 - Bank of America Gen'l Ckg	
Bill	11/12/2015	11/12 Ag Pool mtg		Ag Pool Member Compensation	8411 - Compensation	25.00
				11/12/15 Ag Pool Meeting	8470 - Ag Meeting Attend -Special	100.00
TOTAL						125.00
Bill Pmt -Check	12/09/2015	19061	EGOSCUE LAW GROUP	11088	1012 - Bank of America Gen'l Ckg	
Bill	11/30/2015	11088		Agricultural Pool Legal Services - November 2015	8467 - Ag Legal & Technical Services	15,125.00
TOTAL						15,125.00
Bill Pmt -Check	12/09/2015	19062	ELIE, STEVEN	Board Member Compensation	1012 - Bank of America Gen'l Ckg	
Bill	11/03/2015	11/03 WM Discussion		11/03/15 WM Business Discussion Meeting	6311 - Board Member Compensation	125.00
Bill	11/12/2015	11/12 SY Discussion		11/12/15 SY Discussion	6311 - Board Member Compensation	125.00
Bill	11/19/2015	11/19 Board Mtg		11/19/15 Board Meeting	6311 - Board Member Compensation	125.00
Bill	11/24/2015	11/24 WM Business		11/24/15 WM Business Discussion	6311 - Board Member Compensation	125.00
Bill	11/30/2015	11/30 Personnel Comm		11/30/15 Personnel Committee Meeting	6311 - Board Member Compensation	125.00
TOTAL						625.00
Bill Pmt -Check	12/09/2015	19063	EUROFINS EATON ANALYTICAL		1012 - Bank of America Gen'l Ckg	
Bill	11/30/2015	L0242032		L0242032	7103.5 - Grdwtr Qual-Lab Svcs	1,476.00
Bill	11/30/2015	L0241658		L0241658	7103.5 - Grdwtr Qual-Lab Svcs	922.00
TOTAL						2,398.00
Bill Pmt -Check	12/09/2015	19064	FEDAK & BROWN LLP		1012 - Bank of America Gen'l Ckg	
Bill	11/30/2015			Progress Billing - November 2015	6062 - Audit Services	1,274.00
TOTAL						1,274.00
Bill Pmt -Check	12/09/2015	19065	FEENSTRA, BOB	Ag Pool Member Compensation	1012 - Bank of America Gen'l Ckg	
Bill	11/12/2015	11/12 Ag Pool Mtg		11/12/15 Ag Pool Meeting	8470 - Ag Meeting Attend -Special	125.00
Bill	11/19/2015	11/19 Advisory Comm		11/19/15 Advisory Committee Meeting	8470 - Ag Meeting Attend -Special	125.00
Bill	11/19/2015	11/19 Board Mtg		11/19/15 Board Meeting	8470 - Ag Meeting Attend -Special	125.00
Bill	11/30/2015	11/30 Personnel Comm		11/30/15 Personnel Committee Meeting	8470 - Ag Meeting Attend -Special	125.00
TOTAL						500.00
Bill Pmt -Check	12/09/2015	19066	HALL, PETE*	Ag Pool Member Compensation	1012 - Bank of America Gen'l Ckg	

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CHINO BASIN WATERMASTER
Cash Disbursements For The Month of
December 2015

Type	Date	Num	Name	Memo	Account	Paid Amount	
Bill	11/12/2015	11/12 Ag Pool Mtg		11/12/15 Ag Pool Meeting	8470 · Ag Meeting Attend -Special	125.00	
Bill	11/19/2015	11/19 Advisory Comm		11/19/15 Advisory Committee Meeting	8470 · Ag Meeting Attend -Special	125.00	
Bill	11/19/2015	11/19 RIPCom Mtg		11/19/15 RIPCom Meeting	8470 · Ag Meeting Attend -Special	125.00	
Bill	11/19/2015	11/19 Board Mtg		11/19/15 Board Meeting	8470 · Ag Meeting Attend -Special	125.00	
TOTAL						500.00	
Bill Pmt -Check	12/09/2015	19067	HUITSING, JOHN	Ag Pool Member Compensation	1012 · Bank of America Gen'l Ckg		
Bill	11/12/2015	11/12 Ag Pool Mtg		11/12/15 Ag Pool Meeting	8470 · Ag Meeting Attend -Special	125.00	
TOTAL						125.00	
Bill Pmt -Check	12/09/2015	19068	JESKE, KEN'	Board Member Compensation	1012 · Bank of America Gen'l Ckg		
Bill	11/19/2015	11/19 Board Mtg		11/19/15 Board Meeting	6311 · Board Member Compensation	125.00	
TOTAL						125.00	
Bill Pmt -Check	12/09/2015	19069	KUHN, BOB	Board Member Compensation	1012 · Bank of America Gen'l Ckg		
Bill	11/17/2015	11/17 Appro Pool Mtg		11/17/15 Appropriative Pool Meeting	6311 · Board Member Compensation	125.00	
Bill	11/19/2015	11/19 Board Mtg		11/19/15 Board Meeting	6311 · Board Member Compensation	125.00	
TOTAL						250.00	
PS	Bill Pmt -Check	12/09/2015	19070	MIJAC ALARM	380702	1012 · Bank of America Gen'l Ckg	
	Bill	12/01/2015	380702	Fire monitoring 12/01/15-2/29/16	6026 · Security Services	411.00	
				Opening & closing reports 12/01/15-2/29/16	6026 · Security Services	54.00	
				Annex-Opening & closing reports 12/01/15-2/29/16	6026 · Security Services	45.00	
				Commercial monitoring 12/01/15-2/29/16	6026 · Security Services	147.00	
TOTAL						657.00	
Bill Pmt -Check	12/09/2015	19071	MONTE VISTA WATER DIST	Board Member Compensation	1012 · Bank of America Gen'l Ckg		
Bill	11/19/2015	11/19 Advisory Comm		11/19/15 Advisory Committee Meeting - Kinsey	6311 · Board Member Compensation	125.00	
TOTAL						125.00	
Bill Pmt -Check	12/09/2015	19072	OFFICE DEPOT	806091031001	1012 · Bank of America Gen'l Ckg		
Bill	11/25/2015	806091031001		Miscellaneous office supplies	6031.7 · Other Office Supplies	39.40	
TOTAL						39.40	
Bill Pmt -Check	12/09/2015	19073	PARK PLACE COMPUTER SOLUTIONS, INC.	505	1012 · Bank of America Gen'l Ckg		
Bill	11/30/2015	505		IT Consulting Services - November 2015	6052.1 · Park Place Comp Solutn	1,200.00	
TOTAL						1,200.00	
Bill Pmt -Check	12/09/2015	19074	PAYCHEX	2015112600	1012 · Bank of America Gen'l Ckg		
Bill	11/30/2015	2015112600		November 2015	6012 · Payroll Services	481.62	

CHINO BASIN WATERMASTER
Cash Disbursements For The Month of
December 2015

	<u>Type</u>	<u>Date</u>	<u>Num</u>	<u>Name</u>	<u>Memo</u>	<u>Account</u>	<u>Paid Amount</u>
TOTAL							481.62
	Bill Pmt -Check	12/09/2015	19075	PIERSON, JEFFREY	Ag Pool Member Compensation	1012 · Bank of America Gen'l Ckg	
	Bill	11/12/2015	11/12 Ag Pool Mtg		11/12/15 Ag Pool Meeting	8470 · Ag Meeting Attend -Special	125.00
TOTAL							125.00
	Bill Pmt -Check	12/09/2015	19076	PUBLIC EMPLOYEES' RETIREMENT SYSTEM	Payor #3493	1012 · Bank of America Gen'l Ckg	
	Bill	12/01/2015	100000014665379		Annual unfunded accrued liability	60180 · Employers PERS Expense	3,077.00
TOTAL							3,077.00
	Bill Pmt -Check	12/09/2015	19077	READY REFRESH BY NESTLE	0023230253	1012 · Bank of America Gen'l Ckg	
	Bill	11/30/2015	0023230253		Office Water Bottle - November 2015	6031.7 · Other Office Supplies	53.93
TOTAL							53.93
	Bill Pmt -Check	12/09/2015	19078	RR FRANCHISING, INC.	14269	1012 · Bank of America Gen'l Ckg	
	Bill	12/01/2015	14269		Janitorial Services - December 2015	6024 · Building Repair & Maintenance	740.00
TOTAL							740.00
P10	Bill Pmt -Check	12/09/2015	19079	SANTA ANA RIVER WATER COMPANY	Board Member Compensation	1012 · Bank of America Gen'l Ckg	
TOTAL	Bill	11/30/2015	11/30 Personnel Comm		11/30/15 Personnel Committee Mtg. - Rodriguez	6311 · Board Member Compensation	125.00
							125.00
	Bill Pmt -Check	12/09/2015	19080	STAPLES BUSINESS ADVANTAGE	8036923234	1012 · Bank of America Gen'l Ckg	
	Bill	11/21/2015	8036923234		Date stamp	6031.7 · Other Office Supplies	82.46
TOTAL							82.46
	Bill Pmt -Check	12/09/2015	19081	UNITED HEALTHCARE	039114789	1012 · Bank of America Gen'l Ckg	
	Bill	11/17/2015	0039114789		Dental Insurance - December 2015	60182.2 · Dental & Vision Ins	712.68
TOTAL							712.68
	Bill Pmt -Check	12/09/2015	19082	USA-FACT INC		1012 · Bank of America Gen'l Ckg	
	Bill	11/19/2015	5112715		Background check for candidates	6016 · New Employee Search Costs	14.00
	Bill	11/25/2015	5112016		Background check for candidates	6016 · New Employee Search Costs	402.49
TOTAL							416.49
	Bill Pmt -Check	12/09/2015	19083	VANDEN HEUVEL, GEOFFREY	Board Member Compensation	1012 · Bank of America Gen'l Ckg	
	Bill	11/12/2015	11/12 Ag Pool Mtg		11/12/15 Ag Pool Meeting	6311 · Board Member Compensation	125.00
	Bill	11/19/2015	11/19 Board Mtg		11/19/15 Board Meeting	6311 · Board Member Compensation	125.00
TOTAL							250.00

CHINO BASIN WATERMASTER
Cash Disbursements For The Month of
December 2015

Type	Date	Num	Name	Memo	Account	Paid Amount
Bill Pmt -Check	12/09/2015	19084	VANDEN HEUVEL, ROB	Ag Pool Member Compensation	1012 - Bank of America Gen'l Ckg	
Bill	11/19/2015	11/19 Advisory Comm		11/19/15 Advisory Committee Meeting	8470 - Ag Meeting Attend -Special	125.00
TOTAL						125.00
Bill Pmt -Check	12/09/2015	19085	VERIZON	012519128144592510	1012 - Bank of America Gen'l Ckg	
Bill	11/25/2015	012519128144592510		012519128144592510	6022 - Telephone	143.03
TOTAL						143.03
Bill Pmt -Check	12/09/2015	19086	VISION SERVICE PLAN	00-101789-0001	1012 - Bank of America Gen'l Ckg	
Bill	11/25/2015	001017890001		Vision Insurance - December 2015	60182.2 - Dental & Vision Ins	73.46
TOTAL						73.46
Bill Pmt -Check	12/09/2015	19087	VISTAGE WORLDWIDE, INC.	SOPINV00000351366	1012 - Bank of America Gen'l Ckg	
Bill	11/25/2015	SOPINV00000351366		Kavounas-Membership dues-Oct. 2015-Sept. 2016	1433 - Prepaid Membership Dues	15,600.00
TOTAL						15,600.00
Bill Pmt -Check	12/09/2015	19088	WESTERN MUNICIPAL WATER DISTRICT	Board Member Compensation	1012 - Bank of America Gen'l Ckg	
Bill	11/19/2015	11/19 Board Mtg		11/19/15 Board Meeting - Galleano attendance	6311 - Board Member Compensation	125.00
TOTAL						125.00
Bill Pmt -Check	12/09/2015	19089	YUKON DISPOSAL SERVICE	08-K2 213849	1012 - Bank of America Gen'l Ckg	
Bill	12/01/2015	08-k2 213849		December 2015	6024 - Building Repair & Maintenance	111.57
TOTAL						111.57
Bill Pmt -Check	12/09/2015	19090	VERIZON	642073270-0001	1012 - Bank of America Gen'l Ckg	
Bill	11/25/2015	642073270-00001		642073270-0001	7103.7 - Grdwtr Qual-Computer Svc	226.12
TOTAL						226.12
Bill Pmt -Check	12/09/2015	19091	ACWA		1012 - Bank of America Gen'l Ckg	
Bill	11/25/2015			2016 Annual Agency Dues	1433 - Prepaid Membership Dues	16,115.00
TOTAL						16,115.00
Bill Pmt -Check	12/09/2015	19092	APPLIED COMPUTER TECHNOLOGIES	2640	1012 - Bank of America Gen'l Ckg	
Bill	11/30/2015	2640		Database Consulting - November 2015	6052.2 - Applied Computer Technol	3,750.00
TOTAL						3,750.00
Bill Pmt -Check	12/10/2015	19093	SIGNARAMA ONTARIO	008214	1012 - Bank of America Gen'l Ckg	
Bill	12/10/2015	008214		Installation of white lettering on front office decals	6031.7 - Other Office Supplies	74.67
TOTAL						74.67

CHINO BASIN WATERMASTER
Cash Disbursements For The Month of
December 2015

Type	Date	Num	Name	Memo	Account	Paid Amount
Bill Pmt -Check	12/11/2015	19094	CORELOGIC INFORMATION SOLUTIONS	81642955	1012 · Bank of America Gen'l Ckg	
Bill	11/30/2015	81642955		81642955	7103.7 · Grdwtr Qual-Computer Svc	62.50
				81642955	7101.4 · Prod Monitor-Computer	62.50
TOTAL						125.00
Bill Pmt -Check	12/11/2015	19095	DIRECTV	019447404	1012 · Bank of America Gen'l Ckg	
Bill	11/30/2015	019447404		Service for office 11/19/15 - 12/18/15	6031.7 · Other Office Supplies	110.98
TOTAL						110.98
Bill Pmt -Check	12/11/2015	19096	HOGAN LOVELLS	2947509	1012 · Bank of America Gen'l Ckg	
Bill	11/30/2015	2947509		Non-Ag Pool Legal Services - October 2015	8567 · Non-Ag Legal Service	8,311.40
TOTAL						8,311.40
Bill Pmt -Check	12/11/2015	19097	IAAP	93902097	1012 · Bank of America Gen'l Ckg	
Bill	12/10/2015	93902097		Annual dues for J.Wilson IAAP membership	6111 · Membership Dues	141.00
TOTAL						141.00
Bill Pmt -Check	12/11/2015	19098	PREMIERE GLOBAL SERVICES	19924253	1012 · Bank of America Gen'l Ckg	
Bill	11/30/2015	19924253		Administrative call on 10/29	6141.3 · Admin Meetings	13.79
				WM coordination call on 11/02	6909.1 · OBMP Meetings	19.50
				SGMA call w/DWR and CBWM on 11/04	6909.1 · OBMP Meetings	19.86
				Nitrate/Nitrogen Objectives call on 11/05	6909.1 · OBMP Meetings	21.21
				WM coordination call on 11/09	6909.1 · OBMP Meetings	35.44
				Non-Ag Pool mtg call on 11/12	8512 · Meeting Expense	34.78
				SY call on 11/12	6906.73 · OBMP-Safe Yield Recalculation	5.06
				SY call on 11/12	6906.73 · OBMP-Safe Yield Recalculation	13.22
				WM coordination call on 11/16	6909.1 · OBMP Meetings	17.55
				GVH call on 11/20	6312 · Meeting Expenses	9.47
				WM coordination call on 11/23	6909.1 · OBMP Meetings	25.20
				Climate Modeling Discussion call on 11/24	6909.1 · OBMP Meetings	28.51
				Fee - General Line	6022 · Telephone	49.00
				Fee- Confidential Line	6022 · Telephone	49.00
				Service fee	6022 · Telephone	8.67
TOTAL						350.26
Bill Pmt -Check	12/11/2015	19099	VERIZON	012561121521714508	1012 · Bank of America Gen'l Ckg	
Bill	12/10/2015	012561121521714508		012561121521714508	7405 · PE4-Other Expense	197.56
TOTAL						197.56
Bill Pmt -Check	12/11/2015	19100	WEST POINT MEDICAL CENTER	ZAP124553	1012 · Bank of America Gen'l Ckg	

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CHINO BASIN WATERMASTER
Cash Disbursements For The Month of
December 2015

Type	Date	Num	Name	Memo	Account	Paid Amount
Bill	11/25/2015	ZAP124553		Physical and Drug Screening - ZAP124553	6016 · New Employee Search Costs	110.00
TOTAL						110.00
Bill Pmt -Check	12/11/2015	ACH 121115	PUBLIC EMPLOYEES' RETIREMENT SYSTEM	Payor #3493	1012 · Bank of America Gen'l Ckg	
General Journal	12/05/2015	12/05/2015	PUBLIC EMPLOYEES' RETIREMENT SYSTEM	CalPERS Retirement for 11/22/15-12/05/15	2000 · Accounts Payable	6,045.30
TOTAL						6,045.30
Check	12/15/2015	12/15/2015	Service Charge	Service Charge	1012 · Bank of America Gen'l Ckg	
				Service Charge	6039.1 · Banking Service Charges	411.53
TOTAL						411.53
General Journal	12/19/2015	12/19/2015	Payroll and Taxes for 12/06/15-12/19/15	Payroll and Taxes for 12/06/15-12/19/15	1012 · Bank of America Gen'l Ckg	
				Direct Deposits for 12/06/15-12/19/15	1012 · Bank of America Gen'l Ckg	22,095.56
				Payroll Taxes for 12/06/15-12/19/15	1012 · Bank of America Gen'l Ckg	8,023.39
			ICMA-RC	457(f) Employee Deductions for 12/06/15-12/19/15	1012 · Bank of America Gen'l Ckg	3,586.52
			ICMA-RC	401(a) Employee Deductions for 12/06/15-12/19/15	1012 · Bank of America Gen'l Ckg	1,121.70
TOTAL						34,827.17
P13 Bill Pmt -Check	12/21/2015	19101	ACWA JOINT POWERS INSURANCE AUTHORITY	0384361	1012 · Bank of America Gen'l Ckg	
Bill	12/15/2015	0384361		Prepayment - January 2016	1409 · Prepaid Life, BAD&D & LTD	124.53
				December 2015	60191 · Life & Disab.Ins Benefits	124.52
TOTAL						249.05
Bill Pmt -Check	12/21/2015	19102	BANK OF AMERICA	XXXX-XXXX-XXXX-9341	1012 · Bank of America Gen'l Ckg	
Bill	11/30/2015	XXXX-XXXX-XXXX-9341		Purchase Logitech mouse and keyboard for GM	6031.7 · Other Office Supplies	33.37
				Purchase miscellaneous office supplies	6031.7 · Other Office Supplies	43.98
				Membership-Society for HR Management-Joswiak	6111 · Membership Dues	190.00
				Renew subscription for Norton Security	6054 · Computer Software	49.99
				Purchase door bell for north side of office	6031.7 · Other Office Supplies	31.60
				Ship package to Sacramento	6042 · Postage - General	60.43
				Purchase certificate frames for office	6031.7 · Other Office Supplies	81.32
				Purchase miscellaneous office supplies	6031.7 · Other Office Supplies	203.21
				Purchase door bell for south side of office	6031.7 · Other Office Supplies	39.06
				Purchase software for org. chart creation	6054 · Computer Software	197.00
				Purchase replacement monitor for IT room	6055 · Computer Hardware	111.99
				Purchase super glue for office	6031.7 · Other Office Supplies	5.39
				Tinting of front office window	6031.7 · Other Office Supplies	200.00
				Subscription for Success Magazine	6112 · Subscriptions/Publications	34.95
				PK meeting w/Hoerning, City of Upland	8312 · Meeting Expenses	24.14
				Registration-Maurizio-ACWA 2015 Fall Conf.	6193.2 · Conference - Registration Fee	720.00

CHINO BASIN WATERMASTER
Cash Disbursements For The Month of
December 2015

	<u>Type</u>	<u>Date</u>	<u>Num</u>	<u>Name</u>	<u>Memo</u>	<u>Account</u>	<u>Paid Amount</u>
TOTAL							2,026.43
	Bill Pmt -Check	12/21/2015	19103	CALPERS	1394905143	1012 · Bank of America Gen'l Ckg	
	Bill	12/15/2015	1394905143		Medical Insurance	60182.1 · Medical Insurance	7,533.91
TOTAL							7,533.91
	Bill Pmt -Check	12/21/2015	19104	CHARTER COMMUNICATIONS	8245100651455350	1012 · Bank of America Gen'l Ckg	
	Bill	12/15/2015	8245100651455350		12/06/15-1/05/16	6053 · Internet Expense	64.99
TOTAL							64.99
	Bill Pmt -Check	12/21/2015	19105	VERIZON WIRELESS	9756676641	1012 · Bank of America Gen'l Ckg	
	Bill	12/15/2015	9756676641			6022 · Telephone	299.31
TOTAL							299.31
	Bill Pmt -Check	12/21/2015	19106	BROWNSTEIN HYATT FARBER SCHRECK		1012 · Bank of America Gen'l Ckg	
	Bill	11/30/2015	622955		622955	6078 · BHFS Legal - Miscellaneous	19,937.25
					Expenses	6078 · BHFS Legal - Miscellaneous	396.15
					Expenses	8475 · BHFS Legal - Agricultural Pool	18.80
					Expenses	8575 · BHFS Legal - Non-Ag Pool	18.79
					Expenses	6375 · BHFS Legal - Board Meeting	750.00
					Expenses	8375 · BHFS Legal - Appropriative Pool	37.59
	Bill	11/30/2015	622956		McLaughlin	6073 · BHFS Legal - Personnel Matters	40.50
					Alvarez-CalPERS	6073 · BHFS Legal - Personnel Matters	2,350.80
					Personnel Committee	6073 · BHFS Legal - Personnel Matters	229.50
	Bill	11/30/2015	622957		Audit Response	6078 · BHFS Legal - Miscellaneous	1,477.35
	Bill	11/30/2015	622958		622958	6275 · BHFS Legal - Advisory Committee	3,595.50
					Expenses	6275 · BHFS Legal - Advisory Committee	37.59
	Bill	11/30/2015	622959		622959	6375 · BHFS Legal - Board Meeting	6,723.00
	Bill	11/30/2015	622960		622960	8375 · BHFS Legal - Appropriative Pool	2,142.00
	Bill	11/30/2015	622961		622961	8475 · BHFS Legal - Agricultural Pool	1,797.75
	Bill	11/30/2015	622962		622962	8575 · BHFS Legal - Non-Ag Pool	1,999.35
	Bill	11/30/2015	622963		622963	6071 · BHFS Legal - Court Coordination	918.00
	Bill	11/30/2015	622964		622964	6907.39 · Recharge Master Plan	1,616.85
	Bill	11/30/2015	622965		622965	6907.42 · Safe Yield Recalculation	38,476.35
					Expenses	6907.42 · Safe Yield Recalculation	392.14
TOTAL							82,955.26
	Bill Pmt -Check	12/21/2015	19107	CUCAMONGA VALLEY WATER DISTRICT	Lease due January 1, 2016	1012 · Bank of America Gen'l Ckg	
	Bill	12/16/2015			Lease due January 1, 2016	1422 · Prepaid Rent	6,371.16
TOTAL							6,371.16

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CHINO BASIN WATERMASTER
Cash Disbursements For The Month of
December 2015

Type	Date	Num	Name	Memo	Account	Paid Amount
Bill Pmt -Check	12/21/2015	19108	LEGAL SHIELD	0111802	1012 · Bank of America Gen'l Ckg	
Bill	12/21/2015	0111802		Employee deductions - December 2015	60194 · Other Employee Insurance	51.80
TOTAL						51.80
Bill Pmt -Check	12/21/2015	19109	LEVEL 3 COMMUNICATIONS	08802542	1012 · Bank of America Gen'l Ckg	
Bill	11/30/2015	08802542		11/10/15-12/09/15	6053 · Internet Expense	1,052.40
TOTAL						1,052.40
Bill Pmt -Check	12/21/2015	19110	OFFICE TEAM	44614881	1012 · Bank of America Gen'l Ckg	
Bill	12/21/2015	44614881		Week ending 12/11/15	6017.2 · Office Specialist Services	453.59
TOTAL						453.59
Bill Pmt -Check	12/21/2015	19111	STAULA, MARY L	Retiree Medical	1012 · Bank of America Gen'l Ckg	
Bill	12/31/2015				60182.4 · Retiree Medical	25.76
TOTAL						25.76
Bill Pmt -Check	12/22/2015	19112	GREAT AMERICA LEASING CORP.	18007645	1012 · Bank of America Gen'l Ckg	
Bill	12/21/2015	18007645		Invoice	6043.1 · Ricoh Lease Fee	3,285.29
TOTAL						3,285.29
Bill Pmt -Check	12/22/2015	19113	LEVEL 3 COMMUNICATIONS	09048625	1012 · Bank of America Gen'l Ckg	
Bill	12/21/2015	09048625		12/10/15-1/09/16	6053 · Internet Expense	1,052.44
TOTAL						1,052.44
Bill Pmt -Check	12/22/2015	19114	VERIZON	012519128144592510	1012 · Bank of America Gen'l Ckg	
Bill	12/21/2015	012519128144592510		012519128144592510	6022 · Telephone	137.23
TOTAL						137.23
Bill Pmt -Check	12/22/2015	19115	VERIZON	9757153331	1012 · Bank of America Gen'l Ckg	
Bill	12/21/2015	9757153331		9757153331	7103.7 · Grdwtr Qual-Computer Svc	100.04
TOTAL						100.04
Bill Pmt -Check	12/22/2015	19116	NAKANO, JUSTIN	Travel Expense Reimbursement	1012 · Bank of America Gen'l Ckg	
Bill	12/22/2015			Expenses for Dec. 15-17, 2015 NGWA Conference	6191 · Conferences - General	271.47
TOTAL						271.47
Bill Pmt -Check	12/24/2015	ACH 122415	PUBLIC EMPLOYEES' RETIREMENT SYSTEM	Payor #3493	1012 · Bank of America Gen'l Ckg	
General Journal	12/19/2015	12/19/2015	PUBLIC EMPLOYEES' RETIREMENT SYSTEM	CalPERS Retirement for 12/06/15-12/19/15	2000 · Accounts Payable	6,045.30
TOTAL						6,045.30

CHINO BASIN WATERMASTER
Cash Disbursements For The Month of
December 2015

Type	Date	Num	Name	Memo	Account	Paid Amount
General Journal	12/31/2015	12/31/2015	Payroll and Taxes for 12/20/15-01/02/16	Payroll and Taxes for 12/20/15-01/02/16	1012 · Bank of America Gen'l Ckg	
				Direct Deposits for 12/20/15-01/02/16	1012 · Bank of America Gen'l Ckg	21,131.21
				Payroll Taxes for 12/20/15-01/02/16	1012 · Bank of America Gen'l Ckg	9,645.90
			ICMA-RC	457(f) Employee Deductions for 12/20/15-01/02/16	1012 · Bank of America Gen'l Ckg	3,643.75
			ICMA-RC	401(a) Employee Deductions for 12/20/15-01/02/16	1012 · Bank of America Gen'l Ckg	1,121.70
TOTAL						<u>35,542.56</u>
General Journal	12/31/2015	12/31/2015	Wage Works FSA Direct Debits - Dec. 2015	Wage Works FSA Direct Debits - Dec. 2015	1012 · Bank of America Gen'l Ckg	
				Wage Works FSA Direct Debits - Dec. 2015	1012 · Bank of America Gen'l Ckg	511.14
				Wage Works FSA Direct Debits - Dec. 2015	1012 · Bank of America Gen'l Ckg	511.14
				Wage Works FSA Direct Debits - Dec. 2015	1012 · Bank of America Gen'l Ckg	76.25
TOTAL						<u>1,098.53</u>
					Total Disbursements:	<u><u>312,337.27</u></u>



CHINO BASIN WATERMASTER

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PETER KAVOUNAS, P.E.
General Manager

STAFF REPORT

DATE: February 18, 2016
TO: Advisory Committee Members
SUBJECT: VISA Check Detail Report - Financial Report B2 (December 31, 2015)

SUMMARY

Issue: Record of VISA credit card payment disbursed for the month of December 31, 2015.

Recommendation: Receive and file VISA Check Detail Report for December 31, 2015 as presented.

Financial Impact: Funds disbursed were included in the FY 2015/16 "Amended" Watermaster Budget.

Future Consideration

Advisory Committee: February 18, 2016; Receive and File

Watermaster Board: February 25, 2016; Receive and File (Normal Course of Business)

ACTIONS:

February 11, 2016 – Appropriative Pool – Unanimously approved

February 11, 2016 – Non-Agricultural Pool – Moved unanimously to receive and file, without approval

February 11, 2016 – Agricultural Pool – Unanimously approved

February 18, 2016 – Advisory Committee –

February 25, 2016 – Watermaster Board –

BACKGROUND

A monthly VISA Check Detail report is provided to keep all members apprised of Watermaster expenditures charged against the General Manager, Assistant General Manager and Chief Financial Officer's Bank of America VISA card.

DISCUSSION

The total cash disbursement during the month of December 2015 was \$2,026.43. The payment was processed by check number 19102 dated December 21, 2015. The monthly charges for December 2015 of \$2,026.43 were for routine and customary expenditures and properly documented with receipts.

ATTACHMENTS

1. Financial Report - B2

CHINO BASIN WATERMASTER
 VISA Check Detail Report
 December 2015

Type	Num	Date	Name	Memo	Account	Paid Amount
Bill Pmt -Check	12/21/2015	19102	BANK OF AMERICA	XXXX-XXXX-XXXX-9341	1012 · Bank of America Gen'l Ckg	
Bill	11/30/2015	XXXX-XXXX-XXXX-9341		Purchase Logitech mouse and keyboard for GM	6031.7 · Other Office Supplies	33.37
				Purchase miscellaneous office supplies	6031.7 · Other Office Supplies	43.98
				Membership-Society for HR Management-Joswiak	6111 · Membership Dues	190.00
				Renew subscription for Norton Security	6054 · Computer Software	49.99
				Purchase door bell for north side of office	6031.7 · Other Office Supplies	31.60
				Ship package to Sacramento	6042 · Postage - General	60.43
				Purchase certificate frames for office	6031.7 · Other Office Supplies	81.32
				Purchase miscellaneous office supplies	6031.7 · Other Office Supplies	203.21
				Purchase door bell for south side of office	6031.7 · Other Office Supplies	39.06
				Purchase software for org. chart creation	6054 · Computer Software	197.00
				Purchase replacement monitor for IT room	6055 · Computer Hardware	111.99
				Purchase super glue for office	6031.7 · Other Office Supplies	5.39
				Tinting of front office window	6031.7 · Other Office Supplies	200.00
				Subscription for Success Magazine	6112 · Subscriptions/Publications	34.95
				PK meeting w/Hoerning, City of Upland	8312 · Meeting Expenses	24.14
				Registration-Maurizio-ACWA 2015 Fall Conf.	6193.2 · Conference - Registration Fee	720.00
				Total Disbursements:		<u>2,026.43</u>

TOTAL

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CHINO BASIN WATERMASTER

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PETER KAVOUNAS, P.E.
General Manager

STAFF REPORT

DATE: February 18, 2016
TO: Advisory Committee Members
SUBJECT: Combining Schedule of Revenue, Expenses and Changes in Net Assets for the Period July 1, 2015 through December 31, 2015 - Financial Report B3 (December 31, 2015)

SUMMARY

Issue: Record of Revenue, Expenses and Changes in Net Assets for the Period July 1, 2015 through December 31, 2015.

Recommendation: Receive and file Combining Schedule of Revenue, Expenses and Changes in Net Assets for the Period July 1, 2015 through December 31, 2015 as presented.

Financial Impact: Funds disbursed were included in the FY 2015/16 "Amended" Watermaster Budget.

Future Consideration

Advisory Committee: February 18, 2016; Receive and File

Watermaster Board: February 25, 2016; Receive and File (Normal Course of Business)

ACTIONS:

February 11, 2016 – Appropriative Pool – Unanimously approved

February 11, 2016 – Non-Agricultural Pool – Moved unanimously to receive and file, without approval

February 11, 2016 – Agricultural Pool – Unanimously approved

February 18, 2016 – Advisory Committee –

February 25, 2016 – Watermaster Board –

BACKGROUND

A Combining Schedule of Revenue, Expenses and Changes in Net Assets for the period July 1, 2015 through December 31, 2015 is provided to keep all members apprised of the FY 2015/16 cumulative Watermaster revenues, expenditures and changes in net assets for the period listed.

DISCUSSION

The Combining Schedule of Revenue, Expenses and Changes in Net Assets has been created from various financial reports and statements created from Intuit QuickBooks Enterprise Solutions 15.0, the Watermaster accounting system. The Combining Schedule provided balances to the supporting documentation in the Watermaster accounting system as presented.

ATTACHMENTS:

1. Financial Report - B3

CHINO BASIN WATERMASTER
COMBINING SCHEDULE OF REVENUE, EXPENSES AND CHANGES IN NET ASSETS
FOR THE PERIOD JULY 1, 2015 THROUGH DECEMBER 31, 2015

Financial Report - B3

	WATERMASTER ADMINISTRATION	OPTIMUM BASIN MANAGEMENT	POOL ADMINISTRATION & SPECIAL PROJECTS			GROUNDWATER OPERATIONS		LAIF VALUE ADJ.	GASB 68 BEG. NET POSITION	GRAND TOTALS	AMENDED BUDGET 2015-2016
			APPROPRIATIVE POOL	AG POOL	NON-AG POOL	GROUNDWATER REPLENISHMENT	SB222 FUNDS				
Administrative Revenues:											
Administrative Assessments			3,569,781		151,739					3,721,520	8,934,215
Interest Revenue			9,201	837	60					10,098	22,050
Mutual Agency Project Revenue	157,349									157,349	157,941
Miscellaneous Income										-	0
Total Revenues	157,349	-	3,578,982	837	151,800	-	-	-	-	3,888,968	9,114,206
Administrative & Project Expenditures:											
Watermaster Administration	669,913									669,913	1,227,268
Watermaster Board-Advisory Committee	77,566									77,566	222,418
Ag Pool Misc. Expense - Ag Fund										-	400
Pool Administration			23,848	201,299	48,114					273,261	595,933
Optimum Basin Mgmt Administration		928,759								928,759	1,473,093
OBMP Project Costs		1,067,568								1,067,568	3,525,355
Debt Service		304,376								304,376	460,200
Basin Recharge Improvements		386,128								386,128	3,472,477
Mutual Agency Project Costs										-	10,000
Total Administrative/OBMP Expenses	747,478	2,686,831	23,848	201,299	48,114	-	-	-	-	3,707,570	10,987,144
Net Administrative/OBMP Expenses	(590,129)	(2,686,831)									
Allocate Net Admin Expenses To Pools	<u>590,129</u>		427,250	143,484	19,395					-	
Allocate Net OBMP Expenses To Pools		1,996,327	1,445,329	485,389	65,610					-	
Allocate Debt Service to App Pool		304,376	304,376							-	
Allocate Basin Recharge to App Pool		<u>386,128</u>	386,128							-	
Agricultural Expense Transfer*			830,172	(830,172)						-	
Total Expenses			3,417,102	-	133,118	-	-	-	-	3,707,570	10,987,144
Net Administrative Income			161,880	837	18,681	-	-	-	-	181,398	(1,872,938)
Other Income/(Expense)											
Replenishment Water Assessments						-				-	0
Non-Ag Stored Water Purchases										-	0
Exhibit "G" Non-Ag Pool Water			-							-	0
Interest Revenue						2,403				2,403	0
MWD Water Purchases										-	0
Non-Ag Stored Water Purchases										-	0
Exhibit "G" Non-Ag Pool Water			-							-	0
MWD Water Purchases										-	0
Groundwater Replenishment										-	0
LAIF - Fair Market Value Adjustment								-	-	-	0
Other Post-Employment Benefits (OPEB)			-		-					-	0
Refund-Excess Reserves			-		-					-	0
Refund-Recharge Debt										-	0
Net Other Income/(Expense)			-	-	-	2,403	-	-	-	2,403	0
Net Transfers To/(From) Reserves	183,801	0	161,880	837	18,681	2,403	-	-	-	183,801	(1,872,938)
Net Assets, July 1, 2015			6,346,620	481,130	69,774	1,388,080	158,251	3,446	(740,195)	7,707,106	
Net Assets, End of Period			6,508,499	481,968	88,455	1,390,482	158,251	3,446	(740,195)	7,890,907	7,890,907
13/14 Assessable Production			100,165,551	33,638,883	4,546,972					138,351,406	
13/14 Production Percentages			72.399%	24.314%	3.287%					100.000%	

*Fund balance transfer as agreed to in the Peace Agreement.

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CHINO BASIN WATERMASTER

9641 San Bernardino Road, Rancho Cucamonga, Ca 91730
Tel: 909.484.3888 Fax: 909.484.3890 www.cbwm.org

PETER KAVOUNAS, P.E.
General Manager

STAFF REPORT

DATE: February 18, 2016

TO: Advisory Committee Members

SUBJECT: Treasurer's Report of Financial Affairs for the Period December 1, 2015 through December 31, 2015 - Financial Report B4 (December 31, 2015)

SUMMARY

Issue: Record of increases or decreases in the cash position, assets and liabilities of Watermaster for the Period of December 1, 2015 through December 31, 2015.

Recommendation: Receive and file Treasurer's Report of Financial Affairs for the Period December 1, 2015 through December 31, 2015 as presented.

Financial Impact: Funds disbursed were included in the FY 2015/16 "Amended" Watermaster Budget.

Future Consideration

Advisory Committee: February 18, 2016; Receive and File

Watermaster Board: February 25, 2016; Receive and File (Normal Course of Business)

ACTIONS:

February 11, 2016 – Appropriative Pool – Unanimously approved

February 11, 2016 – Non-Agricultural Pool – Moved unanimously to receive and file, without approval

February 11, 2016 – Agricultural Pool – Unanimously approved

February 18, 2016 – Advisory Committee –

February 25, 2016 – Watermaster Board –

BACKGROUND

A Treasurer's Report of Financial Affairs for the Period December 1, 2015 through December 31, 2015 is provided to keep all members apprised of the total cash in banks (Bank of America, LAIF, and CalTRUST) and on hand at the Watermaster office (petty cash) at the end of the period stated. The Treasurer's Report details the change (increase or decrease) in the overall cash position of Watermaster, as well as the changes (increase or decrease) to the assets and liabilities section of the balance sheet. The report also provides a detailed listing of all deposits and/or withdrawals in the California State Treasurer's Local Agency Investment Fund (LAIF) and/or CalTRUST, the most current effective yield as of the last quarter, and the ending balance in LAIF as of the reporting date.

DISCUSSION

The Treasurer's Report of Financial Affairs has been created from various financial reports and statements created from Intuit QuickBooks Enterprise Solutions 15.0, the Watermaster accounting system. The Treasurer's Report provided, balances to the supporting documentation in the Watermaster accounting system, as well as the supporting bank statements.

ATTACHMENTS

1. Financial Report - B4

**CHINO BASIN WATERMASTER
TREASURER'S REPORT OF FINANCIAL AFFAIRS FOR THE PERIOD
DECEMBER 1, 2015 THROUGH DECEMBER 31, 2015**

Financial Report - B4

DEPOSITORIES:

Cash on Hand - Petty Cash			\$	500
Bank of America				
Governmental Checking-Demand Deposits	\$	347,863		
Zero Balance Account - Payroll	\$	-		347,863
Local Agency Investment Fund - Sacramento				8,982,757
TOTAL CASH IN BANKS AND ON HAND				\$ 9,331,120
TOTAL CASH IN BANKS AND ON HAND	12/31/2015			\$ 9,331,120
	11/30/2015			5,950,334
				\$ 3,380,786

CHANGE IN CASH POSITION DUE TO:

Decrease/(Increase) in Assets: Accounts Receivable			\$	(4,338)
Assessments Receivable				3,690,986
Prepaid Expenses, Deposits & Other Current Assets				1,300
(Decrease)/Increase in Liabilities: Accounts Payable				(126,403)
Accrued Payroll, Payroll Taxes & Other Current Liabilities				(26,365)
Long Term Liabilities				1,892
Transfer to/(from) Reserves				(156,285)
				\$ 3,380,786

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<u>SUMMARY OF FINANCIAL TRANSACTIONS:</u>	Petty Cash	Govt'l Checking Demand	Zero Balance Account Payroll	Local Agency Investment Funds	Totals
Balances as of 11/30/2015	\$ 500	\$ 217,078	\$ -	\$ 5,732,757	\$ 5,950,334
Deposits	-	3,693,123	-	3,250,000	6,943,123
Transfers	-	(3,338,734)	(59,095)	-	(3,397,829)
Withdrawals/Checks	-	(223,603)	59,095	-	(164,509)
	\$ 500	\$ 347,863	\$ -	\$ 8,982,757	\$ 9,331,120
PERIOD INCREASE OR (DECREASE)	\$ -	\$ 130,786	\$ -	\$ 3,250,000	\$ 3,380,786

**CHINO BASIN WATERMASTER
TREASURER'S REPORT OF FINANCIAL AFFAIRS FOR THE PERIOD
DECEMBER 1, 2015 THROUGH DECEMBER 31, 2015**

INVESTMENT TRANSACTIONS

Effective Date	Transaction	Depository	Activity	Redeemed	Days to Maturity	Interest Rate(*)	Maturity Yield
12/9/2015	Deposit		\$ 750,000				
12/21/2015	Deposit		\$ 2,000,000				
12/22/2015	Deposit		\$ 500,000				
TOTAL INVESTMENT TRANSACTIONS			\$ 3,250,000	-			

* The earnings rate for L.A.I.F. is a daily variable rate; 0.37% was the effective yield rate at the Quarter ended December 31, 2015.

**INVESTMENT STATUS
December 31, 2015**

<u>Financial Institution</u>	<u>Principal Amount</u>	<u>Number of Days</u>	<u>Interest Rate</u>	<u>Maturity Date</u>
Local Agency Investment Fund	\$ 8,982,757			
TOTAL INVESTMENTS	\$ 8,982,757			

Funds on hand are sufficient to meet all foreseen and planned Administrative and project expenditures during the next six months.

All investment transactions have been executed in accordance with the criteria stated in Chino Basin Watermaster's Investment Policy.

Respectfully submitted,



Joseph S. Joswiak
Chief Financial Officer
Chino Basin Watermaster



CHINO BASIN WATERMASTER

9641 San Bernardino Road, Rancho Cucamonga, Ca 91730
Tel: 909.484.3888 Fax: 909.484.3890 www.cbwm.org

PETER KAVOUNAS, P.E.
General Manager

STAFF REPORT

DATE: February 18, 2016
TO: Advisory Committee Members
SUBJECT: Budget vs. Actual Report for the Period July 1, 2015 through December 31, 2015 -
Financial Report B5 (December 31, 2015)

SUMMARY

Issue: Record of revenues and expenses of Watermaster for the Period of July 1, 2015 through December 31, 2015.

Recommendation: Receive and file Budget vs. Actual Report for the Period July 1, 2015 through December 31, 2015 as presented.

Financial Impact: Funds disbursed were included in the FY 2015/16 "Amended" Watermaster Budget.

Future Consideration

Advisory Committee: February 18, 2016; Receive and File

Watermaster Board: February 25, 2016; Receive and File (Normal Course of Business)

ACTIONS:

February 11, 2016 – Appropriative Pool – Unanimously approved

February 11, 2016 – Non-Agricultural Pool – Moved unanimously to receive and file, without approval

February 11, 2016 – Agricultural Pool – Unanimously approved

February 18, 2016 – Advisory Committee –

February 25, 2016 – Watermaster Board –

BACKGROUND

A Budget vs. Actual Report for the period July 1, 2015 through December 31, 2015 is provided to keep all members apprised of the total revenues and expenses for the current fiscal year. The expense section is categorized into four distinct sections. Those sections are: General and Administrative Expenses; Optimum Basin Management Program Expenses; Project Expenses; and Other Income/Expenses. The Budget vs. Actual report has been created from Intuit QuickBooks Enterprise Solutions 15.0, the Watermaster accounting system. The Budget vs. Actual report provided, balances to the supporting documentation in the Watermaster accounting system, as well as the supporting bank statements.

DISCUSSION

CURRENT MONTH – DECEMBER 2015

Year-To-Date (YTD) for the six months ending December 31, 2015, all but six categories were at or below the projected budget. The categories over budget were Watermaster Legal Services expenses (6070's) which were over budget by \$19,682 or 17.3% as a result of increased miscellaneous legal expenses, additional personnel related expenses, and the unanticipated CCG Motion related legal expenses not budgeted for FY 2015/16; Agricultural Legal Services expenses (8467) which were over budget by \$63,428 or 61.9% as a result of ongoing Safe Yield Redetermination and Reset efforts; Agricultural Pool Meeting Attendance expenses (8470's) which were over budget by \$5,525 or 49.8% as a result of the Agricultural Pool's Special Meetings which were not anticipated when the FY 2015/16 budget was developed; OBMP expenses (6900's) were over budget by \$105,139 or 13.5% as a result of engineering and legal services supporting the ongoing Safe Yield Redetermination and Reset efforts; Production Monitoring expenses (7101's) which were over budget by \$10,860 or 38.1% as a direct result of ongoing efforts of Watermaster staff in production reporting; and Groundwater Quality Monitoring expenses (7103's) which were over budget by \$15,433 or 14.0% as a result of additional laboratory services for water quality testing.

The Watermaster budget for FY 2015/16 is divided into 12-monthly amounts and allocated accordingly. As the fiscal year progresses, categories might level out over time and be within the budget levels.

Overall, the Watermaster (YTD) Actual Expenses were \$2,531,696 or 40.6% below the (YTD) Budgeted Expenses of \$6,239,267.

PREVIOUSLY REPORTED ACTIONS (Descending Order)

July 2015:

During the month of July 2015, the "Carry Over" funding was calculated. The Total "Carry Over" funding amount of \$1,872,937.85 has been posted to the general ledger accounts. The total amount of \$1,872,937.85 consisted of \$1,686,955.86 from Capital Improvement Projects, \$136,696 from Engineering Services, \$29,285.99 from Chino Hills ASR, and \$20,000 from the Administrative section for the Annual Reports. More detailed information is provided regarding this issue under the "Carry Over" Funding section.

The Amended Budget for FY 2015/16 is \$10,987,143.85 which includes \$1,872,937.85 for the prior years "Carry Over" funding. The Original Approved budget for FY 2015/16 of \$9,114,206 was approved by the Watermaster Board on May 28, 2015 ($\$9,114,206 + \$1,872,937.85 = \$10,987,143.85$).

SALARIES EXPENSE

CURRENT MONTH – DECEMBER 2015

As of December 31, 2015, the total (YTD) Watermaster salary expenses were \$60,612 or 7.6% below the (YTD) budgeted amount of \$794,218. The overall staffing budget was developed with a staffing level of nine Full-Time Equivalents (FTE's), and staffing is currently at eight Full-Time Equivalents (FTE's).

Watermaster completed the recruiting process for the position of Field Operations Specialist which became vacant as of August 27, 2015. Rick Zapien has accepted the position and starts on Monday, January 4, 2016. Currently the field activities and functions normally performed by the Field Operations Specialist are being completed by the other two operations staff members. Upon Rick's starting date, the Full-Time Equivalents (FTE's) will increase from eight to nine, a full complement of staff for Watermaster.

On September 16, 2015, Bianca Ruiz, the Office Specialist/Receptionist was placed on Pregnancy Disability Leave (PDL) by her physician. Based upon the PDL leave and concurrently running FMLA leave, Bianca is scheduled to return on Monday, February 22, 2016. Until her return, Watermaster will continue to utilize a temporary employee to perform the duties and responsibilities.

Watermaster utilizes an in-house database time and attendance system to track and record staff's actual hours worked and records those hours to a specific project or activity. This time and attendance database of captured staff hours and activities is the basis for the bi-weekly payrolls which are processed using an external payroll processing service. Watermaster staff can record time to a large number of activities but the five most used categories are as follows (1) General Administrative activities; (2) Paid Leaves of vacation, sick or holiday; (3) Pools, Advisory or Board Meeting attendance; (4) OBMP activities; and (5) OBMP Implementation Program Elements 1 through 9 activities.

When the FY 2015/16 budget was developed, basic assumptions were used in allocating how staff's time would be spent and on which of the projects or activities. The staffing dollars were then allocated into those specific areas and budgeted on a 1/12 monthly budget. When actual staffing activities vary from the budgeted assumptions, a positive or negative variance can be created. Currently, the allocations are tracking within budget.

The table summarizes the Year-To-Date (YTD) Actual Watermaster salary costs compared to the Year-To-Date (YTD) Budget as of December 31, 2015. Please be advised that the "\$ Over Budget" and the "% of Budget" columns are a comparison of the (YTD) Actual to the (YTD) Budget, not the 12-month Annual Budget. The 12-month Annual Budget column is presented only to provide the data in a full and complete format. The following details are provided:

	Jul '15 - Dec '15 Actual	Jul '15 - Dec '15 Budget	\$ Over Budget	% of Budget	FY 2015/16 Annual Budget
WM Salary Expense					
6011 · WM Staff Salaries	422,983.23	427,711.00	-4,727.77	98.9%	848,891.00
6017 · Temporary Services	0.00	10,500.00	-10,500.00	0.0%	21,000.00
6017.2 · Office Specialist Services	2,845.84	0.00	2,845.84	100.0%	0.00
6201 · Advisory Committee - WM Staff Salaries	7,514.99	11,223.00	-3,708.01	66.96%	22,274.00
6301 · Watermaster Board - WM Staff Salaries	13,982.36	18,581.00	-4,598.64	75.25%	36,879.00
8301 · Appropriative Pool - WM Staff Salaries	15,160.47	14,974.00	186.47	101.25%	29,719.00
8401 · Agricultural Pool - WM Staff Salaries	10,360.24	13,146.00	-2,785.76	78.81%	26,090.00
8501 · Non-Agricultural Pool - WM Staff Salaries	8,931.18	7,847.00	1,084.18	113.82%	15,574.00
6901 · OBMP - WM Staff Salaries	73,391.41	62,834.00	10,557.41	116.8%	124,709.00
7101.1 · Production Monitor - WM Staff Salaries	38,973.14	28,113.00	10,860.14	138.63%	55,797.00
7102.1 · In-line Meter - WM Staff Salaries	2,708.23	4,641.00	-1,932.77	58.35%	9,212.00
7103.1 · Grdwater Quality - WM Staff Salaries	5,008.67	27,465.00	-22,456.33	18.24%	54,511.00
7104.1 · Grdwater Level - WM Staff Salaries	27,986.79	21,387.00	6,599.79	130.86%	42,447.00
7108.1 · Hydraulic Control - WM Staff Salaries	0.00	1,240.00	-1,240.00	0.0%	2,464.00
7108.11 · Prado Basin - WM Staff Salaries	3,457.98	4,184.00	-726.02	82.65%	8,305.00
7201 · Comp Recharge - WM Staff Salaries	26,698.96	22,299.00	4,399.96	119.73%	44,259.00
7301 · PE3&5 - WM Staff Salaries	0.00	7,503.00	-7,503.00	0.0%	14,892.00
7401 · PE4 - WM Staff Salaries	0.00	4,556.00	-4,556.00	0.0%	9,042.00
7501.1 · PE 6&7 - WM Staff Salaries (Plume)	0.00	3,397.00	-3,397.00	0.0%	6,743.00
7501 · PE6&7 - WM Staff Salaries	0.00	2,209.00	-2,209.00	0.0%	4,383.00
7601 · PE8&9 - WM Staff Salaries	0.00	6,162.00	-6,162.00	0.0%	12,231.00
Subtotal WM Staff Costs	660,003.49	699,972.00	-39,968.51	94.29%	1,389,422.00
60185 · Vacation	34,496.32	36,239.00	-1,742.68	95.19%	72,479.00
60186 · Sick Leave	5,718.58	23,203.00	-17,484.42	24.65%	46,405.00
60187 · Holidays	33,387.74	34,804.00	-1,416.26	95.93%	46,405.00
Subtotal WM Paid Leaves	73,602.64	94,246.00	-20,643.36	78.1%	165,289.00
Total WM Salary Costs	733,606.13	794,218.00	-60,611.87	92.37%	1,554,711.00

LEGAL SERVICES
BROWNSTEIN HYATT FARBER SCHRECK EXPENSES

CURRENT MONTH – DECEMBER 2015

As of December 31, 2015, the total (YTD) Watermaster Legal Services expenses (consolidating the three categories of Watermaster Administrative Legal Services, Pool/Advisory/Board Meeting legal expenses, and OBMP legal expenses) were \$112,498 or 22.3% above the (YTD) budgeted amount of \$504,208. The Watermaster Legal Services budget was developed jointly by the Watermaster staff and Brownstein Hyatt Farber Schreck staff with specific assumptions regarding the tasks and legal activities that would occur during FY 2015/16. The "Approved" budget amount was adopted for the amount of \$933,815. The total budget was developed by multiplying the number of hours that would be required to complete the specific tasks by the hourly rate.

WATERMASTER ADMINISTRATIVE LEGAL SERVICES:

Overall, the Watermaster Administrative Legal Services expense (6070's), as of December 31, 2015, was \$19,682 or 17.3% above the budgeted amount of \$113,875. The specific items within the Administrative Legal Services expenses (6070's) which were under budget were the expenses for Court Coordination (6071) under budget by \$12,524 or 61.2%; Annotated Judgment (6072) under budget by \$20,075 or 100.0%; Interagency Issues (6074) under budget by \$15,300 or 100.0%; and the Party Status Maintenance (6077) under budget by \$13,891 or 96.8%. The specific items within the Administrative Legal Services expenses (6070's) which were over budget were the expenses for Personnel Matters (6073) over budget by \$838 or 3.2%; Miscellaneous (6078) over budget by \$77,554 or 438.8%; and CCG Motion (6078.12) over budget by \$3,080 or 100.0%.

Personnel Matters: As reported during the previous monthly meetings, Watermaster's legal counsel filed an appeal with CalPERS regarding CalPERS original determination (from February 2013) which rejected the base salary of the former CEO, Desi Alvarez, with regards to his retirement pension benefit. There

have been several filings of appeal and we are awaiting CalPERS determination. On December 9, 2013 CalPERS notified the attorneys of record that the CalPERS Legal Office received the case on November 22, 2013 and we would be notified when the case has been assigned to an attorney who will represent CalPERS regarding the appeal. On February 27, 2014 the case was assigned to Wesley E. Kennedy, Senior Staff Attorney for CalPERS. On July 17, 2014 a document request from CalPERS was received by Watermaster related to the pending case. On August 22, 2014 the specific documents were provided to CalPERS. On September 9, 2014 Watermaster received the Notice of Hearing from CalPERS and the hearing has been scheduled for March 11-13, 2015 at the Glendale CalPERS Regional office. On October 1, 2014 Watermaster received from CalPERS a discovery request for Case No. 2013-1113. On December 31, 2014 Brownstein Hyatt Farber Schreck provided the information to Mr. Kennedy of CalPERS as requested on October 1, 2014. On January 16, 2015 a Prehearing conference along with a Settlement conference was conducted in Los Angeles. On March 2, 2015 a Motion to Continue was granted and the new Administrative Hearing (OAH Case No. 2014080757) was scheduled for November 16-18, 2015 at the Glendale CalPERS Regional Office. On September 28, 2015 the attorney for Mr. Alvarez (Mr. Jensen), at the suggestion of Mr. Kennedy, requested a short continuance of the OAH hearing because CalPERS has scheduled a full Board hearing on the claims of one of Mr. Jensen's clients for February 11, 2016 which is right in the middle of the three-day hearing scheduled for Mr. Alvarez's case. On October 9, 2015, an Order Granting Continuance; Notice of New Hearing Dates was provided by the State of California, Department of General Services, Office of Administrative Hearings. The administrative hearing was rescheduled for January 4-6, 2016 at the Glendale CalPERS Regional Office. On October 14, 2015 a Notice of Case Reassignment was received from the CalPERS providing notice that OAH Case No. 2014080757 has been reassigned from attorney Wesley Kennedy to Preet Kaur, Staff Attorney. On November 20, 2015, a Request for Continuance was issued from CalPERS to reschedule the hearing to either the period of April 4 through April 6, 2016 or April 11 through April 15, 2016. On December 11, 2015, an Order Granting Continuance; Notice of New Hearing Dates was issued from the State of California, Department of General Services, Office of Administrative Hearings to reschedule the hearing to April 11-13, 2016.

WATERMASTER POOLS, ADVISORY AND BOARD LEGAL SERVICES:

The Pools, Advisory Committee and the Board meeting legal expenses from BHFS are captured by month within the accounts (6275, 6375, 8375, 8475 and 8575). Overall, this category of legal expenses as of December 31, 2015 was \$44,033 or 40.3% below the budgeted amount of \$109,383. Normal Brownstein Hyatt Farber Schreck meeting attendance during any given month includes attendance at all three pool meetings, one Advisory Committee meeting and one Board meeting. The Watermaster parties agreed that during the month of December 2015, the three Pools, the Advisory Committee and the Watermaster Board meetings would not be held, adding additional cost savings to this category.

OBMP LEGAL SERVICES:

The OBMP legal expenses (accounts 6907.31 through 6907.90) were above the budget for the month. As of December 31, 2015 the category of OBMP legal expenses were \$136,848 or 48.7% above the budgeted amount of \$280,950. The majority of expenses within this OBMP category were under budget (Y-T-D), however, the BHFS Safe Yield Redetermination and Reset legal expenses (6907.42) continue to increase and exceed the monthly budget. As of December 31, 2015, the Safe Yield Redetermination and Reset legal expenses were \$301,933 or 292.3% above the budgeted amount of \$103,300. It should be noted that the 12-month annual legal budget for the Safe Yield Redetermination and Reset category was approved at an amount of \$103,300 and anticipated to be allocated within the first six months of the FY 2015/16 (July 2015 – December 2015). The approved BHFS legal budget anticipated 230 labor hours for consolidated legal staff time with regards to the Safe Yield Redetermination and Reset effort.

The table listed below summarizes the Brownstein Hyatt Farber Schreck (BHFS) expenses as of December 31, 2015 compared to the Year-To-Date (YTD) budget. Please be advised that the "\$ Over Budget" and the "% of Budget" columns are a comparison of the (YTD) Actual to the (YTD) Budget, not the 12-month Annual Budget. The 12-month Annual Budget column is presented only to provide the data in a full and complete format. The following details are provided:

	Jul '15 - Dec '15 Actual	Jul '15 - Dec '15 Budget	\$ Over Budget	% of Budget	FY 2015/16 Annual Budget
6070 · Watermaster Legal Services					
6071 · BHFS Legal - Court Coordination	7,950.60	20,475.00	-12,524.40	38.83%	40,950.00
6072 · BHFS Legal - Annotated Judgment	0.00	20,075.00	-20,075.00	0.0%	40,150.00
6073 · BHFS Legal - Personnel Matters	26,838.45	26,000.00	838.45	103.23%	80,700.00
6074 · BHFS Legal - Interagency Issues	0.00	15,300.00	-15,300.00	0.0%	30,600.00
6076 · BHFS Legal - Storage Issues	0.00	0.00	0.00	0.0%	0.00
6077 · BHFS Legal - Party Status Maintenance	459.00	14,350.00	-13,891.00	3.2%	28,700.00
6078 · BHFS Legal - Miscellaneous (Note 1)	95,229.20	17,675.00	77,554.20	538.78%	35,350.00
6078.12 · BHFS Legal - CCG Motion	3,079.82	0.00	3,079.82	100.0%	0.00
Total 6070 · Watermaster Legal Services	133,557.07	113,875.00	19,682.07	117.28%	256,450.00
6275 · BHFS Legal - Advisory Committee	8,748.68	10,200.00	-1,451.32	85.77%	20,400.00
6375 · BHFS Legal - Board Meeting	32,250.60	53,283.00	-21,032.40	60.53%	106,565.00
8375 · BHFS Legal - Appropriative Pool	8,365.84	15,300.00	-6,934.16	54.68%	30,600.00
8475 · BHFS Legal - Agricultural Pool	7,743.62	15,300.00	-7,556.38	50.61%	30,600.00
8575 · BHFS Legal - Non-Ag Pool	8,241.74	15,300.00	-7,058.26	53.87%	30,600.00
Total BHFS Legal Services	65,350.48	109,383.00	-44,032.52	59.75%	218,765.00
6907.3 · WM Legal Counsel					
6907.31 · Archibald South Plume	0.00	12,250.00	-12,250.00	0.0%	24,500.00
6907.32 · Chino Airport Plume	0.00	12,250.00	-12,250.00	0.0%	24,500.00
6907.33 · Desalter/Hydraulic Control	0.00	24,450.00	-24,450.00	0.0%	48,900.00
6907.34 · Santa Ana River Water Rights	869.85	12,650.00	-11,780.15	6.88%	25,300.00
6907.36 · Santa Ana River Habitat	783.00	9,850.00	-9,067.00	7.95%	19,700.00
6907.38 · Reg. Water Quality Cntrl Board	0.00	7,175.00	-7,175.00	0.0%	14,350.00
6907.39 · Recharge Master Plan	4,671.90	34,050.00	-29,378.10	13.72%	68,100.00
6907.40 · Storage Agreements	535.50	43,050.00	-42,514.50	1.24%	86,100.00
6907.41 · Prado Basin Habitat Sustainability	5,704.65	7,175.00	-1,470.35	79.51%	14,350.00
6907.42 · Safe Yield Recalculation	405,233.14	103,300.00	301,933.14	392.29%	103,300.00
6907.90 · WM Legal Counsel - Unanticipated	0.00	14,750.00	-14,750.00	0.0%	29,500.00
Total 6907 · WM Legal Counsel	417,798.04	280,950.00	136,848.04	148.71%	458,600.00
Total Brownstein, Hyatt, Farber, Schreck Costs	616,705.59	504,208.00	112,497.59	122.31%	933,815.00

Note 1: The types of legal activities that have been charged against the "Miscellaneous" legal category account 6078 are as follows: (1) Correspondence and discussions with Watermaster staff regarding current issues/topics; (2) Correspondence with Watermaster staff regarding special projects (assessment package, annual report, audit report, business plan, etc.); (3) Brownstein's status review of ongoing Watermaster projects and issues; (4) Brownstein's update of the outstanding issues list; (5) Coordination of ongoing Watermaster projects; (6) Review of draft documents; (7) Review transfer documents; (8) Land Subsidence Committee reports/meetings; (9) Review process and criteria for re-appointment of the Watermaster 9 member Board; (10) Review current California issued drought regulations; (11) Review and comment on Waters of the United States rule making; (12) Review and draft documents for basin boundary regulations; and (13) Miscellaneous legal research on current and pending issues.

OBMP ENGINEERING SERVICES AND LEGAL COSTS

CURRENT MONTH – DECEMBER 2015

Reviewing in total the OBMP Engineering Services and Legal Costs (consolidating the four categories of OBMP Watermaster Staff and SAWPA, OBMP Engineering Services, OBMP Legal Costs, and OBMP Other Expenses) for the six month period ending December 31, 2015, the actual expenses of \$882,294 were above the budgeted amount of \$777,155 by \$105,139 or 13.6%. For a detailed discussion, the following is provided.

For December 31, 2015, the accounts 6901-6903 (Optimum Basin Mgmt Program) section was above the Year-To-Date (YTD) budget by \$10,216 or 27.5%. Watermaster utilizes an in-house database time and attendance system to record and document staff's actual hours worked and also allocates those hours to a specific project or activity. Watermaster staff time could be charged to Administrative, OBMP, or Implementation Project categories. Recently, Watermaster staff spent more time on specific OBMP related areas and less time on administrative related tasks. As a result, Watermaster staff allocated more actual time to the OBMP project as budgeted, which resulted in an over budget variance of \$10,557 or

16.8%. The remaining expense was the Santa Ana Watershed Project Authority (SAWPA) FY 2015/16 Basin Monitoring Program Task Force Contribution which was budgeted at \$12,500 but actual expenses were billed at \$12,159 which was below the budget by \$341 or 2.7% as of December 31, 2015.

For December 31, 2015, the accounts 6906 (Optimum Basin Mgmt Program Engineering Services) section was below the Year-To-Date (YTD) budget by \$36,637 or 8.8%. For FY 2015/16, the OBMP-Safe Yield Redetermination and Reset expenses (6906.73) did not have a budget amount assigned. For the month of December 2015, there were no expenses charged to the OBMP-Safe Yield Redetermination and Reset expenses. As of the Year-To-Date (YTD), this account was over budget by \$79,393 or 100.0%. The OBMP-Watermaster Model Update and the Material Physical Injury Request expenses had a budget provided for the month, but there was a small amount of activity and Engineering expenses recorded for this period. These two expenses, along with several other engineering related line items within the (6906's) assisted in reducing the overall budget variance and is a large factor as to why this expense category was under budget for the month.

Within the category 6907 (Optimum Basin Mgmt Program Legal Fees) are the remaining Brownstein Hyatt Farber Schreck (BHFS) Watermaster's legal expenses. Within the legal expense category, some individual line item activities were above the budget by \$301,933 while some other line item activities were below the budget by \$165,085. Above the budget line items were the Safe Yield Redetermination and Reset of \$301,933. The individual legal projects/activities that were below budget for the Year-To-Date (YTD) period were the Archibald South Plume of \$12,250; the Chino Airport Plume of \$12,250; the Desalter/Hydraulic Control of \$24,450; the Santa Ana River Water Rights of \$11,780; the Santa Ana River Habitat of \$9,067; the Regional Water Quality Control Board of \$7,175; the Recharge Master Plan of \$29,378; Storage Agreements of \$42,515; the Prado Basin Habitat Sustainability of \$1,470; and the WM Unanticipated of \$14,750. For the six months ended December 31, 2015, the overall cumulative (YTD) budget was \$280,950 and the actual (BHFS) legal expenses totaled \$417,798 which resulted in an over budget variance of \$136,848 or 48.7%.

As mentioned in the Brownstein Hyatt Farber Schreck section, the annual legal budget for the Safe Yield Redetermination and Reset was approved at an amount of \$103,300. The approved BHFS legal budget anticipated 230 labor hours for consolidated legal staff time with regards to the Safe Yield Redetermination and Reset effort. The budget assumed these expenses would be recorded during the period of July 2015 through December 2015.

The OBMP Other Expenses (6909's) were below the budget for the month. These expenses are typically conference calls, meeting expenses, supplies, annual inspection fees, and other miscellaneous type expenses. As of December 31, 2015 this category of expenses was \$5,289 or 78.4% below the budgeted amount of \$6,750.

The Integrated Resource Plan expenses (6910's) is billed directly to IEUA on the following month once the payment has been issued to Wildermuth Environmental, Inc. per the contract. As of December 31, 2015 this category of expenses was fully invoiced to IEUA in the amount of \$31,744.

Overall, the Optimum Basin Management Program (OBMP) category was \$882,294 compared to a (YTD) budget of \$777,155 for an over budget of \$105,139 or 13.5% as of December 31, 2015.

The table listed below summarizes the Optimum Basin Management Program (OBMP) expenses as of December 31, 2015 compared to the Year-To-Date (YTD) budget. Please be advised that the "\$ Over Budget" and the "% of Budget" columns are a comparison of the (YTD) Actual to the (YTD) Budget, not the 12-month Annual Budget. The 12-month Annual Budget column is presented only to provide the data in a full and complete format. The following details are provided:

	Jul '15 - Dec '15 Actual	Jul '15 - Dec '15 Budget	\$ Over Budget	% of Budget	FY 2015/16 Annual Budget
6900 · Optimum Basin Mgmt Plan					
6901 · WM Staff Salaries	73,391.41	62,834.00	10,557.41	116.8%	124,709.00
6903 · OBMP SAWPA Group	12,159.00	12,500.00	-341.00	97.27%	12,500.00
Total 6901-6903 · OBMP WM Staff/SAWPA	85,550.41	75,334.00	10,216.41	113.56%	137,209.00
6906 · OBMP Engineering Services					
6906.1 · OBMP - Watermaster Model Update	144,727.30	186,226.66	-41,499.36	77.72%	279,340.00
6906.21 · State of the Basin Report	0.00	0.00	0.00	0.0%	0.00
6906.22 · Water Rights Compliance Reporting	15,593.75	12,201.98	3,391.77	127.8%	24,404.00
6906.23 · SGMA Reporting Requirements	2,024.25	8,696.02	-6,671.77	23.28%	17,392.00
6906.31 · OBMP - Pool, Advisory, Board Mtgs.	37,074.49	43,829.50	-6,755.01	84.59%	87,659.00
6906.32 · OBMP - Other General Meetings	11,152.62	16,438.50	-5,285.88	67.85%	32,877.00
6906.33 · OBMP - App. Pool Issue Resolution	0.00	27,482.00	-27,482.00	0.0%	54,964.00
6906.71 · OBMP - Data Requests - CBWM Staff	57,912.10	32,032.00	25,880.10	180.8%	64,064.00
6906.72 · OBMP - Data Requests - Non CBWM	7,706.75	19,104.00	-11,397.25	40.34%	38,208.00
6906.73 · OBMP - Safe Yield Recalculation	79,392.89	0.00	79,392.89	100.0%	0.00
6906.74 · OBMP - Mat'l Phy. Injury Requests	1,460.00	55,150.00	-53,690.00	2.65%	110,300.00
6906 · OBMP Engineering Services - Other	20,439.75	12,960.00	7,479.75	157.71%	25,920.00
Total 6906 · OBMP Engineering Services	377,483.90	414,120.66	-36,636.76	91.15%	735,128.00
6907 · OBMP Legal Fees					
6907.3 · WM Legal Counsel					
6907.31 · Archibald South Plume	0.00	12,250.00	-12,250.00	0.0%	24,500.00
6907.32 · Chino Airport Plume	0.00	12,250.00	-12,250.00	0.0%	24,500.00
6907.33 · Desalter/Hydraulic Control	0.00	24,450.00	-24,450.00	0.0%	48,900.00
6907.34 · Santa Ana River Water Rights	869.85	12,650.00	-11,780.15	6.88%	25,300.00
6907.36 · Santa Ana River Habitat	783.00	9,850.00	-9,067.00	7.95%	19,700.00
6907.38 · Reg. Water Quality Cntrl Board	0.00	7,175.00	-7,175.00	0.0%	14,350.00
6907.39 · Recharge Master Plan	4,671.90	34,050.00	-29,378.10	13.72%	68,100.00
6907.40 · Storage Agreements	535.50	43,050.00	-42,514.50	1.24%	86,100.00
6907.41 · Prado Basin Habitat Sustainability	5,704.65	7,175.00	-1,470.35	79.51%	14,350.00
6907.42 · Safe Yield Recalculation	405,233.14	103,300.00	301,933.14	392.29%	103,300.00
6907.90 · WM Legal Counsel - Unanticipated	0.00	14,750.00	-14,750.00	0.0%	29,500.00
Total 6907 · WM Legal Counsel	417,798.04	280,950.00	136,848.04	148.71%	458,600.00
Total 6907 · OBMP Legal Fees	417,798.04	280,950.00	136,848.04	148.71%	458,600.00
6909 · OBMP Other Expenses					
6909.1 · OBMP Meetings	1,461.16	750.00	711.16	194.82%	1,500.00
6909.3 · Other OBMP Expenses	0.00	1,000.00	-1,000.00	0.0%	2,000.00
6909.6 · OBMP Expenses - Miscellaneous	0.00	5,000.00	-5,000.00	0.0%	10,000.00
Total 6909 · OBMP Other Expenses	1,461.16	6,750.00	-5,288.84	21.65%	13,500.00
6910 · Integrated Resource Plan					
6910.1 · IRP Groundwater Modeling - WEI	31,744.00	0.00	31,744.00	100.0%	0.00
6910.15 · IRP Groundwater Modeling - IEUA	-31,744.00	0.00	-31,744.00	100.0%	0.00
Total 6910 · Integrated Resource Plan	0.00	0.00	0.00	0.0%	0.00
Total 6900 · Optimum Basin Mgmt Plan	882,293.51	777,154.66	105,138.85	113.53%	1,344,437.00

ENGINEERING SERVICES - OBMP IMPLEMENTATION PROJECTS COSTS
WILDERMUTH ENVIRONMENTAL, INC.

CURRENT MONTH – DECEMBER 2015

As of December 31, 2015, the total (YTD) Engineering Services expenses were \$515,582 or 34.7% below the (YTD) budget amount of \$1,486,312. The OBMP Implementation Projects (consolidated accounts 7100's – 7700's) were all (Under) budget as of December 31, 2015.

Wildermuth Environmental, Inc. provides Watermaster an Estimated Cost at Completion (ECAC) report each quarter. The purpose of this ECAC report is to update Watermaster on whether or not the Engineering Services budget will be above or below budget at the end of the fiscal year. If the Engineering Services budget is expected to be above budget at fiscal year-end, a Budget Amendment or Budget Transfer Form would need to be approved to ensure funding. The first ECAC report for the

current fiscal year has been provided for the period ending September 30, 21015 and showed a projected over budget of \$30,411. The second ECAC report is scheduled to be issued in mid-February 2016 for the period July 2015 through December 2015. Watermaster does not plan to present any Budget Transfers or Budget Amendments at this time.

PREVIOUSLY REPORTED ACTIONS (Descending Order)

July 2015:

The breakdown of the total FY 2015/16 Task Order amount of \$2,595,942 includes direct labor costs for Wildermuth Environmental, Inc. (80%) along with other direct charges such as equipment rental, laboratory fees, travel costs, reproduction costs, and outside professional services (20%).

The approved "Original" Engineering Services budget of \$2,595,942 was increased by "Carry Over" funding in the amount of \$136,696 to the "Amended" amount of \$2,732,638 for FY 2015/16 as provided in the Engineering Services Task Order. The "Carry Over" amount of \$136,696 from FY 2014/15 to the FY 2015/16 budget are expenses related to the ongoing long-term pumping test (\$9,813 for account 7107.2 and \$34,770 for account 7107.6), the PBHSP monitoring program (\$12,127 for account 7108.31 and \$35,986 for account 7108.41), the hydraulic control monitoring program Adaptive Management Plan (\$33,000 for account 7107.8), and expenses related to the upload of GeoTracker and EnviroStor data (\$11,000 for account 7502). All of the "Carry Over" funding is for projects or activities that have bridged previous fiscal years and are expected to be completed in the FY 2015/16 timeframe.

The table listed below summarized the Year-To-Date (YTD) Actual Wildermuth Environmental, Inc., (WEI) and other Engineering costs compared to the Year-To-Date (YTD) Budget as of December 31, 2015. Please be advised that the "\$ Over Budget" and the "% of Budget" columns are a comparison of the (YTD) Actual to the (YTD) Budget, not the 12-month Annual Budget. The 12-month Annual Budget column is presented only to provide the data in a full and complete format. The following details are provided:

	Jul '15 - Dec '15	Jul '15 - Dec '15	\$ Over Budget	% of Budget	FY 2015/16
	Actual	Budget			Annual Budget
6906 · OBMP Engineering Services - Other	20,439.75	12,960.00	7,479.75	157.71%	25,920.00
6906.1 · OBMP - Watermaster Model Update	144,727.30	186,226.66	-41,499.36	77.72%	279,340.00
6906.21 · State of the Basin Report	0.00	0.00	0.00	0.0%	0.00
6906.22 · Water Rights Compliance Reporting	15,593.75	12,201.98	3,391.77	127.8%	24,404.00
6906.23 · SGMA Reporting Requirements	2,024.25	8,696.02	-6,671.77	23.28%	17,392.00
6906.31 · OBMP - Pool, Advisory, Board Mtgs.	37,074.49	43,829.50	-6,755.01	84.59%	87,659.00
6906.32 · OBMP - Other General Meetings	11,152.62	16,438.50	-5,285.88	67.85%	32,877.00
6906.33 · OBMP - App. Pool Issue Resolution	0.00	27,482.00	-27,482.00	0.0%	54,964.00
6906.71 · OBMP - Data Requests - CBWM Staff	57,912.10	32,032.00	25,880.10	180.8%	64,064.00
6906.72 · OBMP - Data Requests - Non CBWM	7,706.75	19,104.00	-11,397.25	40.34%	38,208.00
6906.73 · OBMP - Safe Yield Recalculation	79,392.89	0.00	79,392.89	100.0%	0.00
6906.74 · OBMP - Mat'l Physical Injury Requests	1,460.00	55,150.00	-53,690.00	2.65%	110,300.00
7103.3 · Grdwtr Qual-Engineering	71,848.59	60,258.00	11,590.59	119.24%	120,516.00
7103.5 · Grdwtr Qual-Lab Svcs	48,037.00	19,602.50	28,434.50	245.06%	39,205.00
7104.3 · Grdwtr Level-Engineering	88,181.66	88,215.00	-33.34	99.96%	176,430.00
7104.8 · Grdwtr Level-Contracted Services	0.00	5,000.00	-5,000.00	0.0%	10,000.00
7104.9 · Grdwtr Level-Capital Equipment	0.00	3,500.00	-3,500.00	0.0%	7,000.00
7107.2 · Grd Level-Engineering	23,696.64	33,080.00	-9,383.36	71.63%	56,347.00
7107.3 · Grd Level-SAR Imagery	12,000.00	42,500.00	-30,500.00	28.24%	85,000.00
7107.6 · Grd Level-Contract Svcs	399.50	92,914.50	-92,515.00	0.43%	151,059.00
7107.8 · Grd Level-Capital Equipment	0.00	2,800.00	-2,800.00	0.0%	5,600.00
7108.3 · Hydraulic Control-Engineering	10,782.59	24,984.00	-14,201.41	43.16%	49,968.00
7108.31 · Hydraulic Control-PBHSP	60,345.31	70,636.50	-10,291.19	85.43%	129,146.00
7108.32 · Hydraulic Control-Adaptive Mgmt Plan	43,264.47	43,176.00	88.47	100.21%	43,176.00
7108.4 · Hydraulic Control-Lab Svcs	4,464.00	12,540.50	-8,076.50	35.6%	25,081.00
7108.41 · Hydraulic Control-PBHSP	22,930.00	42,541.00	-19,611.00	53.9%	49,096.00
7108.6 · Hydraulic Control-Outside Professionals	0.00	45,000.00	-45,000.00	0.0%	90,000.00
7108.7 · Hydraulic Control-Prado Basin Habitat	4,428.00	0.00	4,428.00	100.0%	0.00
7109.3 · Recharge & Well - Engineering	3,709.75	9,933.50	-6,223.75	0.0%	19,867.00
7202.2 · Comp Recharge-Engineering Services	30,320.86	79,752.00	-49,431.14	38.02%	159,504.00
7303 · PE3&5-Engineering - Other	0.00	11,692.00	-11,692.00	0.0%	23,384.00
7402 · PE4-Engineering	5,718.75	42,354.00	-36,635.25	13.5%	84,708.00
7402.10 · PE4-MZ1 Pomona Project	125,277.94	253,127.50	-127,849.56	49.49%	506,255.00
7403 · PE4-Contract Svcs	0.00	10,000.00	-10,000.00	0.0%	20,000.00
7502 · PE6&7-Engineering	23,304.75	46,420.00	-23,115.25	50.2%	81,840.00
7602 · PE8&9-Engineering	14,536.00	32,164.00	-17,628.00	45.19%	64,328.00
Total Engineering Services Costs	970,729.71	1,486,311.66	-515,581.95	65.31%	2,732,638.00 *

* Wildermuth and Subcontractor Engineering Budget of \$2,595,942 plus Carryover Funds from FY 2014/15 of \$136,696 = \$2,732,638
Carryover Funds from FY 2014/15 = \$9,813 (7107.2); \$34,770 (7107.6); \$12,127 (7108.31); \$35,986 (7108.41); \$33,000 (7108.7); and \$11,000 (7502) = \$136,696

PRADO BASIN HABITAT SUSTAINABILITY PROGRAM

The Prado Basin Habitat Sustainability Program came about as a result of the Peace II Agreement SEIR mitigation measure 4.4-3 and was adopted by IEUA's Board in October, 2010. The purpose of the mitigation measure is to ensure that the Prado Basin riparian habitat will not be impacted by Hydraulic Control. The basic program tasks are to convene a committee that will develop this adaptive management plan, to install necessary monitoring wells, to complete vegetation and aerial surveys, and to implement photo station monitoring. In terms of the financial aspects of this program, there is a cost sharing agreement, which was approved by the Watermaster Board in September, 2012 for a total budget of \$440,000. The cost sharing agreement between IEUA and Watermaster was increased from \$220,000 to \$300,000 effective August 22, 2013 with the approval of the Board. This is a 50/50 cost sharing agreement between Watermaster and IEUA with a not to exceed amount of \$300,000 for each party. Included in that cost is hiring a consultant to develop the adaptive management plan, WEI performing the project management tasks related to the monitoring well installation, hiring a contractor to construct and install up to seventeen monitoring wells at nine separate sites, and United States Bureau of Reclamation

performing vegetation monitoring every three years. Grants have been applied for to offset the cost of this program; however, the Grants were not approved.

The process of invoicing IEUA for their 50% portion of the (WEI) invoices will be completed by Watermaster staff at the end of every quarter. The information listed below is provided for the period of May 1, 2012 through December 31, 2015:

	Wildermuth Environmental, Inc.	50% Billing "TO" IEUA	50% Billing "FROM" IEUA	Costs For Watermaster	Watermaster Staff "Hours"	Watermaster Staff "Costs"
May 2012 - Jun. 2012	\$ 11,143.75	\$ (5,571.88)	\$ -	\$ 5,571.88	4.00	\$ 411.38
Jul. 2012 - Jun. 2013	\$ 120,945.28	\$ (60,472.64)	\$ 6,275.92	\$ 66,748.56	73.00	\$ 7,837.27
Jul. 2013 - Jun. 2014	\$ 21,722.09	\$ (10,861.05)	\$ 474.09	\$ 11,335.14	56.00	\$ 5,719.30
Jul. 2014 - Jun. 2015	\$ 198,138.44	\$ (99,069.22)	\$ -	\$ 99,069.22	9.00	\$ 1,141.63
Jul. 2015 - Dec. 2015	\$ 4,428.00	\$ (2,214.00)	\$ -	\$ 2,214.00	29.00	\$ 3,457.98
Totals	\$ 356,377.56	\$ (178,188.78)	\$ 6,750.01	\$ 184,938.79	171.00	\$ 18,567.56
	7108.7	7108.71, 7108.72	7108.75			7108.11

OTHER INCOME AND EXPENSE

There were no other significant items to report within the category of Other Income and Expenses for the month ending December 31, 2015.

PREVIOUSLY REPORTED ACTIONS (Descending Order)

July 2015:

Per section VI.D.3 of the Groundwater Storage Program Funding Agreement No. 49960 in the Chino Basin with The Metropolitan Water District of Southern California, the FY 2015/16 annual administrative fee invoice was issued on July 1, 2015 in the amount of \$157,349.47 under invoice number DYY 15-01. On August 3, 2015 payment in the amount of \$157,349.47 was received from The Metropolitan Water District of Southern California.

"CARRY OVER" FUNDING

CURRENT MONTH – NOVEMBER 2015

As of December 31, 2015, the total (YTD) amount remaining of the "Carried Over" funding is \$1,486,063.40 (\$1,872,937.85 - \$386,874.45 = \$1,486,063.40). The following details are provided:

			GL Account		
Printing - Annual Report	\$ 5,000.00	A	6045	FY 2014/15	ADM
Rauch Communication Consultants - Annual Report	\$ 15,000.00	B	6061.3	FY 2014/15	ADM
Ground Level Monitoring - Engineering	\$ 9,813.00	C	7107.2 ¹	FY 2014/15	ENG
Ground Level - Contracted Services	\$ 34,770.00	D	7107.6 ¹	FY 2014/15	ENG
Chino Hills ASR Project	\$ 29,285.99	E	7107.62	FY 2014/15	ASR
Hydraulic Control Engineering - PBHSP	\$ 12,127.00	F	7108.31 ²	FY 2014/15	ENG
Hydraulic Control Monitoring Lab Services - PBHSP	\$ 35,986.00	G	7108.41 ²	FY 2014/15	ENG
Hydraulic Control Monitoring - Adaptive Mgmt Plan	\$ 33,000.00	H	7108.32 ³	FY 2014/15	ENG
Jurupa Pumping Station (TO #5)	\$ 37,981.33	I	7209.1	FY 2014/15	PROJ
Wineville Basin Proof of Concept (TO #6)	\$ 35,397.53	J	7209.2	FY 2014/15	PROJ
PE 6&7 - Engineering Services	\$ 11,000.00	K	7502 ⁴	FY 2014/15	ENG
Hickory Basin Recharge Improvement Project	\$ 3,877.00	L	7690.3	FY 2014/15	PROJ
San Sevaine Recharge Improvement Project (TO #8)	\$ 475,000.00	M	7690.4	FY 2014/15	PROJ
CB20 Turnout Noise Abatement Project	\$ 80,000.00	N	7690.5	FY 2014/15	PROJ
GWR SCADA Upgrades (TO #4)	\$ 383,200.00	O	7690.61	FY 2014/15	PROJ
SCADA Communication Upgrades (TO #3)	\$ 547,500.00	P	7690.62	FY 2014/15	PROJ
Upper Santa Ana River HCP (TO #7)	\$ 75,000.00	Q	7690.7	FY 2014/15	PROJ
Lower Day Basin RMPU (TO #2)	\$ 49,000.00	R	7690.8	FY 2014/15	PROJ
Total Balance, June 30, 2015	\$ 1,872,937.85				

"Carried Over" Balance, July 1, 2015 \$ 1,872,937.85

Less: (Invoices Received To Date FY 2015/16)

Rauch Communication Consultants - Annual Report	\$ (15,000.00)	B	6061.3	FY 2014/15	ADM
Hydraulic Control Monitoring - Adaptive Mgmt Plan	\$ (33,000.00)	H	7108.32 ³	FY 2014/15	ENG
San Sevaine Recharge Improvement Project (TO #8)	\$ (111,118.08)	M	7690.4	FY 2014/15	PROJ
CB20 Turnout Noise Abatement Project	\$ (25,207.74)	N	7690.5	FY 2014/15	PROJ
GWR SCADA Upgrades (TO #4)	\$ (56,514.47)	O	7690.61	FY 2014/15	PROJ
SCADA Communication Upgrades (TO #3)	\$ (97,034.16)	P	7690.62	FY 2014/15	PROJ
Lower Day Basin RMPU (TO #2)	\$ (49,000.00)	R	7690.8	FY 2014/15	PROJ
Updated Balance as of December 31, 2015	\$ 1,486,063.40				

¹ Long-Term Pumping Test

² Prado Basin Habitat Sustainability Program monitoring program

³ Adaptive Management Plan

⁴ Upload GeoTracker and EnviroStor sites

BACKGROUND OF "CARRY OVER" FUNDING

Once the FY 2014/15 period as of June 30, 2015 was closed, the amount of unfinished capital projects and related engineering costs was calculated and the "Carry Over" funding amount was added to the current FY 2015/16 budget. The Total "Carry Over" funding amount of \$1,872,937.852 was posted to the accounts as of December 31, 2015. The total amount of \$1,872,937.85 consisted of \$1,686,955.86 from Capital Improvement Projects; \$136,696.00 from Engineering Services; \$29,285.99 from the Chino Hills ASR Project; and \$20,000.00 from the Administration budget for completion of the Annual Reports.

Several projects were completed during FY 2014/15 and have remaining funds available to be either (1) transferred to other project(s) that need additional funding, (2) keep amounts on reserve for future Capital Improvement Projects, or (3) refunded back to the Appropriative Pool when the Assessment package is

invoiced. The funding amounts available are as follows: Jurupa Pumping Station in the amount of \$37,981.33 (account 7209.1); Wineville Basin Proof of Concept in the amount of \$35,397.53 (account 7209.2); and Hickory Basin Recharge Improvement Project in the amount of \$3,877.00 (account 7690.3). The total amount available is \$77,255.86 ($\$37,981.33 + \$35,397.53 + \$3,877.00 = \$77,255.86$).

The San Sevaine Recharge Improvement Project-Task Order #8 has a remaining funded budget balance of \$475,000 in account (7690.4); the CB 20 Turnout project has a remaining funded budget balance of \$80,000 in account (7690.5); the GWR SCADA Upgrades-Task Order #4 has a remaining funded budget balance of \$383,200 in account (7960.61); the SCADA Communication Upgrades-Task Order #3 has a remaining funded budget balance of \$547,500 in account (7690.62); the Upper Santa Ana River HCP-Task Order #7 has a remaining funded balance of \$75,000 in account (7690.7); and the Lower Day Basin RMPU-Task Order #2 has a remaining funded budget balance of \$49,000 in account (7690.8). The total funded budget for these combined projects is \$1,609,700.

Unspent funds related to ongoing projects and associated activities from the Engineering Services budget from FY 2014/15 in several accounts totaling \$136,696 were "Carried Over" into the current FY 2015/16 budget. These funds were from the Ground Level Monitoring-Engineering (7107.2) in the amount of \$9,813; Ground Level Monitoring-Contracted Services (7107.6) in the amount of \$34,770; Hydraulic Control Monitoring-Engineering-PBHSP (7108.31) in the amount of \$12,127; Hydraulic Control Monitoring-Lab Services-PBHSP (7108.41) in the amount of \$35,986; Hydraulic Control Monitoring-Adaptive Management Plan (7108.7) in the amount of \$33,000; and Cooperative Efforts/Salt Management Engineering Services (7502) in the amount of \$11,000.

The ongoing Chino Hills ASR Project continues into FY 2015/16 and previous years funding of \$29,285.99 has been carried over into account (7107.62).

Unspent funds of \$20,000 related to the ongoing Annual Reports for development, production, and printing from the Administrative budget from FY 2014/15 from two accounts were "Carried Over" into the current FY 2015/16 budget. These funds were from the Printing-Annual Report (6045) in the amount of \$5,000; and Rauch Communication Consultants-Annual Report (6061.3) in the amount of \$15,000.

As invoices are received from the vendors and booked against these items listed above, the "Carried Over" balance will be reduced throughout the current fiscal year. At December 31, 2016, any remaining balances of the FY 2015/16 and prior years funding (if any), along with any new FY 2015/16 expenses, will then be "Carried Over" into the FY 2016/17 budget.

AUDIT FIELD WORK

FY 2014/15

Auditors from the audit firm of Fedak & Brown LLP were onsite at the Watermaster offices on August 10 and August 11, 2015. This was the final field work and the start of the development of the audited financial reports and statements for FY 2014/15. The initial field work was completed on June 15 and June 16, 2015. On November 19, 2015, the Senior Manager of Fedak & Brown, LLP presented the Annual Financial and Audit Reports to the Watermaster Board. The Annual Financial and Audit Reports for FY 2014/15 were posted to the Watermaster website on November 23, 2015.

ASSESSMENT INVOICING

CURRENT MONTH – DECEMBER 2015

Due to the Safe Yield Reset process this year, and the effects that it had on the Assessment Package, production of the Assessment Package was delayed. The Assessment Package will not be produced until the Court has considered the Safe Yield Reset Agreement, which is expected in a few months. However, Watermaster cannot wait until that time to collect assessments, as the funds will be needed sooner than that in order to keep Watermaster operational.

On November 19, 2015 the Watermaster Board approved staff's recommendation for collection of an interim partial assessment based upon fifty percent of last year's Appropriative Pool Admin and OBMP assessments, including those paid on behalf of the Agricultural Pool, in addition to fifty percent of last year's Recharge Debt and Recharge Improvement assessments, and to collect fifty percent of last year's Non-Ag Pool Admin and OBMP assessments. The balance, accounting for the interim assessment, would be collected when the Assessment Package is produced, following consideration of the Safe Yield Reset Agreement by the Court. Note that if a Party has an amount due of less than \$500 (including special assessments), collection was deferred until the final assessment invoice later in the fiscal year.

Included as part of the interim assessment invoicing, the Non-Agricultural Pool had a Special Assessment of \$60,000 as approved during a Confidential Session on November 12, 2015. The \$60,000 was allocated to the Non-Agricultural Pool members based upon the tentative actual production numbers from 2014/15 and will be adjusted once all Water Activity Reports (WARs) have been received.

The Watermaster staff issued and emailed the "interim" Assessment invoices on Thursday, November 19, 2015. The Assessment invoices were due 30 days from invoice date, on or before Monday, December 21, 2015. New for this payment cycle is the ability for parties to pay their invoice either by check or by wire transfer.

All "interim" Assessment invoice payments have been received.

ATTACHMENTS

1. Financial Report - B5

	1/12th (8.33%) of the Total Budget				6/12th (50%) of the Total Budget				100% of the Total Budget			
	For The Month of December 2015				Year-To-Date as of December 31, 2015				Fiscal Year End as of June 30, 2016			
	Actual	Budget	\$ Over(Under)	% of Budget	Actual	Budget	\$ Over(Under)	% of Budget	Projected	Budget	\$ Over(Under)	% of Budget
Income												
4010 · Local Agency Subsidies	0.00	0.00	0.00	0.0%	157,349.47	157,941.00	-591.53	99.63%	157,941.00	157,941.00	0.00	100.0%
4110 · Admin Asmnts-Approp Pool	0.00	0.00	0.00	0.0%	3,569,781.01	8,637,418.00	-5,067,636.99	41.33%	8,637,418.00	8,637,418.00	0.00	100.0%
4120 · Admin Asmnts-Non-Agri Pool	0.00	0.00	0.00	0.0%	151,739.47	296,797.00	-145,057.53	51.13%	296,797.00	296,797.00	0.00	100.0%
4700 · Non Operating Revenues	5,002.37	5,513.00	-510.63	90.74%	10,098.46	11,025.00	-926.54	91.6%	22,050.00	22,050.00	0.00	100.0%
4900 · Miscellaneous Income	0.00	0.00	0.00	0.0%	0.00	0.00	0.00	0.0%	0.00	0.00	0.00	0.0%
Total Income	5,002.37	5,513.00	-510.63	90.74%	3,888,968.41	9,103,181.00	-5,214,212.59	42.72%	9,114,206.00	9,114,206.00	0.00	100.0%
Gross Profit	5,002.37	5,513.00	-510.63	90.74%	3,888,968.41	9,103,181.00	-5,214,212.59	42.72%	9,114,206.00	9,114,206.00	0.00	100.0%
Expense												
6010 · Admin. Salary/Benefit Costs	93,045.46	76,400.00	16,645.46	121.79%	426,265.73	442,860.00	-16,594.27	96.25%	877,531.46	880,591.00	-3,059.54	99.65%
6020 · Office Building Expense	9,028.64	9,640.00	-611.36	93.66%	50,407.04	55,857.00	-5,449.96	90.24%	105,814.08	110,381.00	-4,566.92	95.86%
6030 · Office Supplies & Equip.	1,744.80	2,630.00	-885.20	66.34%	12,569.42	16,280.00	-3,710.58	77.21%	30,638.84	32,560.00	-1,921.16	94.1%
6040 · Postage & Printing Costs	3,506.41	5,753.00	-2,246.59	60.95%	23,472.58	34,016.00	-10,543.42	69.01%	59,445.16	60,032.00	-586.84	99.02%
6050 · Information Services	8,520.42	9,820.00	-1,299.58	86.77%	54,500.77	68,920.00	-14,419.23	79.08%	129,001.54	131,840.00	-2,838.46	97.85%
6060 · Contract Services	16,882.25	7,500.00	9,382.25	225.1%	22,940.75	48,100.00	-25,159.25	47.69%	54,381.50	55,600.00	-1,218.50	97.81%
6070 · Watermaster Legal Services	32,011.20	26,146.00	5,865.20	122.43%	133,557.07	113,875.00	19,682.07	117.28%	267,114.14	256,450.00	10,664.14	104.16%
6080 · Insurance	0.00	0.00	0.00	0.0%	26,083.25	26,776.00	-692.75	97.41%	27,583.25	27,916.00	-332.75	98.81%
6110 · Dues and Subscriptions	141.00	500.00	-359.00	28.2%	9,421.30	15,818.00	-6,396.70	59.56%	20,842.60	21,335.00	-492.40	97.69%
6140 · WM Admin Expenses	390.30	75.00	315.30	520.4%	950.33	1,350.00	-399.67	70.4%	2,400.66	2,700.00	-299.34	88.91%
6150 · Field Supplies	0.00	0.00	0.00	0.0%	183.60	950.00	-766.40	19.33%	1,117.20	1,450.00	-332.80	77.05%
6170 · Travel & Transportation	1,749.20	2,600.00	-850.80	67.28%	10,478.11	12,660.00	-2,181.89	82.77%	22,456.22	25,320.00	-2,863.78	88.69%
6190 · Training, Conferences, Seminars	3,798.14	3,659.00	139.14	103.8%	13,820.03	13,884.00	-63.97	99.54%	27,640.06	22,400.00	5,240.06	123.39%
6200 · Advisory Comm - WM Board	98.80	3,668.00	-3,569.20	2.69%	16,302.28	21,923.00	-5,620.72	74.36%	34,104.56	43,674.00	-9,569.44	78.09%
6300 · Watermaster Board Expenses	574.29	14,942.00	-14,367.71	3.84%	61,263.35	89,514.00	-28,250.65	68.44%	137,526.70	178,744.00	-41,217.30	76.94%
8300 · Appr PI-WM & Pool Admin	1,929.39	11,378.00	-9,448.61	16.96%	23,848.44	68,149.00	-44,300.56	35.0%	122,696.88	136,069.00	-13,372.12	90.17%
8400 · Agri Pool-WM & Pool Admin	394.60	5,008.00	-4,613.40	7.88%	18,746.39	29,946.00	-11,199.61	62.6%	47,492.78	59,690.00	-12,197.22	79.57%
8467 · Ag Legal & Technical Services	15,685.00	17,083.00	-1,398.00	91.82%	165,927.50	102,500.00	63,427.50	161.88%	331,855.00	205,000.00	126,855.00	161.88%
8470 · Ag Meeting Attend -Special	975.00	1,850.00	-875.00	52.7%	16,625.00	11,100.00	5,525.00	149.78%	33,250.00	22,200.00	11,050.00	149.78%
8471 · Ag Pool Expense	0.00	16,250.00	-16,250.00	0.0%	0.00	32,500.00	-32,500.00	0.0%	30,000.00	65,000.00	-35,000.00	46.15%
8485 · Ag Pool - Misc. Exp. - Ag Fund	0.00	0.00	0.00	0.0%	0.00	200.00	-200.00	0.0%	100.00	400.00	-300.00	25.0%
8500 · Non-Ag PI-WM & Pool Admin	3,838.26	9,018.00	-5,179.74	42.56%	48,113.62	54,047.00	-5,933.38	89.02%	97,727.24	107,974.00	-10,246.76	90.51%
9400 · Depreciation Expense	0.00	0.00	0.00	0.0%	0.00	0.00	0.00	0.0%	5,500.00	0.00	5,500.00	100.0%
9500 · Allocated G&A Expenditures	-10,991.64	-33,443.00	22,451.36	32.87%	-114,737.28	-200,654.00	85,916.72	57.18%	-229,474.56	-401,307.00	171,832.44	57.18%
6900 · Optimum Basin Mgmt Plan	118,820.73	110,305.45	8,515.28	107.72%	882,293.51	777,154.66	105,138.85	113.53%	1,614,587.02	1,344,437.00	270,150.02	120.09%
6950 · Mutual Agency Projects	0.00	0.00	0.00	0.0%	0.00	10,000.00	-10,000.00	0.0%	0.00	10,000.00	-10,000.00	0.0%
9501 · G&A Expenses Allocated-OBMP	1,865.26	10,721.33	-8,856.07	17.4%	46,465.56	64,328.00	-17,862.44	72.23%	92,931.12	128,656.00	-35,724.88	72.23%
7101 · Production Monitoring	7,138.08	4,783.50	2,354.58	149.22%	39,348.14	28,488.00	10,860.14	138.12%	78,696.28	56,547.00	22,149.28	139.17%
7102 · In-line Meter Installation	0.00	5,601.92	-5,601.92	0.0%	4,123.55	33,578.50	-29,454.95	12.28%	33,247.10	67,087.00	-33,839.90	49.56%
7103 · Grdwtr Quality Monitoring	9,100.97	16,931.24	-7,830.27	53.75%	125,813.89	110,380.50	15,433.39	113.98%	251,627.78	220,342.00	31,285.78	114.2%
7104 · Gdwtr Level Monitoring	8,097.11	21,607.00	-13,509.89	37.47%	117,755.32	124,977.00	-7,221.68	94.22%	235,510.64	247,627.00	-12,116.36	95.11%
7105 · Sur Wtr Qual Monitoring	0.00	0.00	0.00	0.0%	0.00	0.00	0.00	0.0%	0.00	0.00	0.00	0.0%
7107 · Ground Level Monitoring	1,779.35	14,035.25	-12,255.90	12.68%	36,096.14	200,580.49	-164,484.35	18.0%	247,192.28	327,291.99	-80,099.71	75.53%

P43

	1/12th (8.33%) of the Total Budget				6/12th (50%) of the Total Budget				100% of the Total Budget			
	For The Month of December 2015				Year-To-Date as of December 31, 2015				Fiscal Year End as of June 30, 2016			
	Actual	Budget	\$ Over(Under)	% of Budget	Actual	Budget	\$ Over(Under)	% of Budget	Projected	Budget	\$ Over(Under)	% of Budget
7108 · Hydraulic Control Monitoring	41,741.10	28,053.16	13,687.94	148.79%	149,672.35	244,302.00	-94,629.65	61.27%	374,344.70	397,236.00	-22,891.30	94.24%
7109 · Recharge & Well Monitoring Prog	0.00	1,655.58	-1,655.58	0.0%	3,709.75	9,933.50	-6,223.75	37.35%	12,419.50	19,867.00	-7,447.50	62.51%
7200 · PE2- Comp Recharge Pgm	-99,830.13	215,179.67	-315,009.80	-46.39%	352,276.00	777,860.86	-425,584.86	45.29%	1,010,552.00	1,078,549.86	-67,997.86	93.7%
7300 · PE3&5-Water Supply/Desalte	0.00	3,792.00	-3,792.00	0.0%	0.00	22,695.00	-22,695.00	0.0%	0.00	45,276.00	-45,276.00	0.0%
7400 · PE4- Mgmt Plan	18,716.86	51,887.92	-33,171.06	36.07%	132,607.52	311,287.50	-178,679.98	42.6%	565,215.04	622,505.00	-57,289.96	90.8%
7500 · PE6&7-CoopEfforts/SaltMgmt	3,868.50	6,844.33	-2,975.83	56.52%	23,304.75	52,026.00	-28,721.25	44.79%	71,609.50	92,966.00	-21,356.50	77.03%
7600 · PE8&9-StorageMgmt/Conj Use	14,536.00	6,424.84	8,111.16	226.25%	14,589.18	38,501.00	-23,911.82	37.89%	49,178.36	76,909.00	-27,730.64	63.94%
7690 · Recharge Improvement Debt Pymt	-155,826.00	0.00	-155,826.00	100.0%	690,503.45	2,236,027.00	-1,545,523.55	30.88%	2,536,006.90	3,932,677.00	-1,396,670.10	64.49%
7700 · Inactive Well Protection Prgm	0.00	41.67	-41.67	0.0%	0.00	250.00	-250.00	0.0%	0.00	500.00	-500.00	0.0%
9502 · G&A Expenses Allocated-Projects	9,126.38	22,720.92	-13,594.54	40.17%	68,271.72	136,325.50	-68,053.78	50.08%	136,543.44	272,651.00	-136,107.56	50.08%
Total Expense	162,455.73	711,062.78	-548,607.05	22.85%	3,707,570.11	6,239,266.51	-2,531,696.40	59.42%	9,546,406.97	10,987,143.85	-1,440,736.88	86.89%
Net Ordinary Income	-157,453.36	-705,549.78	548,096.42	22.32%	181,398.30	2,863,914.49	-2,682,516.19	6.33%	-432,200.97	-1,872,937.85	1,440,736.88	23.08%
Other Income												
4210 · Approp Pool-Replenishment	0.00	0.00	0.00	0.0%	0.00	0.00	0.00	0.0%	0.00	0.00	0.00	0.0%
4220 · Non-Ag Pool-Replenishment	0.00	0.00	0.00	0.0%	0.00	0.00	0.00	0.0%	0.00	0.00	0.00	0.0%
4225 · Interest Income	1,168.12	0.00	1,168.12	100.0%	2,402.77	0.00	2,402.77	100.0%	4,800.00	0.00	4,800.00	100.0%
4226 · LAIF Fair Market Value	0.00	0.00	0.00	0.0%	0.00	0.00	0.00	0.0%	0.00	0.00	0.00	0.0%
4500 · Groundwater Sales	0.00	0.00	0.00	0.0%	0.00	0.00	0.00	0.0%	0.00	0.00	0.00	0.0%
Total Other Income	1,168.12	0.00	1,168.12	100.0%	2,402.77	0.00	2,402.77	100.0%	4,800.00	0.00	4,800.00	100.0%
Other Expense												
5010 · Groundwater Replenishment	0.00	0.00	0.00	0.0%	0.00	0.00	0.00	0.0%	0.00	0.00	0.00	0.0%
5100 · Other Water Purchases	0.00	0.00	0.00	0.0%	0.00	0.00	0.00	0.0%	0.00	0.00	0.00	0.0%
9200 · Interest Expense	0.00	0.00	0.00	0.0%	0.00	0.00	0.00	0.0%	0.00	0.00	0.00	0.0%
9251 · Other Post Employment Benefits	0.00	0.00	0.00	0.0%	0.00	0.00	0.00	0.0%	0.00	0.00	0.00	0.0%
9996 · Refund-Excess Reserves-Approp.	0.00	0.00	0.00	0.0%	0.00	0.00	0.00	0.0%	0.00	0.00	0.00	0.0%
9997 · Refund-Excess Reserves-NonAg	0.00	0.00	0.00	0.0%	0.00	0.00	0.00	0.0%	0.00	0.00	0.00	0.0%
9998 · Refund-Recharge Debt-Approp.	0.00	0.00	0.00	0.0%	0.00	0.00	0.00	0.0%	0.00	0.00	0.00	0.0%
9999 · To/(From) Reserves	0.00	0.00	0.00	0.0%	0.00	0.00	0.00	0.0%	0.00	0.00	0.00	0.0%
Total Other Expense	0.00	0.00	0.00	0.0%	0.00	0.00	0.00	0.0%	0.00	0.00	0.00	0.0%
Net Other Income	1,168.12	0.00	1,168.12	100.0%	2,402.77	0.00	2,402.77	100.0%	4,800.00	0.00	4,800.00	100.0%
Net Income	-156,285.24	-705,549.78	549,264.54	22.15%	183,801.07	2,863,914.49	-2,680,113.42	6.42%	-427,400.97	-1,872,937.85	1,445,536.88	22.82%

Note: Please see the staff report (Financial Report-B5) for additional detailed information on the account categories.

CHINO BASIN WATERMASTER

I. CONSENT CALENDAR

C. WATER TRANSACTION

CHINO BASIN WATERMASTER

NOTICE

OF

APPLICATION(S)

RECEIVED FOR

WATER TRANSACTIONS – ACTIVITIES

Date of Notice:

January 8, 2016

This notice is to advise interested persons that the attached application(s) will come before the Watermaster Board on or after 30 days from the date of this notice.

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NOTICE OF APPLICATION(S) RECEIVED

Date of Application: **September 8, 2015** Date of this notice: **January 8, 2016**

Please take notice that the following Application has been received by Watermaster:

- Notice of Sale or Transfer – The purchase of 500.000 acre-feet of water from San Antonio Water Company by Cucamonga Valley Water District. This purchase is made from San Antonio Water Company’s storage account.

This *Application* will first be considered by each of the respective pool committees on the following dates:

Appropriative Pool:	January 14, 2016
Non-Agricultural Pool:	January 14, 2016
Agricultural Pool:	January 14, 2016

This *Application* will be scheduled for consideration by the Advisory Committee *no earlier than thirty days from the date of this notice and a minimum of twenty-one calendar days* after the last pool committee reviews it.

After consideration by the Advisory Committee, the *Application* will be considered by the Board.

Unless the *Application* is amended, parties to the Judgment may file *Contests* to the *Application* with Watermaster *within seven calendar days* of when the last pool committee considers it. Any *Contest* must be in writing and state the basis of the *Contest*.

Watermaster address:

Chino Basin Watermaster
9641 San Bernardino Road
Rancho Cucamonga, CA 91730

Tel: (909) 484-3888
Fax: (909) 484-3890

CHINO BASIN WATERMASTER

NOTICE OF TRANSFER OF WATER

Notification Dated: January 8, 2016

A party to the Judgment has submitted a proposed transfer of water for Watermaster approval. Unless contrary evidence is presented to Watermaster that overcomes the rebuttable presumption provided in Section 5.3(b)(iii) of the Peace Agreement, Watermaster must find that there is "no material physical injury" and approve the transfer. Watermaster staff is not aware of any evidence to suggest that this transfer would cause material physical injury and hereby provides this notice to advise interested persons that this transfer will come before the Watermaster Board on or after 30 days from the date of this notice. The attached staff report will be included in the meeting package at the time the transfer begins the Watermaster process (comes before Watermaster).



CHINO BASIN WATERMASTER

9641 San Bernardino Road, Rancho Cucamonga, Ca 91730
Tel: (909) 484.3888 Fax: (909) 484-3890 www.cbwm.org

PETER KAVOUNAS, P.E.
General Manager

DATE: January 8, 2016
TO: Watermaster Interested Parties
SUBJECT: Summary and Analysis of Application for Water Transaction

Summary –

There does not appear to be a potential material physical injury to a party or to the basin from the proposed transaction as presented.

Issue –

- Notice of Sale or Transfer – The purchase of 500,000 acre-feet of water from San Antonio Water Company by Cucamonga Valley Water District. This purchase is made from San Antonio Water Company's storage account.

Recommendation –

1. Continue monitoring as planned in the Optimum Basin Management Program.
2. Use all new or revised information when analyzing the hydrologic balance and report to Watermaster if a potential for material physical injury is discovered, and
3. Approve the transaction as presented.

Fiscal Impact –

- None
- May reduce assessments under the 85/15 rule
- Reduce desalter replenishment costs

Background

The Court approved the Peace Agreement, the Implementation Plan and the goals and objectives identified in the OBMP Phase I Report on July 13, 2000, and ordered Watermaster to proceed in a manner consistent with the Peace Agreement. Under the Peace Agreement, Watermaster approval is required for applications to store, recapture, recharge or transfer water, as well as for applications for credits or reimbursements and storage and recovery programs.

Where there is no material physical injury, Watermaster must approve the transaction. Where the request for Watermaster approval is submitted by a party to the Judgment, there is a rebuttable presumption that most of the transactions do not result in Material Physical Injury to a party to the Judgment or the Basin (Storage and Recovery Programs do not have this presumption).

The following application for water transaction is attached with the notice of application.

- Notice of Sale or Transfer - The purchase of 500,000 acre-feet of water from San Antonio Water Company by Cucamonga Valley Water District. This purchase is made from San Antonio Water Company's storage account.

Notice of the water transaction identified above was mailed on January 8, 2016 along with the materials submitted by the requestors.

DISCUSSION

Water transactions occur each year and are included as production by the respective entity (if produced) in any relevant analyses conducted by Wildermuth Environmental pursuant to the Peace Agreement and the Rules & Regulations. There is no indication additional analysis regarding this transaction is necessary at this time. As part of the OBMP Implementation Plan, continued measurement of water levels and the installation of extensometers are planned. Based on no real change in the available data, we cannot conclude that the proposed water transaction will cause material physical injury to a party or to the Basin.

The 85/15 rule potentially applies for this water transaction because Cucamonga Valley Water District is not producing San Antonio Water Company shares through this transaction.

**CONSOLIDATED WATER TRANSFER FORMS:
 FORM 3: APPLICATION FOR SALE OR TRANSFER OF RIGHT TO PRODUCE WATER FROM STORAGE
 FORM 4: APPLICATION OR AMENDMENT TO APPLICATION TO RECAPTURE WATER IN STORAGE
 FORM 5: APPLICATION TO TRANSFER ANNUAL PRODUCTION RIGHT OR SAFE YIELD**

FISCAL YEAR 2015 - 2016

DATE REQUESTED: September 8, 2015

AMOUNT REQUESTED: 500 Acre-Feet

TRANSFER FROM (SELLER / TRANSFEROR):			TRANSFER TO (BUYER / TRANSFEREE):		
<u>San Antonio Water Company</u>			<u>Cucamonga Valley Water District</u>		
Name of Party			Name of Party		
<u>139 N Euclid Ave</u>			<u>10440 Ashford Street</u>		
Street Address			Street Address		
<u>Upland</u>	<u>CA</u>	<u>91786</u>	<u>Rancho Cucamonga</u>	<u>CA</u>	<u>91730</u>
City	State	Zip Code	City	State	Zip Code
<u>(909) 982-4107</u>			<u>(909) 937-2591</u>		
Telephone			Telephone		
<u>(909) 920-3047</u>			<u>(909) 476-8032</u>		
Facsimile			Facsimile		

Have any other transfers been approved by Watermaster between these parties covering the same fiscal year? Yes No

PURPOSE OF TRANSFER:

- Pump when other sources of supply are curtailed
- Pump to meet current or future demand over and above production right
- Pump as necessary to stabilize future assessment amounts
- Other, explain _____

WATER IS TO BE TRANSFERRED FROM:

- Annual Production Right (Appropriative Pool) or Operating Safe Yield (Non-Agricultural Pool)
- Storage
- Annual Production Right / Operating Safe Yield first, then any additional from Storage
- Other, explain _____

WATER IS TO BE TRANSFERRED TO:

- Annual Production Right / Operating Safe Yield (common)
- Storage (rare)
- Other, explain _____

IS THE 85/15 RULE EXPECTED TO APPLY? (If yes, all answers below must be "yes.") Yes No
Is the Buyer an 85/15 Party? Yes No
Is the purpose of the transfer to meet a current demand over and above production right? Yes No
Is the water being placed into the Buyer's Annual Account? Yes No

IF WATER IS TO BE TRANSFERRED FROM STORAGE:	
Varies	
Projected Rate of Recapture	Projected Duration of Recapture
METHOD OF RECAPTURE (e.g. pumping, exchange, etc.):	
Pumping	
PLACE OF USE OF WATER TO BE RECAPTURED:	
Service Area is within MZ2	
LOCATION OF RECAPTURE FACILITIES (IF DIFFERENT FROM REGULAR PRODUCTION FACILITIES):	
NA	

WATER QUALITY AND WATER LEVELS

Are the Parties aware of any water quality issues that exist in the area? Yes No

If yes, please explain:

wells routinely pumped nitrate ranges from 2.1 mg/l - 62.0 mg/l

What are the existing water levels in the areas that are likely to be affected?

Static water levels vary from 399' - 606'

MATERIAL PHYSICAL INJURY

Are any of the recapture wells located within Management Zone 1? Yes No

Is the Applicant aware of any potential Material Physical Injury to a party to the Judgment or the Basin that may be caused by the action covered by the application? Yes No

If yes, what are the proposed mitigation measures, if any, that might reasonably be imposed to ensure that the action does not result in Material Physical Injury to a party to the Judgment or the Basin?

SAID TRANSFER SHALL BE CONDITIONED UPON:

- (1) Transferee shall exercise said right on behalf of Transferor under the terms of the Judgment, the Peace Agreement, the Peace II Agreement, and the Management Zone 1 Subsidence Management Plan for the period described above. The first water produced in any year shall be that produced pursuant to carry-over rights defined in the Judgment. After production of its carry-over rights, if any, the next (or first if no carry-over rights) water produced by Transferee from the Chino Basin shall be that produced hereunder.
- (2) Transferee shall put all waters utilized pursuant to said Transfer to reasonable beneficial use.
- (3) Transferee shall pay all Watermaster assessments on account of the water production hereby Transferred.
- (4) Any Transferee not already a party must Intervene and become a party to the Judgment.

ADDITIONAL INFORMATION ATTACHED

Yes No



Seller / Transferor Representative Signature

Charles McGreeves
Seller / Transferor Representative Name (Printed)



Buyer / Transferee Representative Signature

Martin E. Zvirbulis
Buyer / Transferee Representative Name (Printed)

TO BE COMPLETED BY WATERMASTER STAFF:

DATE OF WATERMASTER NOTICE: _____

DATE OF APPROVAL FROM APPROPRIATIVE POOL: _____

DATE OF APPROVAL FROM NON-AGRICULTURAL POOL: _____

DATE OF APPROVAL FROM AGRICULTURAL POOL: _____

HEARING DATE, IF ANY: _____

DATE OF ADVISORY COMMITTEE APPROVAL: _____

DATE OF BOARD APPROVAL: _____

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CHINO BASIN WATERMASTER

II. BUSINESS ITEMS

A. MID-YEAR REVIEW OF FISCAL YEAR 2015/16



CHINO BASIN WATERMASTER

9641 San Bernardino Road, Rancho Cucamonga, Ca 91730
Tel: 909.484.3888 Fax: 909.484.3890 www.cbwm.org

PETER KAVOUNAS, P.E.
General Manager

STAFF REPORT

DATE: February 18, 2016
TO: Advisory Committee Members
SUBJECT: Mid-Year Review of FY 2015/16

SUMMARY

Issue: Mid-Year Review of the Watermaster revenues and expenses for the period of July 1, 2015 through December 31, 2015.

Recommendation: Receive and file the Mid-Year Review Report for the period of July 1, 2015 through December 31, 2015 as presented.

Financial Impact: None.

Future Consideration

Advisory Committee: February 18, 2016; Receive and file Mid-Year Review Report
Watermaster Board: February 25, 2016; Receive and file Mid-Year Review Report

ACTIONS:

February 11, 2016 – Appropriative Pool – Unanimously approved
February 11, 2016 – Non-Agricultural Pool – Moved unanimously to receive and file, without approval
February 11, 2016 – Agricultural Pool – Unanimously approved
February 18, 2016 – Advisory Committee –
February 25, 2016 – Watermaster Board –

DISCUSSION

Each month, a Budget vs. Actual Report is provided to the Pools, Advisory Committee and Board. This report provides a detailed description and analysis of the monthly Watermaster financials and accounts or activities, if any, that are projected to be under or over budget. The Budget vs. Actual report has been created from QuickBooks Enterprise Solutions 15.0, the Watermaster accounting system. The Budget vs. Actual report balances to the supporting documentation in the Watermaster accounting system, as well as the supporting bank statements. The report titled "Budget vs. Actual Report for the Period July 1, 2015 through December 31, 2015 - Financial Report - B5" can be found in the Consent Calendar, Section B, Report 5. This report (B-5) is provided as support and is the basis of the information discussed in the Mid-Year Report.

A Mid-Year Review for the period July 1, 2015 through December 31, 2015 is provided to keep all Parties apprised of the actual and projected total expenses for the current fiscal year. If needed, it also provides a process for reallocating budget to other expense categories to provide continued funding, or amending the approved budget to ensure the categories are funded properly.

SALARY EXPENSES:

The Watermaster approved budget for FY 2015/16 provided for the salaries budget of \$1,554,711 which was allocated to various General Ledger accounts based upon projected work activities (i.e. Watermaster Administrative, Pool Meetings, OBMP, Various Projects, etc.). The budget was developed with a staffing level of nine Full-Time Equivalents (FTE's).

As of December 31, 2015, the total (YTD) Watermaster salary expenses were \$60,612 or 7.6% below the (YTD) budgeted amount of \$794,218. The staffing is currently at eight Full-Time Equivalents (FTE's). Watermaster completed the recruiting process for the position of Field Operations Specialist which became vacant as of August 27, 2015. Rick Zapien accepted the position and started on Monday, January 4, 2016. The field activities and functions normally performed by the Field Operations Specialist were being completed by the other two operations staff members. As of January 2016, the Full-Time Equivalents (FTE's) will increase from eight to nine, a full complement of staff for Watermaster.

On September 16, 2015, the Office Specialist/Receptionist went on leave and is scheduled to return on Monday, February 22, 2016. Until her return, Watermaster will continue to utilize a temporary employee to perform the duties and responsibilities. These expenses are located within the account category 6017.2 (Office Specialist Services).

During the January 28, 2016 Board meeting, the Watermaster General Manager discussed the plan to fill the vacant position of the Sr. Environmental Engineer position, which has been vacant since the position was eliminated in June, 2012. This position has been included on the Revised Pay Schedule, which was approved by the Board on January 28, 2016 and effective February 1, 2016. It is anticipated that the job search would begin in March, interviews being conducted during the month of April, and the candidate starting in May 2016. Currently, there are no plans to bring a Budget Transfer Form or Budget Amendment Form for approval with regards to the Salary Expenses.

Watermaster utilizes an in-house database time and attendance system to track and record staff's actual hours worked and records those hours to a specific project or activity. This time and attendance database of captured staff hours and activities is the basis for the bi-weekly payrolls which are processed using an external payroll processing service. Watermaster staff can record time to a large number of activities but the five most used categories are as follows (1) General Administrative activities; (2) Paid Leaves of vacation, sick or holiday; (3) Pools, Advisory or Board Meeting attendance; (4) OBMP activities; and (5) OBMP Implementation Program Elements 1 through 9 activities.

When the FY 2015/16 budget was developed, basic assumptions were used in allocating how staff's time would be spent and on which of the projects or activities. The staffing dollars were then allocated into those specific areas and budgeted on a 1/12 monthly budget. When actual staffing activities vary from

the budgeted assumptions, a positive or negative variance can be created. Currently, the allocations are tracking within budget.

The table summarizes the Year-To-Date (YTD) Actual Watermaster salary costs compared to the Year-To-Date (YTD) Budget as of December 31, 2015. Please be advised that the "\$ Over Budget" and the "% of Budget" columns are a comparison of the (YTD) Actual to the (YTD) Budget, not the 12-month Annual Budget. The 12-month Annual Budget column is presented only to provide the data in a full and complete format. The following details are provided:

	Jul '15 - Dec '15 Actual	Jul '15 - Dec '15 Budget	\$ Over Budget	% of Budget	FY 2015/16 Annual Budget
WM Salary Expense					
6011 · WM Staff Salaries	422,983.23	427,711.00	-4,727.77	98.9%	848,891.00
6017 · Temporary Services	0.00	10,500.00	-10,500.00	0.0%	21,000.00
6017.2 · Office Specialist Services	2,845.84	0.00	2,845.84	100.0%	0.00
6201 · Advisory Committee - WM Staff Salaries	7,514.99	11,223.00	-3,708.01	66.96%	22,274.00
6301 · Watermaster Board - WM Staff Salaries	13,982.36	18,581.00	-4,598.64	75.25%	36,879.00
8301 · Appropriative Pool - WM Staff Salaries	15,160.47	14,974.00	186.47	101.25%	29,719.00
8401 · Agricultural Pool - WM Staff Salaries	10,360.24	13,146.00	-2,785.76	78.81%	26,090.00
8501 · Non-Agricultural Pool - WM Staff Salaries	8,931.18	7,847.00	1,084.18	113.82%	15,574.00
6901 · OBMP - WM Staff Salaries	73,391.41	62,834.00	10,557.41	116.8%	124,709.00
7101.1 · Production Monitor - WM Staff Salaries	38,973.14	28,113.00	10,860.14	138.63%	55,797.00
7102.1 · In-line Meter - WM Staff Salaries	2,708.23	4,641.00	-1,932.77	58.35%	9,212.00
7103.1 · Grdwater Quality - WM Staff Salaries	5,008.67	27,465.00	-22,456.33	18.24%	54,511.00
7104.1 · Grdwater Level - WM Staff Salaries	27,986.79	21,387.00	6,599.79	130.86%	42,447.00
7108.1 · Hydraulic Control - WM Staff Salaries	0.00	1,240.00	-1,240.00	0.0%	2,464.00
7108.11 · Prado Basin - WM Staff Salaries	3,457.98	4,184.00	-726.02	82.65%	8,305.00
7201 · Comp Recharge - WM Staff Salaries	26,698.96	22,299.00	4,399.96	119.73%	44,259.00
7301 · PE3&5 - WM Staff Salaries	0.00	7,503.00	-7,503.00	0.0%	14,892.00
7401 · PE4 - WM Staff Salaries	0.00	4,556.00	-4,556.00	0.0%	9,042.00
7501.1 · PE 6&7 - WM Staff Salaries (Plume)	0.00	3,397.00	-3,397.00	0.0%	6,743.00
7501 · PE6&7 - WM Staff Salaries	0.00	2,209.00	-2,209.00	0.0%	4,383.00
7601 · PE8&9 - WM Staff Salaries	0.00	6,162.00	-6,162.00	0.0%	12,231.00
Subtotal WM Staff Costs	660,003.49	699,972.00	-39,968.51	94.29%	1,389,422.00
60185 · Vacation	34,496.32	36,239.00	-1,742.68	95.19%	72,479.00
60186 · Sick Leave	5,718.58	23,203.00	-17,484.42	24.65%	46,405.00
60187 · Holidays	33,387.74	34,804.00	-1,416.26	95.93%	46,405.00
Subtotal WM Paid Leaves	73,602.64	94,246.00	-20,643.36	78.1%	165,289.00
Total WM Salary Costs	733,606.13	794,218.00	-60,611.87	92.37%	1,554,711.00

Going forward into the next six months (January 1, 2016 through June 30, 2016), the Watermaster salaries expense are projected to be at or slightly below budget when consolidated.

ENGINEERING (WILDERMUTH ENVIRONMENTAL AND OTHER):

Wildermuth Environmental, Inc. Estimated Cost at Completion (ECAC) 2nd quarter report (see Attachment 1a below), details the line by line categories and calculates an under budget variance of \$19,870 within the (WEI) budget for the OBMP and Project related expenses. Continued monitoring of the engineering expenses will be provided through the (ECAC) quarterly reports from WEI.

Attachment 1a
Chino Basin Watermaster: Invoice Projections for Engineering Tasks for Fiscal Year 2015/16
As of December 31, 2015

Acct #	Description	Original Budget	Revised Budget	Billed Jul-14	Billed Aug-14	Billed Sep-14	Billed Oct-14	Billed Nov-14	Billed Dec-14	Projected Jan-15
6906	OBMP Engineering	\$ 455,788	\$ 455,788	\$ 30,406	\$ 19,664	\$ 14,707	\$ 31,324	\$ 32,609	\$ 24,453	\$ 32,500
6906.1	OBMP - Watermaster Model Applications	279,340	279,340	15,621	3,385	-	35,522	41,475	48,324	27,700
6906.73	OBMP-Safe Yield Recale	-	-	21,611	10,271	38,075	7,239	230	-	12,300
7103.3	GW Quality - Engineering Services	120,516	120,516	5,326	8,299	14,600	23,242	10,251	2,131	350
7103.5	GW Quality - Laboratory Services	39,205	39,205	-	-	10,990	15,794	6,745	-	-
7104.3	GW Level - Engineering Services	176,430	176,430	12,259	19,413	16,160	21,366	11,891	6,973	15,981
7104.8	GW Level - Contract Services	10,000	10,000	-	-	-	-	-	-	-
7104.9	GW Level - Capital Services	7,000	7,000	-	-	91	-	-	-	-
7107.2	Ground Level - Engineering Services	46,534	56,347	7,686	4,162	1,191	4,519	4,244	1,779	5,938
7107.3	Ground Level - SAR Imagery	65,000	85,000	12,000	-	-	-	-	-	17,000
7107.6	Ground Level - Contract Services	116,289	151,059	332	-	-	-	68	-	1,400
7107.8	Ground Level - Capital Equipment	5,600	5,600	101	-	-	-	14	-	-
7108.3	HCMP - Engineering Services	49,968	49,968	1,464	1,182	4,280	3,353	503	-	2,973
7108.31	HCMP - Eng. Serv. - PBHSP	117,019	129,146	2,230	4,040	10,605	10,463	5,646	27,363	21,392
7108.32	HCMP - Adaptive Management Plan	10,176	43,176	19,578	9,509	9,026	3,422	-	1,330	5,753
7108.4	HCMP - Laboratory Services	25,081	25,081	2,032	-	14,506	2,432	-	-	2,032
7108.41	HCMP - Lab. Serv. - PBHSP	13,110	49,096	-	-	10,746	-	-	12,184	-
7108.6	HCMP - Eng. Serv. - PBHSP - Outside Pro	90,000	90,000	-	-	-	-	-	-	-
7109.3	Recharge & Well Monitoring - Engineering Serv.	19,867	19,867	-	2,148	-	-	1,564	-	-
7202.2	Comp Recharge - Engineering Services	159,504	159,504	2,581	6,036	3,303	7,430	8,102	2,869	10,600
7303	OBMP - Engineering Services - Desalters	23,384	23,384	-	-	-	-	-	-	-
7402	OBMP - Engineering Services - MZ1	84,708	84,708	2,600	660	1,056	-	866	536	2,550
7402.1	OBMP - Engineering Services - Northwest MZ1	508,255	506,255	15,639	14,198	47,860	19,731	9,767	17,983	42,042
7403	OBMP - Contract Services - MZ1	20,000	20,000	-	-	-	-	-	-	4,600
7502	OBMP - Engineering Services - WQC	70,840	81,840	8,312	6,420	-	3,154	1,550	3,869	1,279
7602	OBMP - Engineering Services - Storage	64,328	64,328	-	-	-	-	-	14,538	-
Totals		\$ 2,595,942	\$ 2,732,638	\$ 160,177	\$ 109,384	\$ 197,327	\$ 189,393	\$ 143,726	\$ 164,329	\$ 208,569

Attachment 1a
Chino Basin Watermaster: Invoice Projections for Engineering Tasks for Fiscal Year 2015/16
As of December 31, 2015

Acct #	Description	Projected Feb-15	Projected Mar-15	Projected Apr-15	Projected May-15	Projected Jun-15	Total Projected	Under / (Over) Rev. Budget	YTD % Billed Rev. Budget	Projected % Rev. Budget
6906	OBMP Engineering	\$ 54,740	\$ 68,140	\$ 36,578	\$ 34,078	\$ 34,078	\$ 413,478	\$ 42,310	34%	91%
6906.1	OBMP - Watermaster Model Applications	35,000	35,000	35,000	-	-	277,427	1,913	52%	99%
6906.73	OBMP-Safe Yield Recale	10,000	15,000	-	-	-	114,727	(114,727)	n/a	n/a
7103.3	GW Quality - Engineering Services	13,600	7,500	5,000	13,000	8,400	119,699	817	60%	99%
7103.5	GW Quality - Laboratory Services	-	-	-	-	-	33,529	5,676	86%	86%
7104.3	GW Level - Engineering Services	17,210	14,560	15,660	15,560	9,260	176,302	128	50%	100%
7104.8	GW Level - Contract Services	-	-	-	10,000	-	10,000	-	0%	100%
7104.9	GW Level - Capital Services	3,500	-	-	-	3,409	7,000	0	1%	100%
7107.2	Ground Level - Engineering Services	7,878	6,584	4,788	2,000	19,281	70,030	(13,683)	42%	124%
7107.3	Ground Level - SAR Imagery	-	55,000	-	-	-	85,000	-	14%	100%
7107.6	Ground Level - Contract Services	-	88,672	-	-	49,710	140,181	10,878	0%	93%
7107.8	Ground Level - Capital Equipment	2,982	-	-	-	3,414	6,511	(911)	2%	116%
7108.3	HCMP - Engineering Services	9,865	11,610	9,733	3,665	700	49,329	639	22%	99%
7108.31	HCMP - Eng. Serv. - PBHSP	13,450	18,000	32,470	22,500	10,813	178,971	(49,825)	47%	139%
7108.32	HCMP - Adaptive Management Plan	7,000	8,000	3,000	2,000	-	69,017	(25,841)	100%	160%
7108.4	HCMP - Laboratory Services	-	-	2,032	-	-	23,036	2,045	76%	92%
7108.41	HCMP - Lab. Serv. - PBHSP	-	12,500	-	-	12,500	47,930	1,166	79%	98%
7108.6	HCMP - Eng. Serv. - PBHSP - Outside Pro	-	-	15,000	-	-	15,000	75,000	0%	17%
7109.3	Recharge & Well Monitoring - Engineering Serv.	2,000	-	-	6,000	1,500	13,210	6,657	19%	66%
7202.2	Comp Recharge - Engineering Services	14,100	18,100	18,100	19,100	18,100	128,421	31,083	19%	81%
7303	OBMP - Engineering Services - Desalters	1,949	1,949	1,949	1,949	1,949	9,744	13,640	0%	42%
7402	OBMP - Engineering Services - MZ1	23,000	27,000	10,875	8,260	6,860	84,264	444	7%	99%
7402.1	OBMP - Engineering Services - Northwest MZ1	20,397	59,997	56,499	62,999	132,632	507,844	(1,589)	25%	100%
7403	OBMP - Contract Services - MZ1	5,200	10,000	-	-	-	20,000	-	0%	100%
7502	OBMP - Engineering Services - WQC	4,800	4,800	4,800	4,800	4,800	48,584	33,257	28%	59%
7602	OBMP - Engineering Services - Storage	-	12,250	12,250	12,250	12,250	63,536	792	23%	99%
Totals		\$ 254,671	\$ 476,661	\$ 263,734	\$ 216,161	\$ 329,636	\$ 2,712,768	\$ 19,870	35%	99%

Note: Billed includes MWH Laboratory invoices paid directly by Watermaster.

The approved "Original" Engineering Services budget of \$2,595,942 was increased by "Carry Over" funding in the amount of \$136,696 to the "Amended" amount of \$2,732,638 for FY 2015/16 as provided in the Engineering Services Task Order. The "Carry Over" amount of \$136,696 from FY 2014/15 to the FY 2015/16 budget are expenses related to the ongoing long-term pumping test (\$9,813 for account 7107.2 and \$34,770 for account 7107.6), the PBHSP monitoring program (\$12,127 for account 7108.31 and \$35,986 for account 7108.41), the hydraulic control monitoring program Adaptive Management Plan (\$33,000 for account 7107.8), and expenses related to the upload of GeoTracker and EnviroStor data

(\$11,000 for account 7502). All of the "Carry Over" funding is for projects or activities that have bridged previous fiscal years and are expected to be completed in the FY 2015/16 timeframe.

The breakdown of the total FY 2015/16 Task Order amount of \$2,595,942 includes direct labor costs for Wildermuth Environmental, Inc. (80%) along with other direct charges such as equipment rental, laboratory fees, travel costs, reproduction costs, and outside professional services (20%).

The table below summarizes the Year-To-Date (YTD) Actual Engineering (WEI and Other Engineering and Subcontractor) costs compared to the Year-To-Date (YTD) Budget. Please be advised that the "\$ Over Budget" and the "% of Budget" columns are a comparison of the (YTD) Actual to the (YTD) Budget, not the 12-month Annual Budget. The 12-month Annual Budget column is presented only to provide the data in a full and complete format.

	Jul '15 - Dec '15 Actual	Jul '15 - Dec '15 Budget	\$ Over Budget	% of Budget	FY 2015/16 Annual Budget
6906 · OBMP Engineering Services - Other	20,439.75	12,960.00	7,479.75	157.71%	25,920.00
6906.1 · OBMP - Watermaster Model Update	144,727.30	186,226.66	-41,499.36	77.72%	279,340.00
6906.21 · State of the Basin Report	0.00	0.00	0.00	0.0%	0.00
6906.22 · Water Rights Compliance Reporting	15,593.75	12,201.98	3,391.77	127.8%	24,404.00
6906.23 · SGMA Reporting Requirements	2,024.25	8,696.02	-6,671.77	23.28%	17,392.00
6906.31 · OBMP - Pool, Advisory, Board Mtgs.	37,074.49	43,829.50	-6,755.01	84.59%	87,659.00
6906.32 · OBMP - Other General Meetings	11,152.62	16,438.50	-5,285.88	67.85%	32,877.00
6906.33 · OBMP - App. Pool Issue Resolution	0.00	27,482.00	-27,482.00	0.0%	54,964.00
6906.71 · OBMP - Data Requests - CBWM Staff	57,912.10	32,032.00	25,880.10	180.8%	64,064.00
6906.72 · OBMP - Data Requests - Non CBWM	7,706.75	19,104.00	-11,397.25	40.34%	38,208.00
6906.73 · OBMP - Safe Yield Recalculation	79,392.89	0.00	79,392.89	100.0%	0.00
6906.74 · OBMP - Mat'l Physical Injury Requests	1,460.00	55,150.00	-53,690.00	2.65%	110,300.00
7103.3 · Grdwtr Qual-Engineering	71,848.59	60,258.00	11,590.59	119.24%	120,516.00
7103.5 · Grdwtr Qual-Lab Svcs	48,037.00	19,602.50	28,434.50	245.06%	39,205.00
7104.3 · Grdwtr Level-Engineering	88,181.66	88,215.00	-33.34	99.96%	176,430.00
7104.8 · Grdwtr Level-Contracted Services	0.00	5,000.00	-5,000.00	0.0%	10,000.00
7104.9 · Grdwtr Level-Capital Equipment	0.00	3,500.00	-3,500.00	0.0%	7,000.00
7107.2 · Grd Level-Engineering	23,696.64	33,080.00	-9,383.36	71.63%	56,347.00
7107.3 · Grd Level-SAR Imagery	12,000.00	42,500.00	-30,500.00	28.24%	85,000.00
7107.6 · Grd Level-Contract Svcs	399.50	92,914.50	-92,515.00	0.43%	151,059.00
7107.8 · Grd Level-Capital Equipment	0.00	2,800.00	-2,800.00	0.0%	5,600.00
7108.3 · Hydraulic Control-Engineering	10,782.59	24,984.00	-14,201.41	43.16%	49,968.00
7108.31 · Hydraulic Control-PBHSP	60,345.31	70,636.50	-10,291.19	85.43%	129,146.00
7108.32 · Hydraulic Control-Adaptive Mgmt Plan	43,264.47	43,176.00	88.47	100.21%	43,176.00
7108.4 · Hydraulic Control-Lab Svcs	4,464.00	12,540.50	-8,076.50	35.6%	25,081.00
7108.41 · Hydraulic Control-PBHSP	22,930.00	42,541.00	-19,611.00	53.9%	49,096.00
7108.6 · Hydraulic Control-Outside Professionals	0.00	45,000.00	-45,000.00	0.0%	90,000.00
7108.7 · Hydraulic Control-Prado Basin Habitat	4,428.00	0.00	4,428.00	100.0%	0.00
7109.3 · Recharge & Well - Engineering	3,709.75	9,933.50	-6,223.75	0.0%	19,867.00
7202.2 · Comp Recharge-Engineering Services	30,320.86	79,752.00	-49,431.14	38.02%	159,504.00
7303 · PE3&5-Engineering - Other	0.00	11,692.00	-11,692.00	0.0%	23,384.00
7402 · PE4-Engineering	5,718.75	42,354.00	-36,635.25	13.5%	84,708.00
7402.10 · PE4-MZ1 Pomona Project	125,277.94	253,127.50	-127,849.56	49.49%	506,255.00
7403 · PE4-Contract Svcs	0.00	10,000.00	-10,000.00	0.0%	20,000.00
7502 · PE6&7-Engineering	23,304.75	46,420.00	-23,115.25	50.2%	81,840.00
7602 · PE8&9-Engineering	14,536.00	32,164.00	-17,628.00	45.19%	64,328.00
Total Engineering Services Costs	970,729.71	1,486,311.66	-515,581.95	65.31%	2,732,638.00 *

* Wildermuth and Subcontractor Engineering Budget of \$2,595,942 plus Carryover Funds from FY 2014/15 of \$136,696 = \$2,732,638
Carryover Funds from FY 2014/15 = \$9,813 (7107.2); \$34,770 (7107.6); \$12,127 (7108.31); \$35,986 (7108.41); \$33,000 (7108.7); and \$11,000 (7502) = \$136,696

LEGAL EXPENSES:

As of December 31, 2015, the total (YTD) Watermaster Legal Services expenses (consolidating the three categories of Watermaster Administrative Legal Services, Pool/Advisory/Board Meeting legal expenses, and OBMP legal expenses) were \$112,498 or 22.3% above the (YTD) budgeted amount of \$504,208. The Watermaster Legal Services budget was developed jointly by the Watermaster staff and Brownstein Hyatt Farber Schreck staff with specific assumptions regarding the tasks and legal activities that would occur during FY 2015/16. The "Approved" budget amount was adopted for the amount of \$933,815. The total budget was developed by multiplying the number of hours that would be required to complete the specific tasks by the hourly rate.

The majority of the legal budget has been allocated at 1/12th of the total line item budget per month. However, the Safe Yield Recalculation (6907.42) legal budget of \$103,300 was not allocated on a 1/12th monthly formula, but budgeted to occur within the first half of the fiscal year. A significant portion of the Personnel Matters legal budget (6073) was also not allocated on a 1/12th monthly formula, but budgeted to occur within the months of March and April 2016. The budget amount of \$45,700 was allocated in total for those months for the CalPERS/Alvarez Administrative Hearing scheduled for April 11-April 13, 2016.

The BHFS legal services are categorized into three distinct expense categories. The first category is the Watermaster Legal Services (account series 6070's) which captures General and Administrative type Watermaster legal expenses. The second category (accounts 6275, 6375, 8375, 8475 and 8575) captures the legal services directly related to the Pools, Advisory Committee and Board meetings and their specific business activities. The third category (6907's) captures the BHFS legal services directly related to OBMP/Project activities.

WATERMASTER ADMINISTRATIVE LEGAL SERVICES:

Overall, the Watermaster Administrative Legal Services expense (6070's), as of December 31, 2015, was \$19,682 or 17.3% above the budgeted amount of \$113,875. The specific items within the Administrative Legal Services expenses (6070's) which were under budget were the expenses for Court Coordination (6071) under budget by \$12,524 or 61.2%; Annotated Judgment (6072) under budget by \$20,075 or 100.0%; Interagency Issues (6074) under budget by \$15,300 or 100.0%; and the Party Status Maintenance (6077) under budget by \$13,891 or 96.8%. The specific items within the Administrative Legal Services expenses (6070's) which were over budget were the expenses for Personnel Matters (6073) over budget by \$838 or 3.2%; Miscellaneous (6078) over budget by \$77,554 or 438.8%; and CCG Motion (6078.12) over budget by \$3,080 or 100.0%.

Personnel Matters:

As reported during the previous monthly meetings, Watermaster's legal counsel filed an appeal with CalPERS regarding CalPERS original determination (from February 2013) which rejected the base salary of the former CEO, Desi Alvarez, with regards to his retirement pension benefit. There have been several filings of appeal and we are awaiting CalPERS determination. On December 9, 2013 CalPERS notified the attorneys of record that the CalPERS Legal Office received the case on November 22, 2013 and we would be notified when the case has been assigned to an attorney who will represent CalPERS regarding the appeal. On February 27, 2014 the case was assigned to Wesley E. Kennedy, Senior Staff Attorney for CalPERS. On July 17, 2014 a document request from CalPERS was received by Watermaster related to the pending case. On August 22, 2014 the specific documents were provided to CalPERS. On September 9, 2014 Watermaster received the Notice of Hearing from CalPERS and the hearing has been scheduled for March 11-13, 2015 at the Glendale CalPERS Regional office. On October 1, 2014 Watermaster received from CalPERS a discovery request for Case No. 2013-1113. On December 31, 2014 Brownstein Hyatt Farber Schreck provided the information to Mr. Kennedy of CalPERS as requested on October 1, 2014. On January 16, 2015 a Prehearing conference along with a Settlement conference was conducted in Los Angeles. On March 2, 2015 a Motion to Continue was granted and the new Administrative Hearing (OAH Case No. 2014080757) was scheduled for November 16-18, 2015 at the Glendale CalPERS Regional Office. On September 28, 2015 the attorney for Mr. Alvarez (Mr. Jensen), at the suggestion of Mr. Kennedy, requested a short continuance of the OAH hearing because CalPERS has scheduled a full Board hearing on the claims of one of Mr. Jensen's clients for February 11,

2016 which is right in the middle of the three-day hearing scheduled for Mr. Alvarez's case. On October 9, 2015, an Order Granting Continuance; Notice of New Hearing Dates was provided by the State of California, Department of General Services, Office of Administrative Hearings. The administrative hearing was rescheduled for January 4-6, 2016 at the Glendale CalPERS Regional Office. On October 14, 2015 a Notice of Case Reassignment was received from the CalPERS providing notice that OAH Case No. 2014080757 has been reassigned from attorney Wesley Kennedy to Preet Kaur, Staff Attorney. On November 20, 2015, a Request for Continuance was issued from CalPERS to reschedule the hearing to either the period of April 4 through April 6, 2016 or April 11 through April 15, 2016. On December 11, 2015, an Order Granting Continuance; Notice of New Hearing Dates was issued from the State of California, Department of General Services, Office of Administrative Hearings to reschedule the hearing to April 11-13, 2016.

WATERMASTER POOLS, ADVISORY AND BOARD LEGAL SERVICES:

The Pools, Advisory Committee and the Board meeting legal expenses from BHFS are captured by month within the accounts (6275, 6375, 8375, 8475 and 8575). Overall, this category of legal expenses as of December 31, 2015 was \$44,033 or 40.3% below the budgeted amount of \$109,383. Normal Brownstein Hyatt Farber Schreck meeting attendance during any given month includes attendance at all three pool meetings, one Advisory Committee meeting and one Board meeting. The Watermaster parties agreed that during the month of December 2015, the three Pools, the Advisory Committee and the Watermaster Board meetings would not be held, adding additional cost savings to this category.

OBMP LEGAL SERVICES:

The OBMP legal expenses (accounts 6907.31 through 6907.90) were above the budget for the month. As of December 31, 2015 the category of OBMP legal expenses were \$136,848 or 48.7% above the budgeted amount of \$280,950. The majority of expenses within this OBMP category were under budget (Y-T-D), however, the BHFS Safe Yield Redetermination and Reset legal expenses (6907.42) continue to increase and exceed the monthly budget. As of December 31, 2015, the Safe Yield Redetermination and Reset legal expenses were \$301,933 or 292.3% above the budgeted amount of \$103,300. It should be noted that the 12-month annual legal budget for the Safe Yield Redetermination and Reset category was approved at an amount of \$103,300 and anticipated to be allocated within the first six months of the FY 2015/16 (July 2015 – December 2015). The approved BHFS legal budget anticipated 230 labor hours for consolidated legal staff time with regards to the Safe Yield Redetermination and Reset effort.

The table listed below summarizes the Brownstein Hyatt Farber Schreck (BHFS) expenses as of December 31, 2015 compared to the Year-To-Date (YTD) budget. Please be advised that the "\$ Over Budget" and the "% of Budget" columns are a comparison of the (YTD) Actual to the (YTD) Budget, not the 12-month Annual Budget. The 12-month Annual Budget column is presented only to provide the data in a full and complete format. The following details are provided:

	Jul '15 - Dec '15 Actual	Jul '15 - Dec '15 Budget	\$ Over Budget	% of Budget	FY 2015/16 Annual Budget
6070 · Watermaster Legal Services					
6071 · BHFS Legal - Court Coordination	7,950.60	20,475.00	-12,524.40	38.83%	40,950.00
6072 · BHFS Legal - Annotated Judgment	0.00	20,075.00	-20,075.00	0.0%	40,150.00
6073 · BHFS Legal - Personnel Matters	26,838.45	26,000.00	838.45	103.23%	80,700.00
6074 · BHFS Legal - Interagency Issues	0.00	15,300.00	-15,300.00	0.0%	30,600.00
6076 · BHFS Legal - Storage Issues	0.00	0.00	0.00	0.0%	0.00
6077 · BHFS Legal - Party Status Maintenance	459.00	14,350.00	-13,891.00	3.2%	28,700.00
6078 · BHFS Legal - Miscellaneous (Note 1)	95,229.20	17,675.00	77,554.20	538.78%	35,350.00
6078.12 · BHFS Legal - CCG Motion	3,079.82	0.00	3,079.82	100.0%	0.00
Total 6070 · Watermaster Legal Services	133,557.07	113,875.00	19,682.07	117.28%	256,450.00
6275 · BHFS Legal - Advisory Committee	8,748.68	10,200.00	-1,451.32	85.77%	20,400.00
6375 · BHFS Legal - Board Meeting	32,250.60	53,283.00	-21,032.40	60.53%	106,565.00
8375 · BHFS Legal - Appropriative Pool	8,365.84	15,300.00	-6,934.16	54.68%	30,600.00
8475 · BHFS Legal - Agricultural Pool	7,743.62	15,300.00	-7,556.38	50.61%	30,600.00
8575 · BHFS Legal - Non-Ag Pool	8,241.74	15,300.00	-7,058.26	53.87%	30,600.00
Total BHFS Legal Services	65,350.48	109,383.00	-44,032.52	59.75%	218,765.00
6907.3 · WM Legal Counsel					
6907.31 · Archibald South Plume	0.00	12,250.00	-12,250.00	0.0%	24,500.00
6907.32 · Chino Airport Plume	0.00	12,250.00	-12,250.00	0.0%	24,500.00
6907.33 · Desalter/Hydraulic Control	0.00	24,450.00	-24,450.00	0.0%	48,900.00
6907.34 · Santa Ana River Water Rights	869.85	12,650.00	-11,780.15	6.88%	25,300.00
6907.36 · Santa Ana River Habitat	783.00	9,850.00	-9,067.00	7.95%	19,700.00
6907.38 · Reg. Water Quality Cntrl Board	0.00	7,175.00	-7,175.00	0.0%	14,350.00
6907.39 · Recharge Master Plan	4,671.90	34,050.00	-29,378.10	13.72%	68,100.00
6907.40 · Storage Agreements	535.50	43,050.00	-42,514.50	1.24%	86,100.00
6907.41 · Prado Basin Habitat Sustainability	5,704.65	7,175.00	-1,470.35	79.51%	14,350.00
6907.42 · Safe Yield Recalculation	405,233.14	103,300.00	301,933.14	392.29%	103,300.00
6907.90 · WM Legal Counsel - Unanticipated	0.00	14,750.00	-14,750.00	0.0%	29,500.00
Total 6907 · WM Legal Counsel	417,798.04	280,950.00	136,848.04	148.71%	458,600.00
Total Brownstein, Hyatt, Farber, Schreck Costs	616,705.59	504,208.00	112,497.59	122.31%	933,815.00

Note 1: The types of legal activities that have been charged against the "Miscellaneous" legal category account 6078 are as follows: (1) Correspondence and discussions with Watermaster staff regarding current issues/topics; (2) Correspondence with Watermaster staff regarding special projects (assessment package, annual report, audit report, business plan, etc.); (3) Brownstein's status review of ongoing Watermaster projects and issues; (4) Brownstein's update of the outstanding issues list; (5) Coordination of ongoing Watermaster projects; (6) Review of draft documents; (7) Review transfer documents; (8) Land Subsidence Committee reports/meetings; (9) Review process and criteria for re-appointment of the Watermaster 9 member Board; (10) Review current California issued drought regulations; (11) Review and comment on Waters of the United States rule making; (12) Review and draft documents for basin boundary regulations; and (13) Miscellaneous legal research on current and pending issues.

LEGAL EXPENSE PROJECTION AS OF JUNE 30, 2016:

The Brownstein Hyatt Farber Schreck legal services expense projection as of June 30, 2016 was developed by first using the actual expenses for the period July 1, 2015 through December 31 of \$616,706; then projecting each individual legal activity for the upcoming six months of \$521,700; then combining both amounts to arrive at the estimated year-end legal expenses of \$1,138,406. Comparing the actual budget of \$933,815 to the projected year-end expenses of \$1,138,406 determines Watermaster could be \$204,591 or 21.9% over budget as of June 30, 2016. The chart listed below details the projection.

Actual Costs as of December 31, 2015:		\$	616,706
Add:			
Costs Anticipated for 2nd Half:			
BHFS Legal - Court Coordination (6071)	\$	7,500	
BHFS Legal - Annotated Judgment (6072)	\$	-	
BHFS Legal - Personnel Matters (6073)	\$	54,700	
BHFS Legal - Interagency Issues (6074)	\$	-	
BHFS Legal - Storage Issues (6076)	\$	15,000	
BHFS Legal - Party Status Maintenance (6077)	\$	450	
BHFS Legal - Miscellaneous (6078)	\$	63,000	
BHFS Legal - CCG Motion (6078.12)	\$	-	
BHFS Legal - Advisory Committee (6275)	\$	11,400	
BHFS Legal - Board Meeting (6375)	\$	38,700	
BHFS Legal - Appropriative Pool (8375)	\$	11,400	
BHFS Legal - Agricultural Pool (8475)	\$	11,400	
BHFS Legal - Non-Agricultural Pool (8575)	\$	11,400	
Archibald South Plums (6907.31)	\$	-	
Chino Airport Plume (6907.32)	\$	-	
Desalter/Hydraulic Control (6907.33)	\$	-	
Santa Ana River Water Rights (6907.34)	\$	900	
Santa Ana River Habitat (6907.36)	\$	800	
Reg. Water Quality Control Board (6907.38)	\$	-	
Recharge Master Plan (6907.39)	\$	6,000	
Storage Agreements (6907.40)	\$	43,050	
Prado Basin Habitat Sustainability (6907.41)	\$	6,000	
Safe Yield Recalculation (6907.42)	\$	225,000	
SGMA Compliance (6907.44) *	\$	15,000	
WM Legal Counsel - Unanticipated (6907.90)	\$	-	\$ 521,700
Projected Legal Expenses at June 30, 2016:		\$	<u>1,138,406</u>
Projected Legal Expenses at June 30, 2016:		\$	1,138,406
Original Approved Budget FY 2015/16:		\$	<u>933,815</u>
Over/(Under) Approved Budget at June 30, 2016:		\$	<u>204,591</u>

* New G/L account as of January 1, 2016

The budget overage of \$204,591 could be funded by using one or more of the following sources: (1) the Administrative Expense Reserves are currently established at \$189,102 which is based upon 10% of the approved Administrative FY 2015/16 budget; (2) the OBMP Expense Reserves are currently established at \$715,363 which is based upon 15% of the approved OBMP FY 2015/16 budget; or (3) a Budget Amendment for \$204,591 which would increase the overall FY 2015/16 budget by \$204,591 and would be reflected in the upcoming FY 2015/16 Assessment invoicing which will be issued upon completion of the Safe Yield Redetermination and Reset process.

CHINO BASIN WATERMASTER ASSESSMENT CALCULATION FISCAL YEAR 2015/16 INCLUDES "10% ADMINISTRATIVE AND 15% OBMP/PROJECT OPERATING RESERVES"										
		FY 2014/15 BUDGET	FY 2015/16 BUDGET	ASSESSMENT	APPROPRIATIVE POOL		AGRICULTURAL POOL		NON-AG POOL	
PRODUCTION BASIS										
2013/14	Production & Exchanges in Acre-Feet (Actuals)			138,351,406	100,165,551	72.399%	33,638,883	24.314%	4,546,972	3.287%
2014/15	Production & Exchanges in Acre-Feet (Actuals)			138,351,406	100,165,551	72.399%	33,638,883	24.314%	4,546,972	3.287%
BUDGET										
					General Administration	OBMP	General Administration	OBMP	General Administration	OBMP
Administration, Advisory Committee & Watermaster Board ¹		\$1,832,923	\$1,891,019	\$1,891,019	\$1,369,086		\$459,784		\$62,149	
OBMP & Implementation Projects ¹		3,949,719	4,769,087	4,769,087		3,452,789		1,159,560		156,738
General Admin & OBMP Assessments		\$5,782,642	\$6,660,106	6,660,106	1,369,086	3,452,789	459,784	1,159,560	62,149	156,738
TOTAL BUDGET				6,660,106	1,369,086	3,452,789	459,784	1,159,560	62,149	156,738
Less Budgeted Interest Income		(25,800)	(22,050)	(22,050)		(15,964)		(5,361)		(725)
Contributions from Outside Agencies		(155,331)	(157,941)	(157,941)		(114,348)		(38,402)		(5,191)
CASH DEMAND		5,601,511	6,480,116	6,480,115	1,369,086	3,322,477	459,784	1,115,797	62,149	150,822
OPERATING RESERVE										
Administrative (10%)		183,292	189,102	\$189,102	\$136,909		\$45,978		\$6,215	
OBMP (15%)		592,458	715,363	715,363		517,918		173,934		23,511
Less: Cash On Hand Utilized for Assessments ²		(775,750)	(904,465)	(904,465)	(185,926)	(468,901)	(62,440)	(157,472)	(8,440)	(21,286)
FUNDS REQUIRED TO BE ASSESSED		\$5,601,511	\$6,480,116	\$6,480,116	\$1,320,069	\$3,371,495	\$443,322	\$1,132,239	\$59,924	\$153,047
Current Year Assessments										
General Administration/OBMP Assessments (Minimum \$5.00 Per Producer)		A		Per Acre-Foot	\$13.18	\$33.66	\$13.18	\$33.66	\$13.18	\$33.66
Grand Total						\$46.84		\$46.84		\$46.84
Prior Year Assessments, (Actuals) Information Only										
		B		Per Acre-Foot	\$12.80	\$27.69	\$12.80	\$27.69	\$12.80	\$27.69
Grand Total						\$40.49		\$40.49		\$40.49
Variance Between Proposed Assessments and Prior Year Assessments										
		A - B			\$0.38	\$5.97	\$0.38	\$5.97	\$0.38	\$5.97
Grand Total						\$6.35		\$6.35		\$6.35
Estimated Assessment as of "Approved" Budget May 22, 2014, Information Only										
					\$13.48	\$28.40	\$13.48	\$28.40	\$13.48	\$28.40
Grand Total						\$41.88		\$41.88		\$41.88
¹ Total costs are allocated to Pools by actual production percentages. Does not include Recharge Debt Payment, Recharge Improvement Projects or Replenishment Water purchases. ² June 30th fund balance (estimated) less funds required for Operating Reserves, Agricultural Pool Reserves, Carryover replenishment obligations, and SB 22 funds.										

"CARRY OVER" FUNDING:

As of December 31, 2015, the total (YTD) amount remaining of the "Carried Over" funding is \$1,486,063.40 (\$1,872,937.85 - \$386,874.45 = \$1,486,063.40). The following details are provided:

			GL Account			
Printing - Annual Report	\$ 5,000.00	A	6045	FY 2014/15	ADM	
Rauch Communication Consultants - Annual Report	\$ 15,000.00	B	6061.3	FY 2014/15	ADM	
Ground Level Monitoring - Engineering	\$ 9,813.00	C	7107.2 ¹	FY 2014/15	ENG	
Ground Level - Contracted Services	\$ 34,770.00	D	7107.6 ¹	FY 2014/15	ENG	
Chino Hills ASR Project	\$ 29,285.99	E	7107.62	FY 2014/15	ASR	
Hydraulic Control Engineering - PBHSP	\$ 12,127.00	F	7108.31 ²	FY 2014/15	ENG	
Hydraulic Control Monitoring Lab Services - PBHSP	\$ 35,986.00	G	7108.41 ²	FY 2014/15	ENG	
Hydraulic Control Monitoring - Adaptive Mgmt Plan	\$ 33,000.00	H	7108.32 ³	FY 2014/15	ENG	
Jurupa Pumping Station (TO #5)	\$ 37,981.33	I	7209.1	FY 2014/15	PROJ	
Wineville Basin Proof of Concept (TO #6)	\$ 35,397.53	J	7209.2	FY 2014/15	PROJ	
PE 6&7 - Engineering Services	\$ 11,000.00	K	7502 ⁴	FY 2014/15	ENG	
Hickory Basin Recharge Improvement Project	\$ 3,877.00	L	7690.3	FY 2014/15	PROJ	
San Sevaine Recharge Improvement Project (TO #8)	\$ 475,000.00	M	7690.4	FY 2014/15	PROJ	
CB20 Turnout Noise Abatement Project	\$ 80,000.00	N	7690.5	FY 2014/15	PROJ	
GWR SCADA Upgrades (TO #4)	\$ 383,200.00	O	7690.61	FY 2014/15	PROJ	
SCADA Communication Upgrades (TO #3)	\$ 547,500.00	P	7690.62	FY 2014/15	PROJ	
Upper Santa Ana River HCP (TO #7)	\$ 75,000.00	Q	7690.7	FY 2014/15	PROJ	
Lower Day Basin RMPU (TO #2)	\$ 49,000.00	R	7690.8	FY 2014/15	PROJ	
Total Balance, June 30, 2015	\$ 1,872,937.85					
"Carried Over" Balance, July 1, 2015	\$ 1,872,937.85					
Less: (Invoices Received To Date FY 2015/16)						
Rauch Communication Consultants - Annual Report	\$ (15,000.00)	B	6061.3	FY 2014/15	ADM	
Hydraulic Control Monitoring - Adaptive Mgmt Plan	\$ (33,000.00)	H	7108.32 ³	FY 2014/15	ENG	
San Sevaine Recharge Improvement Project (TO #8)	\$ (111,118.08)	M	7690.4	FY 2014/15	PROJ	
CB20 Turnout Noise Abatement Project	\$ (25,207.74)	N	7690.5	FY 2014/15	PROJ	
GWR SCADA Upgrades (TO #4)	\$ (56,514.47)	O	7690.61	FY 2014/15	PROJ	
SCADA Communication Upgrades (TO #3)	\$ (97,034.16)	P	7690.62	FY 2014/15	PROJ	
Lower Day Basin RMPU (TO #2)	\$ (49,000.00)	R	7690.8	FY 2014/15	PROJ	
Updated Balance as of December 31, 2015	\$ 1,486,063.40					

¹ Long-Term Pumping Test

² Prado Basin Habitat Sustainability Program monitoring program

³ Adaptive Management Plan

⁴ Upload GeoTracker and EnviroStor sites

BACKGROUND OF "CARRY OVER" FUNDING

Once the FY 2014/15 period as of June 30, 2015 was closed, the amount of unfinished capital projects and related engineering costs was calculated and the "Carry Over" funding amount was added to the current FY 2015/16 budget. The Total "Carry Over" funding amount of \$1,872,937.852 was posted to the accounts as of December 31, 2015. The total amount of \$1,872,937.85 consisted of \$1,686,955.86 from Capital Improvement Projects; \$136,696.00 from Engineering Services; \$29,285.99 from the Chino Hills ASR Project; and \$20,000.00 from the Administration budget for completion of the Annual Reports.

Several projects were completed during FY 2014/15 and have remaining funds available to be either (1) transferred to other project(s) that need additional funding, (2) keep amounts on reserve for future Capital

Improvement Projects, or (3) refunded back to the Appropriative Pool when the Assessment package is invoiced. The funding amounts available are as follows: Jurupa Pumping Station in the amount of \$37,981.33 (account 7209.1); Wineville Basin Proof of Concept in the amount of \$35,397.53 (account 7209.2); and Hickory Basin Recharge Improvement Project in the amount of \$3,877.00 (account 7690.3). The total amount available is \$77,255.86 ($\$37,981.33 + \$35,397.53 + \$3,877.00 = \$77,255.86$).

The San Sevaine Recharge Improvement Project-Task Order #8 has a remaining funded budget balance of \$475,000 in account (7690.4); the CB 20 Turnout project has a remaining funded budget balance of \$80,000 in account (7690.5); the GWR SCADA Upgrades-Task Order #4 has a remaining funded budget balance of \$383,200 in account (7960.61); the SCADA Communication Upgrades-Task Order #3 has a remaining funded budget balance of \$547,500 in account (7690.62); the Upper Santa Ana River HCP-Task Order #7 has a remaining funded balance of \$75,000 in account (7690.7); and the Lower Day Basin RMPU-Task Order #2 has a remaining funded budget balance of \$49,000 in account (7690.8). The total funded budget for these combined projects is \$1,609,700.

Unspent funds related to ongoing projects and associated activities from the Engineering Services budget from FY 2014/15 in several accounts totaling \$136,696 were "Carried Over" into the current FY 2015/16 budget. These funds were from the Ground Level Monitoring-Engineering (7107.2) in the amount of \$9,813; Ground Level Monitoring-Contracted Services (7107.6) in the amount of \$34,770; Hydraulic Control Monitoring-Engineering-PBHSP (7108.31) in the amount of \$12,127; Hydraulic Control Monitoring-Lab Services-PBHSP (7108.41) in the amount of \$35,986; Hydraulic Control Monitoring-Adaptive Management Plan (7108.7) in the amount of \$33,000; and Cooperative Efforts/Salt Management Engineering Services (7502) in the amount of \$11,000.

The ongoing Chino Hills ASR Project continues into FY 2015/16 and previous years funding of \$29,285.99 has been carried over into account (7107.62).

Unspent funds of \$20,000 related to the ongoing Annual Reports for development, production, and printing from the Administrative budget from FY 2014/15 from two accounts were "Carried Over" into the current FY 2015/16 budget. These funds were from the Printing-Annual Report (6045) in the amount of \$5,000; and Rauch Communication Consultants-Annual Report (6061.3) in the amount of \$15,000.

As invoices are received from the vendors and booked against these items listed above, the "Carried Over" balance will be reduced throughout the current fiscal year. At June 30, 2016, any remaining balances of the FY 2015/16 and prior years funding (if any), along with any new FY 2015/16 expenses, will then be "Carried Over" into the FY 2016/17 budget.

CASH FLOW PROJECTION:

Normally, Watermaster would issue the Assessment invoices during the month of November, collect the payments during the month of December, and this receipt of funds would provide the cash flow to pay the expenses of the Watermaster for the next twelve months. Due to the Safe Yield Reset process this year, and the effects that it had on the Assessment Package, production of the Assessment Package was delayed. The Assessment Package will now not be produced until the Court has considered the Safe Yield Reset Agreement, which has been rescheduled for April 2016.

On November 19, 2015 the Watermaster Board approved staff's recommendation for collection of an interim partial assessment based upon fifty percent of last year's Appropriative Pool Admin and OBMP assessments, including those paid on behalf of the Agricultural Pool, in addition to fifty percent of last year's Recharge Debt and Recharge Improvement assessments, and to collect fifty percent of last year's Non-Ag Pool Admin and OBMP assessments. The balance, accounting for the interim assessment, would be collected when the Assessment Package is produced, following consideration of the Safe Yield Reset Agreement by the Court. Note that if a Party had an amount due of less than \$500 (including special assessments), collection was deferred until the final assessment invoice later in the fiscal year.

Included as part of the interim assessment invoicing, the Non-Agricultural Pool had a Special Assessment of \$60,000 as approved during a Confidential Session on November 12, 2015. The \$60,000 was allocated to the Non-Agricultural Pool members based upon the tentative actual production numbers from 2014/15 and will be adjusted once all Water Activity Reports (WARs) have been received.

The Watermaster staff issued and emailed the "interim" Assessment invoices on Thursday, November 19, 2015. The Assessment invoices were due 30 days from invoice date, and all "interim" Assessment invoice payments have been received.

The "interim" Assessment invoices only collected funding for a partial year. To estimate how long Watermaster could continue to operate without additional new funding, the following chart is provided. Please note the data is provided as of January 31, 2016:

	<u>Jan. 31, 2016</u>
Petty Cash	\$ 500
BofA Checking Account	\$ 73,377
LAIF Account	<u>\$ 8,988,927</u>
Estimated Cash Balances	\$ 9,062,804
Accounts Receivable as of Jan. 31, 2016	\$ 230
Accounts Payable as of Jan. 31, 2016	\$ (399,276)
Estimated Cash as of Jan. 31, 2016:	<u>\$ 8,663,758</u>
Funds Currently Allocated:	
Ag Pool	\$ (481,968)
Non-Ag Pool	\$ (88,455)
Groundwater Replenishment	\$ (1,390,482)
SB 222 Funds	\$ (158,251)
"Carried Over" Expenses	<u>\$ (1,486,063)</u>
Subtotal Allocated Funds:	<u>\$ (3,605,219)</u>
Subtotal Available Cash:	<u>\$ 5,058,539</u>
Available Cash For Operations:	\$ 5,058,539
Estimated Monthly Expenses:	\$ 629,848
Estimated Number of Months:	8.0
Estimated Cash Balance = \$0	Sep. 30, 2016

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CHINO BASIN WATERMASTER

III. REPORTS/UPDATES

D. INLAND EMPIRE UTILITIES AGENCY

1. MWD Update (Written)
2. State and Federal Legislative Reports
3. Community Outreach/Public Relations Report

CHINO BASIN WATERMASTER

ADVISORY COMMITTEE

February 18, 2016

AGENDA

INTERAGENCY WATER MANAGER'S REPORT

Chino Basin Watermaster

9641 San Bernardino Road

Rancho Cucamonga, CA 91730

Discussion Items:

- MWD Update (Written)

Written Items:

- State and Federal Legislative Reports
- Community Outreach/Public Relations Report
- Drought Newsletter

**CBWM Advisory Committee Meeting
February 18, 2016**

MWD Update – Discussion

- **MWD IRP:**

Initial results indicate that by 2020 an additional 350,000 AF of local supplies and 65,000 AF of conservation will be needed. Implementation and related policy discussions will commence early 2016, which will include reliability goals, local resource development, storage management and conservation programming.

- **Rates:**

Initial budget estimates indicate a 4% overall rate increase for CY2017 and CY2018, and in the range of 4-5% for the remainder of the 10-year period. If approved, Tier 1 untreated rate will be \$666 per AF for CY2017 and \$695 per AF for CY2018. Consistent with prior rates, there is no provision for any Replenishment Water rate or supply.

- **Water Supply Allocation Plan (WSAP):**

As a reminder, effective July 1, 2015 through June 30, 2016 reduced Tier 1 allocations were set as follows. Purchases of MWD water in excess of the amounts below will result in an Allocation Surcharge from MWD. The regions cumulative sales were 16,428.1 AF through end of January 2016.

CVWD:	26,569 AF (Cumulative sales of 5,457.3 AF, 21% of WSAP Allocation)
WFA:	27,406 AF (Cumulative sales of 7,722.2 AF, 28% of WSAP Allocation)
FWC:	7,293 AF (Cumulative sales of 3,248.6 AF, 45% of WSAP Allocation)



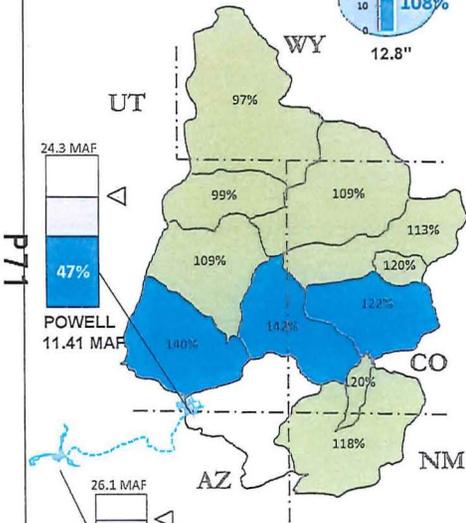
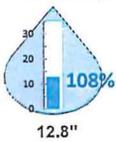
WATER SUPPLY CONDITIONS CRA

As of: 02/01/2016

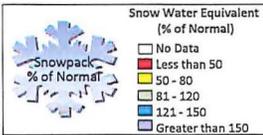
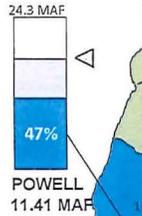


2016 Colorado River

865,000 AF
69% of full CRA
Does not include storage withdrawals or exchanges



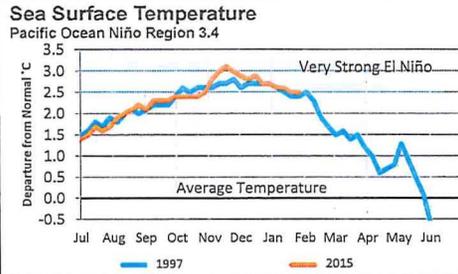
P71



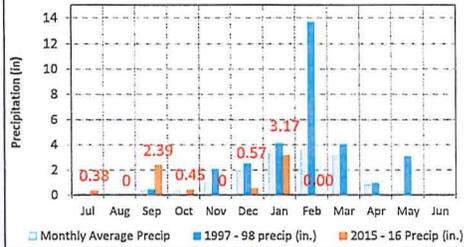
Turn page for more CRA Data

Flip Over for SWP Data

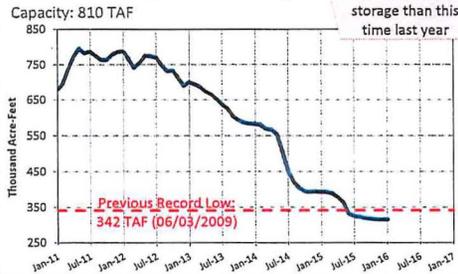
1997-98 vs. 2015-16 El Niño Signal



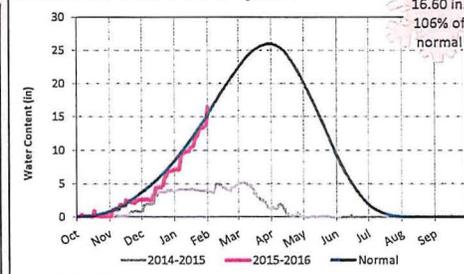
Downtown Los Angeles Precip



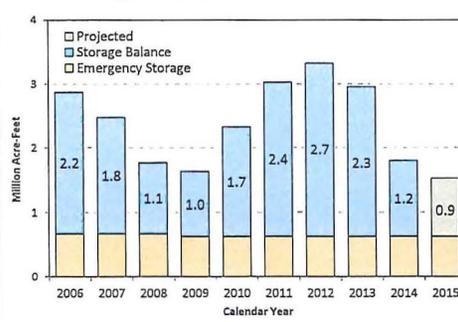
Diamond Valley Lake Storage



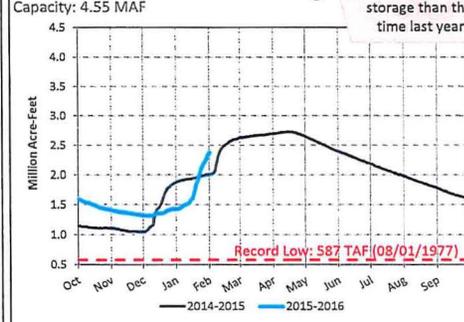
Southern Sierra Snowpack



MWD Storage Reserve Levels



Lake Shasta Reservoir Storage



This report is produced by the Water Resource Management group and contains information from various federal, state, and local agencies. The Metropolitan Water District of Southern California cannot guarantee the accuracy or completeness of this information. Readers should refer to the relevant state, federal, and local agencies for additional or for the most up to date water supply information. Reservoirs, lakes, aqueducts, maps, watersheds, and all other visual representations on this report are not drawn to scale.



[http://www.mwdh2o.com/PDF/About Your Water/2.2.4 water supply conditions.pdf](http://www.mwdh2o.com/PDF/About%20Your%20Water/2.2.4_water_supply_conditions.pdf)

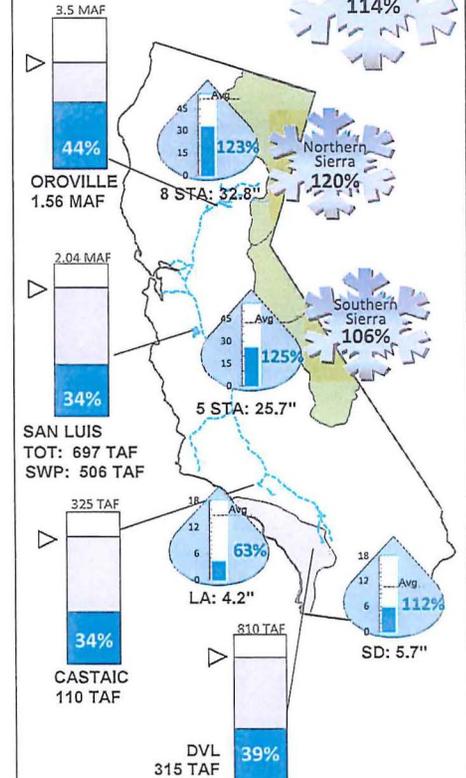


WATER SUPPLY CONDITIONS SWP

As of: 02/01/2016

2016 SWP Allocation

286,725 AF
15% of Table A

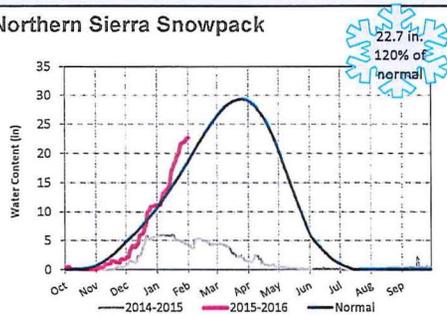


Flip Over for CRA Data

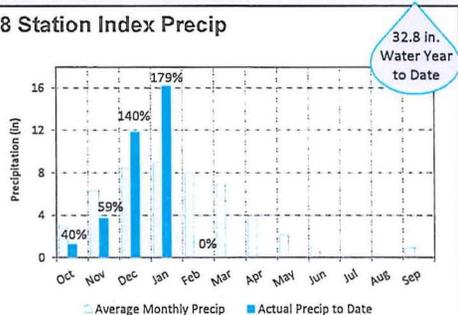
Turn page for more SWP Data

State Water Project Resources

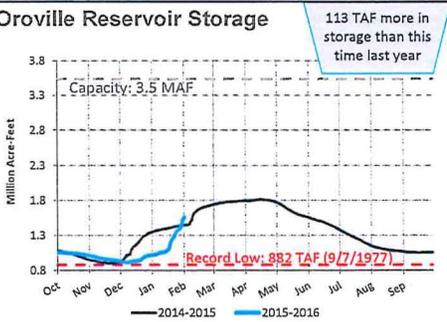
Northern Sierra Snowpack



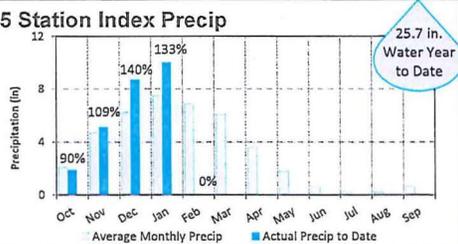
8 Station Index Precip



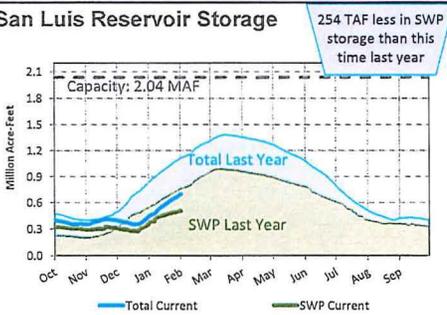
Oroville Reservoir Storage



5 Station Index Precip



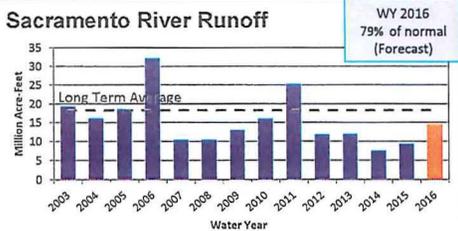
San Luis Reservoir Storage



Other SWP Contract Supplies for 2016 (AF)

Transfer Supplies	TBD
Multi Year Pool	TBD
Pool A/B (Purchased)	TBD
Article 56 (Prior Cal. Year(s) CO)	0

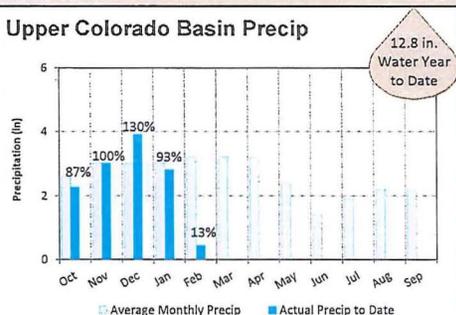
Sacramento River Runoff



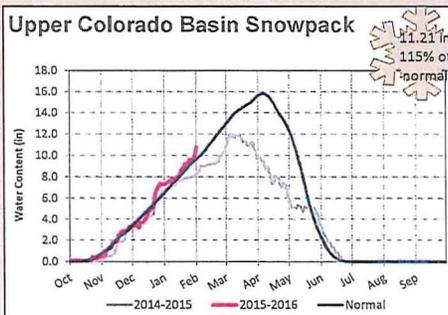
Colorado River Resources

As of: 02/01/2016

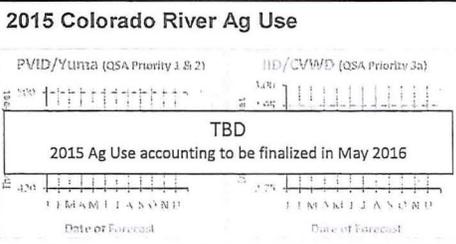
Upper Colorado Basin Precip



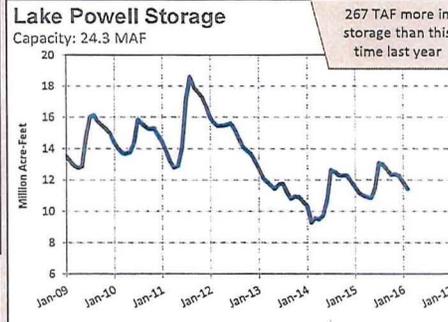
Upper Colorado Basin Snowpack



2015 Colorado River Ag Use



Lake Powell Storage

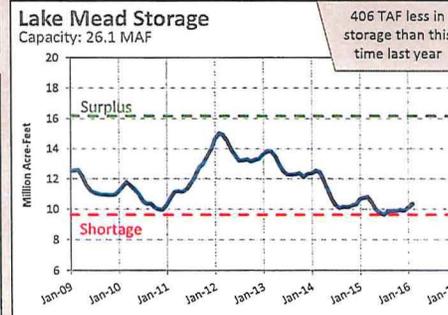


Lake Mead Shortage/Surplus Outlook

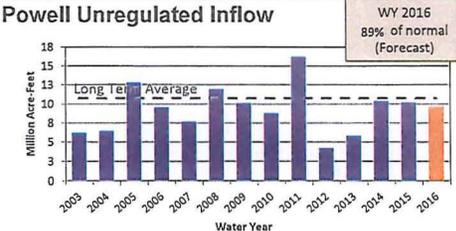
	2016	2017	2018	2019	2020
Shortage	0%	18%	52%	65%	59%
Surplus	0%	0%	6%	7%	15%

Likelihood based on results from the August 2015 USBR Colorado River Simulation System model run

Lake Mead Storage



Powell Unregulated Inflow





January 29, 2016

To: Inland Empire Utilities Agency

From: Michael Boccadoro
President

RE: January Legislative Report

Overview:

The Legislature returned to Sacramento in early January to begin the second year of the two-year session. They immediately started work on moving bills still in their house of origin out to the second house before the January 29 deadline. Legislators are also busy working on new bills for 2016. Additionally, the Governor released his Fiscal Year 2016-2017. The \$170.7 billion budget includes a \$3 billion Cap and Trade Expenditure Plan that prioritizes \$500 million for low carbon transportation and fuels, \$25 million for biofuels facility investments, \$100 million for organic waste diversion, and \$30 million for water and energy efficiency projects.

The Public Policy Institute of California recently released a report looking at the state's most pressing long-term challenges. The paper notes that policymakers, including California's voters, need more and better information about the future consequences of policy choices made today.

The water chapter acknowledges that solutions to California's water management challenges are not easy and will involve difficult and sometimes costly trade-offs, as well as hard-to-achieve legal and political changes. The report makes suggestions for how to mitigate for the next drought, protecting wildlife and ecosystems, flood management and infrastructure funding.

The State Water Resources Control Board (SWRCB) issued a Draft Resolution in late January which would adopt the human right to water as a core value and directing its implementation in Water Board programs and activities. The resolution directs and encourages State Board and Regional Board staffs to consider the human right to water when reviewing and creating programs and activities. Additionally, where feasible, the resolution encourages collaboration with other agencies and organizations should be attempted to help ensure the human right to water.

The initiatives submitted by State Board of Equalization Vice Chairman George Runner and Senator Bob Huff (R- Diamond Bar) have been cleared for circulation by the Secretary of State. The two initiatives would reallocate any un-used high-speed rail bond funds to water storage projects. The initiatives will need to collect more than 500,000 signatures by mid-July if they are to make it onto the November statewide ballot.

The California Public Utilities Commission adopted the Net-Energy Metering (NEM) successor tariff on January 28. The new tariff extends the NEM program while making some minor changes for future installations. Most of the changes affect residential customers, not commercial installations.

Assemblymember Susan Talamantes Eggman (D-Stockton) recently introduced legislation to block the Twin Tunnels project unless it is approved by the voters of California on a statewide ballot. An opposition coalition has already started to form and will be submitting an opposition letter soon. In the highly unlikely event the bill passes through both houses, Governor Brown would be unlikely to sign in.

Governor Brown delivered his annual State of the State address in mid-January. The short address highlighted the successes of the administration's policies and focused on fiscal discipline and long-term obligations. He did mention the importance of groundwater management, recycling, stormwater capture, building storage and reliable conveyance, improving efficiency everywhere, and investing in new technologies, including desal.

With winter storms slowly boosting water supply, the Department of Water Resources (DWR) increased its water delivery estimate for most recipients from 10 percent of requests for the calendar year, as announced in December, to 15 percent.

Inland Empire Utilities Agency Status Report – January 2016

PPIC: California's Future

The Public Policy Institute of California recently released a report looking at the state's most pressing long-term challenges. The paper notes that policymakers, including California's voters, need more and better information about the future consequences of policy choices made today. The paper focuses on a diverse set of topics from corrections to climate change, and includes a section on water.

The water chapter acknowledges that solutions to California's water management challenges are not easy and will involve difficult and sometimes costly trade-offs, as well as hard-to-achieve legal and political changes.

The chapter is broken up into small sections highlighting successes, failures and suggestions for California's water future. The sections include:

Drought

- **Investment in diversified water supplies pays dividends during droughts:** most urban and suburban areas have been minimally effected by the drought because of significant past investment to improve and diversify supplies and manage demand.
- **Groundwater is the state's most important reserve, particularly for agriculture:** the current rate of groundwater withdrawal is unsustainable.
- **Drought increases hardships for disadvantaged rural communities:** Long-term solutions are needed in small, poor, rural communities that have lost drinking water supplies.
- **Drought is a severe problem for the state's rivers, wetlands, and forests:** the state has not prepared adequately for drought implications on ecosystems. Low rivers,

shrinking wetlands and severe wildfires all have drastic effects on wildlife and ecosystems.

- **The state must improve interagency coordination and management of water rights, water transfers and ecosystems to better prepare for the next drought.**

Sacramento-San Joaquin River Delta

- **The state needs to make a strategic decision about the future of Delta exports:** California WaterFix would improve water supply reliability and quality and provide flexibility in managing water for the environment. The plan is costly, but failing to address threats to the Delta may prove more expensive as water supply becomes less reliable. The approach requires well-designed policies on governance, finance, and mitigation for Delta landowners and residents.

Extreme flood risk

- **Local governments and residents need incentives to limit flood risk.**
- **Local governments should consider future conditions when approving new development.**
- **Floodplain mapping should account for climate change in increasing flood risk.**

Funding gaps

- **The state faces critical funding gaps in five orphan areas:** provision of safe drinking water in small, disadvantaged communities; flood protection; management of stormwater; aquatic ecosystem management; and integrated water management.
- **California needs to move beyond bonds to fill funding gaps:** while bonds have helped local water agencies fund some innovative projects, they do not address all critical funding gaps.
- **Legal constraints are an obstacle to sustainable local funding gaps:** Propositions 13, 218 and 26 severely limit the ability of local agencies to raise funds to fill capital gaps and address rising costs. California must better align its funding laws with modern water management.

Aquatic ecosystems management

- **The state needs to stop the decline of native fishes.**
- **Ecosystem-based approaches can help:** There is no integrated vision of how to foster overall ecological improvement. Coordinated, flexible approaches that seek to improve environmental performance of entire watersheds would be much more effective in protecting native species than the current siloed approach.

Ellen Hanak, of PPIC, has reported on these issues at Legislative hearings in the late fall, and, as reported in earlier reports, has suggested several measures, including a public goods charge to fund many of California's water infrastructure needs.

State Water Resources Control Board Issues Human Right to Water Resolution

The State Water Resources Control Board (SWRCB) issued a Draft Resolution in late January adopting the human right to water as a core value and directing its implementation in Water Board programs and activities.

In 2012, the Legislature passed, and the Governor signed a bill establishing policy of the state that every human being has the right to safe, clean, affordable, and accessible water adequate for human consumption, cooking and sanitary purposes.

The SWRCB resolution directs and encourages the State Board Staff and Regional Boards to consider the human right to water when enacting policies and when feasible, offer assistance to disadvantaged communities. There are other provisions, including data collection and collaboration with other agencies and organizations, that are designed to direct State Board staff and encourage Regional Board staff to consider the human right to water then adopting policies and approving projects.

The Resolution is up for consideration in February.

Runner/Huff Initiative

The two initiatives reallocating bond authority to water storage projects submitted to the Secretary of State in the fall by State Board of Equalization Vice Chairman George Runner and Senator Bob Huff (R, Diamond Bar) have been cleared to start collecting signatures. The first measure would give the High-Speed Rail Authority another ten years to complete all the design, permitting, environmental review and other permits for the entire segment from Los Angeles to San Francisco with routes to San Diego and Sacramento. If the work is not completed the authority would be precluded from receiving any more bond funds.

The second measure would redirect \$8 billion from the voter-approved high-speed rail funds, and \$2.7 billion from the storage chapter of Proposition 1 and allocate it to the following water projects, in order:

- \$4.2 billion for Sites Reservoir and Temperance Flats
- \$900 million for expansion of San Luis Reservoir and Shasta Dam
- \$2 billion for groundwater storage
- \$2.2 billion for modernizing existing groundwater and surface storage
- \$1.7 billion for future local storage projects (only if there is leftover funding from the above funding priorities)

The proponents must collect 585,407 valid signatures by July 25.

Net-Energy Metering

The California Public Utilities Commission adopted the Net-Energy Metering (NEM) Successor Tariff on January 28. As discussed in previous reports, with the current version of the NEM program set to expire soon, the CPUC has been working on crafting the next version of NEM, referred to as NEM 2.0, with interested stakeholders. The Proposed Decision that was released in December does not make any major changes to the program for commercial customers. The most significant changes are on the residential side that would add new interconnection costs and non-bypassable charges to distributed solar systems, while also imposing new minimum bill requirements and time-of-use rates that could complicate the solar value proposition.

Bill Requiring Public Vote on Twin Tunnels Introduced

Assemblymember Susan Talamantes Eggman (D-Stockton) recently introduced legislation to block the Twin Tunnels project unless it is approved by the voters of California on a statewide ballot.

The bill will require approval via ballot initiative for any infrastructure project that conveys water directly from a diversion point in the Sacramento River to pumping facilities of the State Water Project or the federal Central Valley Project south of the Delta.

The legislation, AB 1713, cannot be acted on until the end of February and will likely have a difficult path, especially if it makes it to the Governor's desk. There is a coalition forming to strongly oppose the bill.

Governor Brown Delivers State of the State Address

Governor Brown delivered his annual State of the State address in mid-January. The short address highlighted the successes of administration policies and focused on fiscal discipline and long-term obligations.

The governor cited passage of Proposition 1 in November 2014 as "one of the bright spots in our contentious politics," and noted that the water bond – together with the governor's California Water Action Plan – "establishes a solid program to deal with the drought and the longer-term challenge of using our water wisely."

He said the goal must be to preserve natural systems and ensure a vibrant economy.

The Governor noted that the state has to recharge aquifers, manage the groundwater, recycle, capture stormwater, build storage and reliable conveyance, improve efficiency everywhere, and invest in new technologies, including desal, while recognizing the difficult task of achieving balance among conflicting interests.

DWR Ups State Water Project Allocation

With winter storms slowly boosting water supply, the Department of Water Resources (DWR) increased its water delivery estimate for most recipients from 10 percent of requests for the calendar year, as announced in December, to 15 percent.

The 29 public agencies that receive SWP water (State Water Project Contractors) requested 4,172,786 acre-feet of water for 2016. With the allocation increase, they will receive 631,115 acre-feet.

Collectively, the SWP Contractors serve approximately 25 million Californians and just under a million acres of irrigated farmland.

Key reservoirs are beginning to rise from early winter storms, but remain low. Not a single major reservoir feeding the SWP or CVP has reached the half full level yet.

Last year's 20 percent allocation was the second lowest since 1991, when agricultural customers of the SWP got a zero allocation and municipal customers received 30 percent of requests. In 2014, SWP deliveries were five percent of requested amounts for all customers.

The last 100 percent allocation, difficult to achieve even in wet years largely because of Delta pumping restrictions to protect threatened and endangered fish species, was in 2006.

SWP allocations in recent years:

2015 – 20 percent
2014 – 5 percent
2013 – 35 percent
2012 – 65 percent
2011 – 80 percent
2010 – 50 percent
2009 – 40 percent
2008 – 35 percent
2007 – 60 percent
2006 – 100 percent

El Niño conditions are giving many hope that the allocation will be raised as more rain and snow accumulate.

Governor Brown Releases Fiscal Year 2016-2017 State Budget

As constitutionally required, Governor Brown released the FY 2016-17 State Budget on January 10. The \$170.7 billion plan increases total reserves to more than \$10 billion and also allocates a sizable portion of discretionary resources to one-time infrastructure spending.

Included in the budget is the 2016-17 Cap and Trade Expenditure Plan. The \$3.1 billion plan is a combination of funds that were not allocated last year and the funds for the coming year. \$1.2 billion is allocated to continuous appropriations for high-speed rail, transit assistance, intercity rail and affordable housing. An additional \$1 billion is allocated to help achieve a 50 percent reduction in petroleum use (a mandate he had to remove from SB 350 in order to secure passage in 2015). The \$1 billion includes \$500 million for low-carbon transportation and fuels and \$25 million for biofuel facility investments allocated to the California Air Resources Board (CARB) and the California Energy Commission (CEC), respectively.

Other notable investment categories include \$100 million to CalRecycle for organic waste diversion, and \$30 million for water and energy efficiency.

The Legislature will now have their turn to discuss the Governor's proposal before the May Revise is released, and has until mid-June to pass the budget by majority vote. There is already an effort to include funding for water and wastewater agencies in Cap and Trade Expenditure Plan.

Legislative Update

Members returned to Sacramento in early January to begin the second year of the two-year session. Members focused on the January 29 deadline for bills introduced in 2015 to pass out of their original house. There was a slow trickle of legislation introduced with only a few notable bills thus far. Members have until February 19 to introduce bills for the 2016 session.

Bills of note:

SB 814 (Hill, D- San Mateo) would require each urban retail water supplier to establish a local definition of excessive water use. Additionally, it would make a violation above the excessive water use definition an infraction and punishable by a fine of at least \$500 per 100 cubic feet.

Many in the water community are very concerned because creating a definition of excessive water use is not easy and it is very difficult to create a definition that fits the varying characteristics of retail customers. Additionally, the use of the term “infraction” has many worried that this triggers a legal proceeding that water agencies are not equipped to handle.

AB 1463 (Gatto, D- Glendale) would require establishment of criteria, water quality standards and distribution, monitoring, and reporting requirements for onsite recycling systems prior to authorizing the use of onsite recycled water in internal plumbing for residential and commercial buildings. Many agencies are concerned that if too much water is treated and reused onsite, it will reduce flows and complicate regional recycled water distribution systems.

The next report will have a list of bills of interest introduced before the February deadline.

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Agricultural Resources

635 Maryland Avenue, N.E.
Washington, D.C. 20002-5811
(202) 546-5115
agresources@erols.com

January 29, 2016

Legislative Report

TO: Joe Grindstaff
General Manager, Inland Empire Utility Agency

FR: David M. Weiman
Agricultural Resources
LEGISLATIVE REPRESENTATIVE, IEUA

SU: Legislative Report, January 2016

Based on past history, January is typically a slow month – a time for a break, a time to regroup and a time to establish the agenda for the year – in this case, a presidential election year. Last calendar year – 2015 – was marked by extended gridlock, internal fighting and Speaker Boehner’s forced resignation as Speaker. Repeated threat(s) of another government shutdown never materialized. Notwithstanding the political stalemates – the legislative year ended with a productive burst unseen in years with the budget, appropriations and major infrastructure bills being enacted.

Snapshot.

This year, January was not slow.

- El Nino arrived in California, the West Coast and even into the Rocky Mountains.
- January was CA’s wettest month since the drought began (beneficial but not definitive).
- President Obama delivered his last State of the Union address.
- Stalled drought legislation brought more recriminations, public denunciations, finger-pointing and blame assessment.

- NOAA reported that 2015 was the hottest year on record.
- California remains in drought – almost half the state remains in extreme or exceptional drought (highest categories).
- Senator Feinstein introduced her drought bill (and reports indicated that she's now modifying her own bill).

Ways and Means – Tax Reform Agenda

- Throughout January, reports emerged from House GOP leaders, Ways and Means Committee leaders, and also Freedom Caucus leaders – all saying the same thing: tax reform will be initiated in 2016.
- No one realistically expects legislation to fully mature (out of committee, off the floor or even by both the House and Senate), but they expect the process to get underway in a meaningful way. How much can be accomplished this year? Not clear right now.
- At the end of January the Ways and Means Committee Rs scheduled a retreat to map out their activities for the coming year, the results of which won't be known until next month.
- Overall and broadly, the House R leadership policy objective is to lower tax rates – for both corporate and personal. In order to achieve that policy goal, then provisions of the tax code must be eliminated or at least modified.
- IEUA's interest – municipal bonds are the primary funding for all local governments across America (and in the Inland Empire) and the deductibility of those bonds is at political risk in the pending tax debate. To lower rates to a targeted level (down to 25%, corporate and personal) sections of the tax code must be modified or even eliminated altogether. This specific provision – the deductibility of muni bonds – is one of the provisions being targeted.
- IEUA, along with ACWA, NWRA along with almost every major form of infrastructure (water, airports, energy, transportation, hospitals, schools, libraries, recreation, etc.), have worked with the Municipal Bonds Coalition of America, headed by Columbia, SC Mayor, Steve Benjamin to protect this tax code provision and oppose efforts to eliminate or modify it. This is also a high priority for the US Conference of Mayors and the bond industry in the finance sector.
- The coalition is upgrading itself from an informal working group to a formal legal entity and expects to be even more active in 2016 and beyond.

Water/Weather/Drought

After Drought Bill Talks Collapse in 2015, Feinstein Introduces New Bill

- The legislative year came to an end in 2015. Drought legislation talks collapsed amid furious accusations by all parties and interests (reported in detail in last month's report).
- Weary – and angry – legislators departed at the close of the First Session.
- Senator Feinstein circulated a new comprehensive drought/water development bill.
- A revised version of her bill is expected in early February and formal introduction shortly thereafter.
- No date for hearings yet.
- Of special important to IEUA, there is a provision that will allow recycling projects, not authorized by Congress to be considered. If enacted, this would allow the Cucamonga Valley WD project to be considered for funding, BuRec's current opposition notwithstanding.

Appropriations – \$100 Million for Drought Relief

- The massive appropriations bill signed into law in December provided for \$100 million drought relief (the provision was requested by Senator Feinstein).
- WateReuse, ACWA and others have written the Commissioner asking that a portion of that money be allocated to water recycling projects.
- IEUA worked with its House delegation (Cook, Aguilar, Torres, Royce, Chu and Napolitano) to submit a letter to Secretary Jewell urging the same thing – that a portion of the \$100 million be allocated to Title XVI/Water Smart programs.

El Nino

- Storms arrived. There is snow – very welcome – in the Sierra Nevada mountains.
- As of the end of January, the early winter precipitation is approaching “normal” (stronger in some areas, less so in others) for December-January, but the water year begins with a severe deficit.
- A little more than 40% of the entire state is still, according to the Drought Monitor, in severe or exceptional status.
- Larger question – modified from last month – will the El Nino provide a positive “wet” February and/or March. To be determined.

Unanticipated Drought-Related Federal Tax Issue

- As previously reported, the “unintended tax penalty” resulting from the Governor's

Drought Orders (from MWD's turf rebates) remains unresolved and unclarified.

- MWD, absent clarity from Treasury and IRS, issued tax notices to individuals and companies informing them that they may have a tax obligation related to the grant.
- This is not a California-only issue. Texas and other states are now concerned.

Drought Status – CA and Rest of the West

- **Drought Conditions – California.** Even with El Nino storms, the Drought Monitor indicates that all 58 counties remained in various levels of drought.
- **El Nino.** Drought Monitor also reports that westwide, that drought conditions are lessening in most western states.
- **Lake Mead.** BuRec is projecting that Lake Mead remains at risk (even with storms in the Rocky Mountains) and 2017 remains problematic.

Looking Into February 2016

- A presidential year will be underway with the Iowa Caucus followed immediately by the New Hampshire primary. After that, South Carolina.
- The Presidential year will be in full swing. Look for a number of candidates to drop out of the race.
- February 9, the President's proposed budget for all Departments and Agencies will be submitted to Congress. Senate Majority Leader, Mitch McConnell (R-KY) and Speaker Paul Ryan (R-WI) have stated that passing all of the appropriations (regular order) in 2016 is a high priority.
- Revisions to Feinstein's drought bill are expected in February.
- ACWA DC Conference – third week of February.

Note: This is a somewhat abbreviated report as I was in Southeast Asia for most of the month. Among other things, I had the opportunity to see and learn about water systems in Vietnam and Cambodia. Very education and informative.



CALIFORNIA STRATEGIES, LLC

Date: January 26, 2016
To: Inland Empire Utilities Agency
From: John Withers, Jim Brulte
Re: January Activity Report

Listed below is the California Strategies, LLC monthly activity report. Please feel free to call us if you have any questions or would like to receive any more information on any of the items mentioned below.

- Met with IEUA Executive staff to review priority issues and to discuss activities for January that Executive Staff wanted accomplished.
- Discussed ways to highlight the customer return on investment for the building of recharge basins in our service territory.
- Discussed LAFCO and made recommendations to staff about upcoming issues. Support and advise on IEUA/SBVMWD transfer transaction on an as needed basis.
- Provided an update on the recent filing of a Sphere of Influence amendment filing by the CVWRD.
- Continue to monitor statewide water issues including the BDCP, water bond, and drought relief act activate. Made recommendation regarding the request for money from various state special funds.
- Monitor Santa Ana Regional Board agenda and issues of interest to IEUA.

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Innovative Federal Strategies LLC

Comprehensive Government Relations

MEMORANDUM

To: Joe Grindstaff and Kathy Besser, IEUA

From: Letitia White, Jean Denton, and Drew Tatum

Date: January 29, 2016

Re: January Monthly Legislative Update

Republicans Send Election Year Messaging Legislation to the President

January was scheduled to be a short legislative month for Congress since both the Democrats and Republicans schedule their annual “issues conference” at the beginning of the year. House and Senate Republicans huddled in Baltimore on January 13-15 in an effort to lay out an election year legislative strategy. House Democrats held their won retreat in Baltimore on January 27-29, which featured speeches from both President Obama and Vice President Joe Biden. The legislative calendar was further compressed when a blizzard hit the DC area, dropping up to three feet of snow in the surrounding communities.

Already this year, Republicans have used legislation as a means of delivering on campaign promises through budget reconciliation. This process, created through the Congressional Budget Act of 1974, can only occur once during a fiscal year and speeds along the process for enacting tax, spending, and debt reduction legislation by limiting debate and only requiring a simple majority in the Senate for passage. Late last year, the Senate amended a House-passed reconciliation package that took aim at two domestic issues that have divided Republicans and Democrats—Planned Parenthood funding and the Affordable Care Act. The legislation would prohibit federal funding to Planned Parenthood for one year while Congress continues to investigate claims that it has improperly sold fetal tissue from abortions. It would also undo much of the Affordable Care Act, which is the president’s signature domestic accomplishment from his first term. While the House passed the amended legislation, President Obama quickly vetoed it. The House was originally scheduled to vote to override the veto before the end of January, but inclement weather caused them to move votes the final week of the month.

Another mechanism Republicans are using to advance their agenda is through resolutions of disapproval under the Congressional Review Act. The Act allows Congress to take aim at regulations proposed and published in the Federal Register by federal agencies, but it has only successfully been used once because a resolution of disapproval requires the signature of the president or a veto override from Congress if he or she isn’t supportive. While Republicans face an uphill battle, they plan to continue using the process to combat what they call executive overreach. Congress has already sent President Obama several CRA disapproval resolutions related to environmental regulations, and each has been vetoed by the president. For example, the Senate passed a resolution of disapproval of the “waters of the United States” regulation

finalized by the EPA and Army Corps of Engineers in late 2015. The House took up the measure in January, but it was vetoed by President Obama. The Senate attempted a veto override, but did not have the votes to overcome procedural hurdles. The veto override attempt has been suspended indefinitely. Speaker Paul Ryan (R-WI) has indicated that while neither process has been successful to this point, both serve as a blueprint as to how Republicans would advance legislation if they maintain control of the House and Senate and are successful in winning the White House in 2016.

Both parties are expected to use 2016 to advance legislation that benefits their individual platforms moving into the November election. In addition to the presidential election, all Members of the House and a third of Senators will face voters this fall. Due to the Republican and Democratic conventions that will take place the last two weeks of July, the legislative calendar will be relatively condensed for the remainder of the year. After passing a two-year budget deal, Republicans have indicated that they once again plan to introduce, markup, and debate the twelve individual appropriations bills before the end of the fiscal year. Since appropriations bills are typically debated under an open rule in the House, it gives Republicans and Democrats the best opportunity to force votes on controversial amendments that can be used on the campaign trail later in the year.

President Obama Announces New Gun Measures

In January President Obama and CNN held a town hall on guns in America after he announced that he would be directing federal agencies to implement new measures regarding gun control policies. He hopes that these actions will stop future gun related tragedies in the United States. The president reiterated his frustrations with Congress who he said has not done enough to combat gun violence during his seven years in office. The newly announced measures include:

- The Bureau of Alcohol, Tobacco, Firearms and Explosives (ATF) is expanding the background check and licensing requirement for any individuals in the business of selling firearms.
- ATF is finalizing a regulatory rule that requires background checks for people trying to buy some weapons and other items through a trust, corporation, or other legal entity.
- The FBI is overhauling the background check system, including hiring an additional 230 examiners and other staff to help process background checks.
- ATF has established an Internet Investigation Center to track illegal online firearms trafficking and is dedicating \$4 million and additional personnel to enhance the National Integrated Ballistics Information Network.
- ATF is finalizing a rule to ensure that dealers who ship firearms notify law enforcement if their guns are lost or stolen in transit.
- The Social Security Administration has indicated that it will begin the rulemaking process to include information in the background check system about beneficiaries who are prohibited from possessing a firearm for mental health reasons.
- The Department of Health and Human Services is finalizing a rule to remove unnecessary legal barriers preventing States from reporting relevant information about people prohibited from possessing a gun for specific mental health reasons.

Innovative Federal Strategies LLC

- Additionally, the president will call on Congress to provide additional funding for AFT agents and investigators to help enforce gun laws and for investments in access to mental health care in his FY17 budget.

At the town hall, President Obama heard from supporters and opponents of his actions in a civilized exchange on an issue that often sharply divides. But while Obama respectfully conversed with those who questioned him in person, he did not spare his foes in the gun rights debate, accusing them of spouting "imaginary fiction" about his motives and evoking the partisanship that typically encompasses the issues. In the end, President Obama called on citizens to come together on a limited set of measures to reduce thousands of gun deaths and regular mass shootings, striking a theme of unity and national possibility.

The fight over gun control in American is expected to turn into a debate at the Capitol during this election year. Senate Democrats are already looking to reintroduce a measure that would repeal legislation granting gun manufactures immunity from legal liability—a measure that Democratic presidential candidate Senator Bernie Sanders says he will cosponsor. Republicans in Congress and on the campaign trail have called the president's latest action an overreach of his authority and have promised to challenge it. While the debate is unlikely to be resolved through the legislative process, House Republicans may authorize another lawsuit challenging the actions in court.

Outlook for February

The Appropriations Committees in the House and Senate will see a flurry of activity during the month of February after the President's Budget is released on February 9. Committees will begin scheduling hearings to receive testimony from the agencies on their budget requests for fiscal year 2017. Early in the month, the House has rescheduled votes on legislation that were cancelled at the end of January due to the snow. Included are votes on Iran sanctions and a vote to override the president's veto of the budget reconciliation legislation. The Senate will resume consideration of the wide-ranging energy policy bill.

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Federal Legislation of Significance

P 91

Bill Number	Sponsor	Title and/or Summary	Summary/Status
H.R.2029	House and Senate Appropriations Committees	Consolidated Appropriations Act, 2016	<p>The Consolidated Appropriations Act contains just north of \$23 million for Title XVI in FY2016. Additionally, the package contains \$100 million in Western Drought Money.</p> <p>The Consolidated Appropriations Act funds all federal agencies through the end of the Fiscal Year, which runs through September 30, 2016.</p> <p>IFS / IEUA are spearheading an effort with Members of Congress to ask that the Department of the Interior devote money allocated to “western drought relief” for Title XVI and WaterSMART projects. The following Members of Congress signed on to the letter: Aguilar, Cook, Chu, Napolitano, Royce, and Torres. A copy of the letter is attached to the monthly report.</p>
H.R. ____ / S. ____	Rep. Mike Simpson / Sen. Lamar Alexander	FY 17 Energy and Water Development and Related Agencies	<p>The President’s budget request to Congress is set to be released on February 9, 2016. We will have a better idea of funding levels and our requests to Congress for the year once the budget has been released. We anticipate that the Appropriations Subcommittees will start holding hearings with Cabinet Secretaries as early as late February to testify regarding their requests for the year.</p>
S.1894 / possible amendment in the form of a “discussion draft”	Sen. Dianne Feinstein	Feinstein introduced legislation in the final days of the month to combat drought in California. Specifically for IEUA, it contains a title on recycled water. It also removed the requirement for Congress to authorize Title XVI projects.	<p>First Legislative Committee Hearing was held in early October. Staff from the Senate Energy and Natural Resources Committee and the House Natural Resources Committee are attempting to preconference a bill with compromise language between the Senate and House drought bills, but proposals are not being traded back and forth. Additionally, a compromise bill is expected to be West-wide, not just include California.</p> <p>Feinstein introduced an updated bill in the form of a discussion draft in January after House Republicans attempted to add their own version of a compromise bill at the end of the year. Feinstein has also indicated she would like the bill to proceed through regular order rather than introducing a bill that has been pre-conferenced will little opportunity for amendment.</p> <p>Feinstein said that she has continued to work with local, state, and federal partners to create her new discussion draft, though California Republicans in the House have said they were not involved in the latest discussions.</p>
H.R.2898	Rep. David Valadao	Western Drought Legislation introduced by	Passed the House.

		California House Republicans that would ease environmental regulations provide for easier permitting for water storage projects	First Legislative Committee Hearing was held in early October. Staff from the Senate Energy and Natural Resources Committee and the House Natural Resources Committee are attempting to preconference a bill with compromise language between the Senate and House drought bills, but proposals are not being traded back and forth. Additionally, a compromise bill is expected to be West-wide, not just include California.
S.J.Res.22	Sen. Joni Ernst	Congressional Resolution of Disapproval of the “waters of the United States” regulation introduced by the EPA and Army Corps of Engineers	<p>The Senate has passed the resolution of disapproval of the “waters of the United States” regulation finalized by the EPA and Army Corps of Engineers. The House took up the measure in January, but it was vetoed by President Obama. The Senate attempted a veto override, but did not have the votes to overcome procedural hurdles. The veto override attempt has been suspended indefinitely.</p> <p>The regulation is currently on hold nationwide as the courts hear arguments from states challenging the rule.</p>
S.2012	Sen. Lisa Murkowski	Energy Policy Modernization Act of 2015	The Senate is considering its first broad energy reform policy bill in eight years. The bill includes a number of policy priorities from both Republicans and Democrats and came as a result of months of negotiations, meetings outreach and other activities aimed at a truly bipartisan bill. The bill instead on fossil fuels and infrastructure: natural gas pipeline permitting, authorizing the main federal conservation fund, job training, updating the grid, as well as a push on energy efficiency.

Date: February 17, 2016

To: The Honorable Board of Directors

Through: Public, Legislative Affairs, and Water Resources Committee (2/10/16)

From: P. Joseph Grindstaff
General Manager

Submitted by: Kathy Besser
Manager of External Affairs

Subject: Public Outreach and Communication

RECOMMENDATION

This is an informational item for the Board of Directors to receive and file.

BACKGROUND

February

- February 25, Cypress Elementary Garden in Every School® (GIES) Dedication, 9751 Cypress Ave., Fontana, 5:00 p.m. – 6:30 p.m.

March

- March 3, GEIS Mandatory Workshop, IEUA HQB, Event Room, 4:30 p.m.
- March 21, IEUA Hosted Special District's Dinner, Panda Inn - 3223 E. Centrelake Drive, Ontario, 6:00 p.m. – 9:00 p.m.

April

- April 20, IEUA Earth Day Event (Student Day), Chino Creek Park, 9:00 a.m. – 2:00 p.m.
- April 21, IEUA Earth Day Event (Community Day), Chino Creek Park, 4:00 p.m. – 7:00 p.m.
- April 22, Eagle Canyon Elementary GIES Dedication, 13435 Eagle Canyon Drive, Chino Hills, 11:30 a.m. – 1:00 p.m.

May

- May 5, Truman Middle School GIES Dedication, 16224 Mallory Drive, Fontana, 2:00 p.m. – 3:00 p.m.
- May 13-15, MWD Solar Cup Competition, Lake Skinner

- May 24, Cortez Elementary School GIES Dedication, 12750 Carissa Ave., Chino, 5:45 p.m.

Outreach/Education - Civic Publications Newspaper Campaign

- IEUA staff has been working, in collaboration with Civic Publications, to develop and distribute *Kick the Habit* display ads that focus on irrigation tips during the winter season. The display ads are linked to the *Kick the Habit* micro-site, which displays IEUA's campaign message, tips, and member agency links.
- IEUA has developed an email blast that was distributed the first week of February. The email blast led viewers to the *Kick the Habit* micro-site. The email was sent to 157,000 email addresses throughout our service area. The email was sent in Spanish to 46,000 email addresses of Spanish speaking households and the link will be directed to the micro-site displayed in Spanish.

Media and Outreach

- IEUA staff is working with member agencies to distribute *Kick the Habit* mirror clings and vehicle magnets. To date, the city of Chino, city of Ontario, Chino Basin Water Conservation District, Fontana Water Company, and San Antonio Water Company have requested and received magnets for their city/company vehicles and mirror clings to be used on mirrors in multiple locations. The city of Upland and Monte Vista Water District are working with management to implement the magnets onto their vehicles as well. Internally, staff is working with Facilities Management and Maintenance on distribution and placement of vehicle magnets on all Agency vehicles.
- *Kick the Habit* print advertisements ran in the *Chino Champion-Healthy Living Section* on January 23, and in the *Chino Connection* on February 6.
- *Kick the Habit* bus advertisements began on October 5, 2015, and will run for six months.
- IEUA staff worked with Tripepi Smith and Associates to develop a movie theater ad that is currently showing at Victoria Gardens, Ontario Mills, and Ontario Palace. The ad will run through mid-March. The trailer ad is also running on YouTube and has developed over 14,000 views.

Education and Outreach Updates

- Water Discovery Program: 594 Girl Scout troop members, elementary, middle, and high school students have taken part in the park field trip from July 1, 2015 through January 31, 2016. Seventeen additional Water Discovery Field Trips for school year 2015/16 have been scheduled. The Busing Mini-Grant program was extended through December 2020.
- Staff has begun outreaching for IEUA's GIES Mandatory Workshop for Fiscal Year 2016/17.
- Staff has begun outreaching for IEUA's "Water is Life" poster contest.
- Staff, in cooperation with member agencies, has recruited three teams for MWD's 2016 Solar Cup Competition to be held May 13-16, 2016. Final team names and contact information were submitted to MWD on October 1, 2015, for the 2016 program year: Chino High School (Chino), Chino Hills High School (Chino Hills) and Henry J. Kaiser

High School (Fontana). All teams are scheduled to attend a mandatory technical workshop on January 30, 2016.

- Staff has begun scheduling schools for the Earth Day Student Day field trip. IEUA is partnering with the city of Chino for this year's event.

PRIOR BOARD ACTION

None.

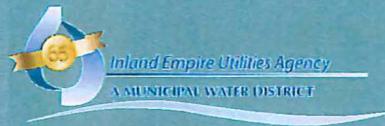
IMPACT ON BUDGET

The above-mentioned activities are budgeted in the FY 2015/16 Administrative Service Fund, External Affairs Services budget.

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IEUA WATER FORUM

FEBRUARY 2016



Local Initiatives for Drought Response

El Niño has generated above average rain/snow in northern California. Southern California has seen much less in terms of significant storms. Rainfall in the Inland Empire, measured from the UCR CIMIS station, shows the same amount of rain has fallen this December through January as last year for the same months, a historic drought period. The State Water Resources Control Board announced that conservation and reporting will be continued, with important milestones for measuring snowpack and further SWRCB regulation evaluation coming in April.

The State Board decision to continue conservation reporting is driven by (1) the deep drought over the past 4.5 years and (2) the uncertainty of when a drought actually ends. Australia provides a barometer of what may be in store for California. Australia experienced a 15 year drought, followed by 2.5 years of above average rainfall, then resumed drought, currently at 2.5 years.

IEUA is considering how to assist member agencies with new SWRCB reporting options and how best to continue to meet conservation targets.

WUE Programs Snapshot

- MWD will issue 1099s by the end of January to recipients of turf removal rebates whose rebate exceeded \$599. MWD is responsible for contacting all customers to obtain required documentation. Turf rebates will not be processed nor paid until the tax forms have been received.
- Four new school gardens have been installed and two mini-grants were distributed through the Agency's Garden in Every School Program. Participating schools were located in Chino, Chino Hills, Fontana, and Rancho Cucamonga. Each school will hold a dedication event in the Spring of 2016.
- Water Saving Garden Friendly plant sales will take place in Spring 2016. Sales will be held at Home Depot locations in North and South Upland, Rancho Cucamonga, Fontana, and Chino.
- IEUA staff has scheduled 10 residential landscape classes to be hosted by several member agencies in Spring 2016. An additional five classes were conducted in the Fall 2015.

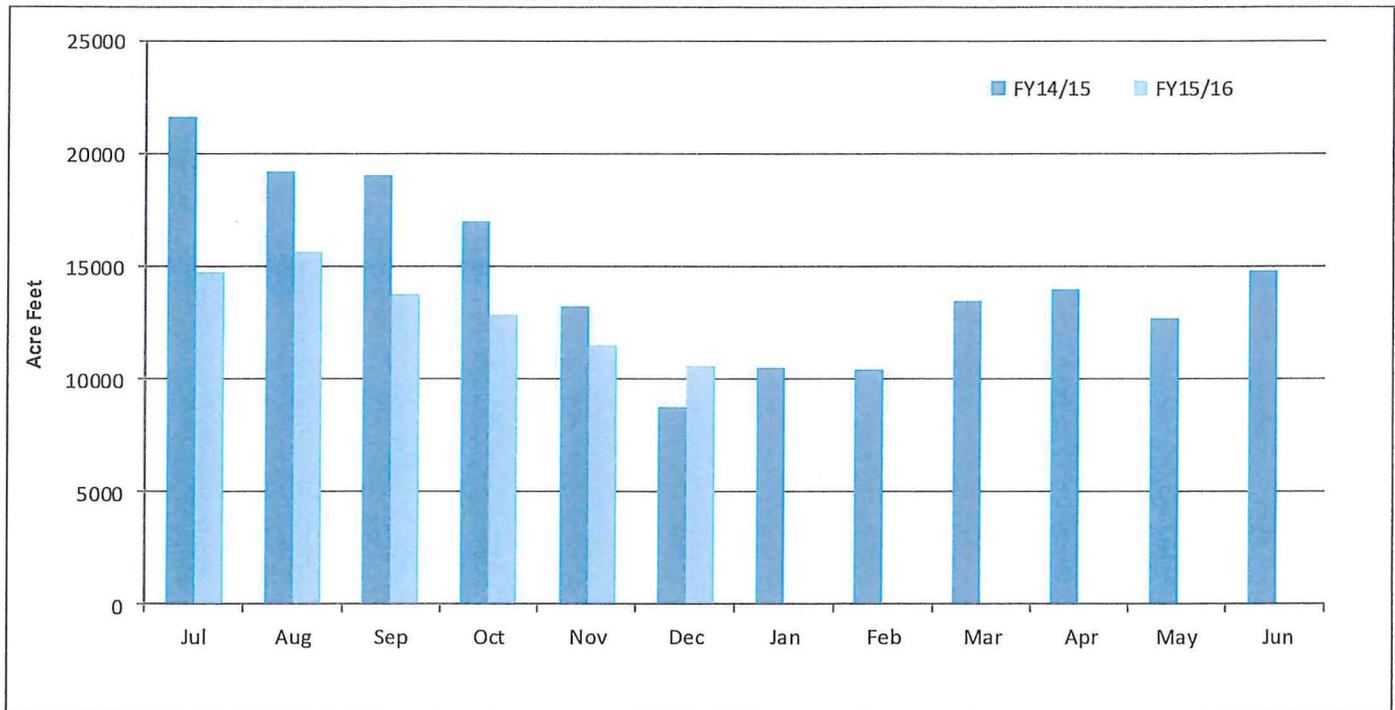
Regional Fees & Rates

- Following six months of discussion with stakeholders within the region, the Inland Empires Utilities Agency (IEUA) Board of Directors adopted Ordinance No. 103 and Resolution No. 2015-5-6 establishing a water connection fee for all new and upsized water meter connections within the IEUA service area.
- The collection of this fee by IEUA begins on January 1, 2016.
- The water connection fee has been established by IEUA in order to proportionally recover the costs to create regional water supplies that are available to meet the demands of future development.
- IEUA is currently developing a Fact Sheet for distribution to the member agencies to provide to developers to help them understand the upcoming fee.
- The DWR Model Water Efficient Landscape Ordinance revisions have been adopted. The California Water Commission voted July 15, 2015, and implementation is December 31, 2015.

Integrated Resources Plan

- Recommended water resource strategies include: continue to invest in RW, acquire supplemental water for recharge, reduce urban demand through increased conservation, secure imported water for in-lieu recharge when available, maximize capture of SW through the RMWP, and pursue external water supplied to enhance local resources.
- Initial results indicate that by 2040 changes in climate could reduce our baseline water supplies by 20%. In 2016, the Agency will commence discussions on IRP implementation and related policy.
- The Draft IRP is being developed and will be distributed for member agency review in February.

Regional Water Use



MWD Dashboard

- Rates:** Initial budget estimates indicate a 4% overall rate increase for CY2017 and CY2018, and in the range of 4-5% for the remainder of the 10-year period. If approved, Tier 1 untreated rate will be \$666 per AF for CY2017 and \$695 per AF for CY2018. Consistent with prior rates, there is no provision for any Replenishment Water rate or supply.
- MWD-IRP:** Initial results indicate that by 2020 an additional 350,000 AF of local supplies and 65,000 AF of conservation will be needed. Implementation and related policy discussions will commence early 2016, which will include reliability goals, local resource development, storage management and conservation programming.
- MWD Water Supply Allocation Plan (WSAP):** As a reminder, effective July 1, 2015 through June 30, 2016 reduced Tier 1 allocations were set as follows. Purchases of MWD water in excess of the amounts below will result in an Allocation Surcharge from MWD. The regions cumulative sales were 15,345.4 AF through end of December 2015.
 - CVWD:** 26,569 AF (Cumulative sales of 5,245.5AF, 20% of WSAP Allocation)
 - WFA:** 27,406 AF (Cumulative sales of 7,164.6 AF, 26% of WSAP Allocation)
 - FWC:** 7,293 AF (Cumulative sales of 2,935. AF, 40% of WSAP Allocation)

Calendar of Upcoming Meetings & Events

February 17, 2016	Submit draft IRP for stakeholder review and comment.	
February 24, 2016	Water Manager Meeting: UWMP and IRP status update. Stakeholder review comments on IRP due.	

CHINO BASIN WATERMASTER

IV. INFORMATION

1. Cash Disbursements for January 2016

CHINO BASIN WATERMASTER
Cash Disbursements For The Month of
January 2016

For Informational Purposes Only

Type	Date	Num	Name	Memo	Account	Paid Amount
Bill Pmt -Check	01/08/2016	ACH 010816	PUBLIC EMPLOYEES' RETIREMENT SYSTEM	Payor #3493	1012 · Bank of America Gen'l Ckg	
General Journal	12/31/2015	12/31/2015	PUBLIC EMPLOYEES' RETIREMENT SYSTEM	CalPERS Retirement for 12/20/15-01/02/16	2000 · Accounts Payable	6,045.30
TOTAL						<u>6,045.30</u>
Bill Pmt -Check	01/12/2016	19117	CHARTER COMMUNICATIONS	8245100651455350	1012 · Bank of America Gen'l Ckg	
Bill	01/01/2016	8245100651455350		1/06/16-2/05/16	6053 · Internet Expense	68.97
TOTAL						<u>68.97</u>
Bill Pmt -Check	01/12/2016	19118	COSTCO WHOLESALE	7003-7309-1000-2744	1012 · Bank of America Gen'l Ckg	
Bill	12/31/2015	7003730910002744		Miscellaneous office supplies	6031.7 · Other Office Supplies	34.99
				Toner for various office printers	6031.7 · Other Office Supplies	657.89
TOTAL						<u>692.88</u>
Bill Pmt -Check	01/12/2016	19119	DE BOOM, NATHAN	Ag Pool Member Compensation	1012 · Bank of America Gen'l Ckg	
Bill	12/08/2015	12/08 Ag Pool Mtg		12/08/15 Ag Pool Meeting held at MPC	8470 · Ag Meeting Attend -Special	125.00
TOTAL						<u>125.00</u>
P 99 Bill Pmt -Check	01/12/2016	19120	DE HAAN, HENRY	Ag Pool Member Compensation	1012 · Bank of America Gen'l Ckg	
Bill	12/08/2015	12/08 Ag Pool Mtg		Ag Pool Member Compensation	8411 · Compensation	25.00
				12/08/15 Ag Pool Meeting held at MPC	8470 · Ag Meeting Attend -Special	100.00
TOTAL						<u>125.00</u>
Bill Pmt -Check	01/12/2016	19121	DIRECTV	019447404	1012 · Bank of America Gen'l Ckg	
Bill	12/31/2015	019447404		12/19/15 - 1/18/16	6031.7 · Other Office Supplies	110.98
TOTAL						<u>110.98</u>
Bill Pmt -Check	01/12/2016	19122	EGOSCUE LAW GROUP	11113	1012 · Bank of America Gen'l Ckg	
Bill	12/31/2015	11113		Ag Pool Legal Services - December 2015	8467 · Ag Legal & Technical Services	15,685.00
TOTAL						<u>15,685.00</u>
Bill Pmt -Check	01/12/2016	19123	FEENSTRA, BOB	Ag Pool Member Compensation	1012 · Bank of America Gen'l Ckg	
Bill	12/08/2015	12/08 Ag Pool Mtg		12/08/15 Ag Pool Special Meeting held at MPC	8470 · Ag Meeting Attend -Special	125.00
TOTAL						<u>125.00</u>
Bill Pmt -Check	01/12/2016	19124	HALL, PETE*	Ag Pool Member Compensation	1012 · Bank of America Gen'l Ckg	
Bill	12/08/2015	12/08 Ag Pool Mtg		12/08/15 Ag Pool Meeting held at MPC	8470 · Ag Meeting Attend -Special	125.00
TOTAL						<u>125.00</u>
Bill Pmt -Check	01/12/2016	19125	HOGAN LOVELLS	2952391	1012 · Bank of America Gen'l Ckg	

CHINO BASIN WATERMASTER
Cash Disbursements For The Month of
January 2016

For Informational Purposes Only

Type	Date	Num	Name	Memo	Account	Paid Amount
Bill	12/01/2015	2952391		Non-Ag Pool Legal Services - November 2015	8567 · Non-Ag Legal Service	2,761.37
TOTAL						2,761.37
Bill	12/08/2015	12/08 Ag Pool Mtg	HUITSING, JOHN	12/08/15 Ag Pool Meeting held at MPC	8470 · Ag Meeting Attend -Special	125.00
TOTAL						125.00
Bill	12/08/2015	12/08 Ag Pool Mtg	KOOPMAN, GENE	12/08/15 Ag Pool Meeting held at MPC	8470 · Ag Meeting Attend -Special	125.00
TOTAL						125.00
Bill	12/18/2015	44709042	OFFICE TEAM	Week ending 12/18/15	6017.2 · Office Specialist Services	1,108.00
Bill	12/28/2015	44714703		Week ending 12/25/15	6017.2 · Office Specialist Services	443.20
TOTAL						1,551.20
Bill	12/31/2015	506	PARK PLACE COMPUTER SOLUTIONS, INC.	IT Consulting Services - December 2015	6052.1 · Park Place Comp Solutn	1,950.00
TOTAL						1,950.00
Bill	12/31/2015	2015122400	PAYCHEX	December 2015	6012 · Payroll Services	260.90
TOTAL						260.90
Bill	12/08/2015	12/08 Ag Pool Mtg	PIERSON, JEFFREY	12/08/15 Ag Pool Meeting held at MPC	8470 · Ag Meeting Attend -Special	125.00
TOTAL						125.00
Bill	01/01/2016	100000014683177	PUBLIC EMPLOYEES' RETIREMENT SYSTEM	Annual unfunded accrued liability	60180 · Employers PERS Expense	3,077.00
TOTAL						3,077.00
Bill	12/31/2015	8000909000168851	PURCHASE POWER	New postage machine installed on 12/10/15	6042 · Postage - General	160.84
TOTAL						160.84
Bill	12/31/2015	0023230253	READY REFRESH BY NESTLE	Office Water Bottle - December 2015	6031.7 · Other Office Supplies	71.89
TOTAL						71.89

CHINO BASIN WATERMASTER
Cash Disbursements For The Month of
January 2016

For Informational Purposes Only

Type	Date	Num	Name	Memo	Account	Paid Amount
Bill Pmt -Check	01/12/2016	19135	RR FRANCHISING, INC.	15732	1012 · Bank of America Gen'l Ckg	
Bill	01/04/2016	15732		Janitorial Services - January 2016	6024 · Building Repair & Maintenance	740.00
TOTAL						740.00
Bill Pmt -Check	01/12/2016	19136	SANTA ANA RIVER WATER COMPANY		1012 · Bank of America Gen'l Ckg	
Bill	12/04/2015	12/04 Admin Mtg		12/04/15 Admin. Meeting - Arnold Rodriguez	6311 · Board Member Compensation	125.00
Bill	12/21/2015	12/21 Admin Mtg		12/21/15 Admin. Meeting - Arnold Rodriguez	6311 · Board Member Compensation	125.00
TOTAL						250.00
Bill Pmt -Check	01/12/2016	19137	SOUTHERN CALIFORNIA WATER COMMITTEE	26770	1012 · Bank of America Gen'l Ckg	
Bill	01/04/2016	26770		Stormwater Task Force	6111 · Membership Dues	1,000.00
TOTAL						1,000.00
Bill Pmt -Check	01/12/2016	19138	STANDARD INSURANCE CO.	Policy # 00-649299-0009	1012 · Bank of America Gen'l Ckg	
Bill	12/31/2015	006492990009		Policy # 00-649299-0009	60191 · Life & Disab.Ins Benefits	689.35
TOTAL						689.35
Bill Pmt -Check	01/12/2016	19139	STAPLES BUSINESS ADVANTAGE		1012 · Bank of America Gen'l Ckg	
Bill	12/31/2015	8037294210		Miscellaneous office supplies	6031.7 · Other Office Supplies	242.19
Bill	12/31/2015	8037202444		Toner for office printers	6031.7 · Other Office Supplies	125.67
TOTAL						367.86
Bill Pmt -Check	01/12/2016	19140	STATE COMPENSATION INSURANCE FUND	1970970-15	1012 · Bank of America Gen'l Ckg	
Bill	01/01/2016	1970970-15		1970970-15	60183 · Worker's Comp Insurance	961.58
TOTAL						961.58
Bill Pmt -Check	01/12/2016	19141	UNION 76	7076-2245-3035-5049	1012 · Bank of America Gen'l Ckg	
Bill	12/31/2015	7076224530355049		Fuel - December 2015	6175 · Vehicle Fuel	69.20
TOTAL						69.20
Bill Pmt -Check	01/12/2016	19142	UNITED HEALTHCARE	0039374721	1012 · Bank of America Gen'l Ckg	
Bill	12/31/2015	0039374721		Dental Insurance Premium - January 2016	60182.2 · Dental & Vision Ins	712.68
TOTAL						712.68
Bill Pmt -Check	01/12/2016	19143	UNITED PARCEL SERVICE	2x81x0	1012 · Bank of America Gen'l Ckg	
Bill	12/31/2015	2x81x0		Ship package, schedule a pickup	6042 · Postage - General	25.10
TOTAL						25.10
Bill Pmt -Check	01/12/2016	19144	VANDEN HEUVEL, GEOFFREY	Board Member Compensation	1012 · Bank of America Gen'l Ckg	
Bill	12/08/2015	12/08 Ag Pool Mtg		12/08/15 Ag Pool Special Meeting at MPC	6311 · Board Member Compensation	125.00

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	<u>Type</u>	<u>Date</u>	<u>Num</u>	<u>Name</u>	<u>Memo</u>	<u>Account</u>	<u>Paid Amount</u>
TOTAL							125.00
	Bill Pmt -Check	01/12/2016	19145	VANDEN HEUVEL, ROB	Ag Pool Member Compensation	1012 · Bank of America Gen'l Ckg	
	Bill	12/08/2015	12/08 Ag Pool Mtg		12/08/15 Ag Pool Meeting held at MPC	8470 · Ag Meeting Attend -Special	125.00
TOTAL							125.00
	Bill Pmt -Check	01/12/2016	19146	VISION SERVICE PLAN	00-101789-0001	1012 · Bank of America Gen'l Ckg	
	Bill	12/31/2015	00-101789-0001		Vision Insurance Premium - January 2016	60182.2 · Dental & Vision Ins	73.46
TOTAL							73.46
	Bill Pmt -Check	01/12/2016	19147	YUKON DISPOSAL SERVICE	08-K2 213849	1012 · Bank of America Gen'l Ckg	
	Bill	01/01/2016	08-k2 213849		Disposal Service - January 2016	6024 · Building Repair & Maintenance	111.57
TOTAL							111.57
	Bill Pmt -Check	01/13/2016	19148	WILDERMUTH ENVIRONMENTAL INC		1012 · Bank of America Gen'l Ckg	
	Bill	11/30/2015	2015348		2015348	6906.31 · OBMP-Pool, Adv. Board Mtgs	8,844.65
	Bill	11/30/2015	2015349		2015349	6906.32 · OBMP-Other General Meetings	215.00
	Bill	11/30/2015	2015350		2015350	6906.71 · OBMP-Data Req,-CBWM Staff	19,295.50
	Bill	11/30/2015	2015351		2015351	6906.72 · OBMP-Data Req,-Non CBWM Staff	333.75
	Bill	11/30/2015	2015352		2015352	6906.23 · SGMA Reporting Requirements	608.75
	Bill	11/30/2015	2015353		2015353	6906 · OBMP Engineering Services	3,511.25
	Bill	11/30/2015	2015354		2015354	6906.1 · OBMP-Watermaster Model Update	41,475.30
	Bill	11/30/2015	2015355		2015355	7103.3 · Grdwtr Qual-Engineering	18,250.60
	Bill	11/30/2015	2015356		2015356	7104.3 · Grdwtr Level-Engineering	11,891.06
	Bill	11/30/2015	2015357		2015357	7107.2 · Grd Level-Engineering	4,258.40
					Zumasys	7107.6 · Grd Level-Contract Svcs	68.00
	Bill	11/30/2015	2015358		2015358	7108.3 · Hydraulic Control-Engineering	186.25
	Bill	11/30/2015	2015359		2015359	7108.3 · Hydraulic Control-Engineering	316.90
	Bill	11/30/2015	2015360		2015360	7108.31 · Hydraulic Control - PBHSP	5,645.65
	Bill	11/30/2015	2015361		2015361	7109.3 · Recharge & Well - Engineering	1,564.25
	Bill	11/30/2015	2015362		2015362	7202.2 · Engineering Svc	8,102.12
	Bill	11/30/2015	2015363		2015363	7402 · PE4-Engineering	866.25
	Bill	11/30/2015	2015364		2015364	7402.10 · PE4 - MZ1 Pomona Project	9,767.28
	Bill	11/30/2015	2015365		2015365	7502 · PE6&7-Engineering	1,550.00
	Bill	11/30/2015	2015366		2015366	6906.73 · OBMP-Safe Yield Recalculation	230.00
	Bill	11/30/2015	2015367		2015367	6910.1 · IRP Groundwater Modeling - WEI	1,084.00
TOTAL							138,064.96
	General Journal	01/16/2016	01/16/2016	Payroll and Taxes for 01/03/16-01/16/16	Payroll and Taxes for 01/03/16-01/16/16	1012 · Bank of America Gen'l Ckg	
					Direct Deposits for 01/03/16-01/16/16	1012 · Bank of America Gen'l Ckg	23,662.84

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Type	Date	Num	Name	Memo	Account	Paid Amount
				Payroll Taxes for 01/03/16-01/16/16	1012 · Bank of America Gen'l Ckg	9,711.00
			ICMA-RC	457(f) Employee Deductions for 01/03/16-01/16/16	1012 · Bank of America Gen'l Ckg	3,643.75
			ICMA-RC	401(a) Employee Deductions for 01/03/16-01/16/16	1012 · Bank of America Gen'l Ckg	1,189.58
TOTAL						38,207.17
Bill Pmt -Check	01/20/2016	19149	APPLIED COMPUTER TECHNOLOGIES	2642	1012 · Bank of America Gen'l Ckg	
Bill	12/31/2015	2642		Database Consulting Services - December 2015	6052.2 · Applied Computer Technol	3,319.00
TOTAL						3,319.00
Bill Pmt -Check	01/20/2016	19150	CORELOGIC INFORMATION SOLUTIONS	81630319	1012 · Bank of America Gen'l Ckg	
Bill	12/31/2015	81630319		81630319	7103.7 · Grdwtr Qual-Computer Svc	62.50
				81630319	7101.4 · Prod Monitor-Computer	62.50
TOTAL						125.00
Bill Pmt -Check	01/20/2016	19151	RAUCH COMMUNICATION CONSULTANTS, LLC Dec-1504		1012 · Bank of America Gen'l Ckg	
Bill	12/31/2015	Dec-1504		Annual Report work completed-November 30, 2015	6061.3 · Rauch	4,971.00
TOTAL						4,971.00
P103	Bill Pmt -Check	01/26/2016	19152	ACWA JOINT POWERS INSURANCE AUTHORITY 0389559	1012 · Bank of America Gen'l Ckg	
	Bill	01/13/2016	0389559	Prepayment - February 2016	1409 · Prepaid Life, BAD&D & LTD	131.09
				January 2016	60191 · Life & Disab.Ins Benefits	126.66
TOTAL						257.75
Bill Pmt -Check	01/26/2016	19153	BANK OF AMERICA	XXXX-XXXX-XXXX-9341	1012 · Bank of America Gen'l Ckg	
Bill	12/31/2015	XXXX-XXXX-XXXX-9341		Overnight payment to Great America-copier lease	6043.1 · Ricoh Lease Fee	35.18
				Lunch provided to staff for basin tour	7204 · Comp Recharge-Supplies	122.46
				Phone case for AGM's work cell	6031.7 · Other Office Supplies	14.99
				Registration-Joswiak-ACWA/JPIA HR training	6193.2 · Conference - Registration Fee	30.00
				Registration-Wilson-01/28/16 IAAP mtg at CVWD	6193.2 · Conference - Registration Fee	10.00
				Registration-Wilson-01/09/16 IAAP Adobe Acrobat	6193.2 · Conference - Registration Fee	35.00
				Registration-Truong-01/09/16 IAAP Adobe Acrobat	6193.2 · Conference - Registration Fee	35.00
				Purchase Annual Quickbooks Service Plan	6054 · Computer Software	1,799.00
				Renewal-Go To Meeting Annual Plan-conferencing	6022 · Telephone	374.40
				Hotel-PK-December 2015 ACWA Fall Conference	6191 · Conferences - General	723.79
				Meal-PK-December 2015 ACWA Fall Conference	6191 · Conferences - General	42.80
				Meal-PK-December 2015 ACWA Fall Conference	6191 · Conferences - General	27.68
				Internet expense for GM-invoice lost in mail	6053 · Internet Expense	64.99
				Holiday staff luncheon	6141.3 · Admin Meetings	302.03
				Registration-PK-Feb. 8-9, 2016 SGMA Workshop	6193.2 · Conference - Registration Fee	430.00
				PK meeting w/Poulsen, City of Pomona	8312 · Meeting Expenses	41.67

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<u>Type</u>	<u>Date</u>	<u>Num</u>	<u>Name</u>	<u>Memo</u>	<u>Account</u>	<u>Paid Amount</u>
				Flight-PK-Feb. 8-9, 2016 GRA SGMA Workshop	6191 · Conferences - General	148.46
				Early bird check-in for above flight	6191 · Conferences - General	25.00
				Registration-PK-Feb. 2016 AGWA-AGWT Conf.	6193.2 · Conference - Registration Fee	295.00
				PK meeting w/Zvirbulis, CVWD	8312 · Meeting Expenses	27.07
				PK meeting w/Bowcock	6312 · Meeting Expenses	20.87
				Flight-PK-Jan. 8, 2016 mtg w/Iris Priestaf	6909.1 · OBMP Meetings	459.46
				Early bird check-in for above flight	6909.1 · OBMP Meetings	25.00
				Hotel-Maurizio-December 2015 ACWA Fall Conf.	6191 · Conferences - General	423.94
				Lunch for field staff interviews	6141.3 · Admin Meetings	70.26
TOTAL						<u>5,584.05</u>
Bill Pmt -Check	01/26/2016	19154	CALPERS	1394905143	1012 · Bank of America Gen'l Ckg	
Bill	01/15/2016	1394905143		Medical Insurance Premium - 1394905143	60182.1 · Medical Insurance	7,533.91
TOTAL						<u>7,533.91</u>
Bill Pmt -Check	01/26/2016	19155	COMPUTER NETWORK		1012 · Bank of America Gen'l Ckg	
Bill	12/30/2015	100393		USB portable hard drive	6055 · Computer Hardware	270.00
Bill	01/06/2016	100422		(3) Hard drives - Seagate 32mb buffer	6055 · Computer Hardware	275.40
P104 Bill	01/06/2016	100423		(1) Video card XFX AMD Radeon HD 5450	6055 · Computer Hardware	70.20
Bill	01/06/2016	100426		(2) Power supplies	6055 · Computer Hardware	97.20
Bill	01/06/2016	100427		(3) Portable external hard drive	6055 · Computer Hardware	405.00
Bill	01/07/2016	100430		(6) APC uninterruptible power supply	6055 · Computer Hardware	939.60
Bill	01/08/2016	100436		Replacement battery for Lenovo laptop	6055 · Computer Hardware	64.80
TOTAL						<u>2,122.20</u>
Bill Pmt -Check	01/26/2016	19156	CORELOGIC INFORMATION SOLUTIONS	81647756	1012 · Bank of America Gen'l Ckg	
Bill	12/31/2015	84647756		81647756	7103.7 · Grdwtr Qual-Computer Svc	62.50
				81647756	7101.4 · Prod Monitor-Computer	62.50
TOTAL						<u>125.00</u>
Bill Pmt -Check	01/26/2016	19157	CUCAMONGA VALLEY WATER DISTRICT	Lease due February 1, 2016	1012 · Bank of America Gen'l Ckg	
Bill	01/18/2016			Lease due February 1, 2016	1422 · Prepaid Rent	6,371.16
TOTAL						<u>6,371.16</u>
Bill Pmt -Check	01/26/2016	19158	GREAT AMERICA LEASING CORP.	18159935	1012 · Bank of America Gen'l Ckg	
Bill	01/18/2016	18159935		Invoice	6043.1 · Ricoh Lease Fee	3,285.29
TOTAL						<u>3,285.29</u>
Bill Pmt -Check	01/26/2016	19159	HR DIRECT / GNEIL	INV3544354	1012 · Bank of America Gen'l Ckg	
Bill	01/13/2016	INV3544354		2016 Poster guard protection-Federal HR Posters	6031.7 · Other Office Supplies	75.59

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Type	Date	Num	Name	Memo	Account	Paid Amount
TOTAL						75.59
Bill Pmt -Check	01/26/2016	19160	LEGAL SHIELD	0111802	1012 · Bank of America Gen'l Ckg	
Bill	01/21/2016	0111802		Employee deductions - January 2016	60194 · Other Employee Insurance	51.80
TOTAL						51.80
Bill Pmt -Check	01/26/2016	19161	LEVEL 3 COMMUNICATIONS	09470254	1012 · Bank of America Gen'l Ckg	
Bill	01/21/2016	09470254		1/10/16-2/09/16	6053 · Internet Expense	1,055.23
TOTAL						1,055.23
Bill Pmt -Check	01/26/2016	19162	MAURIZIO, DANIELLE	Employee Reimbursement of Expenses	1012 · Bank of America Gen'l Ckg	
Bill	01/22/2016			Field staff interviews/lunch	6016 · New Employee, Search Costs	185.16
				Meal for 2015 ACWA Fall Conference	6191 · Conferences - General	3.78
				Purchase supplies for w/q	7103.6 · Grdwtr Qual-Supplies	20.70
TOTAL						209.64
Bill Pmt -Check	01/26/2016	19163	OFFICE TEAM	44838557	1012 · Bank of America Gen'l Ckg	
Bill	01/21/2016	44838557		Week ending 1/08/16	6017.2 · Office Specialist Services	1,108.00
TOTAL						1,108.00
Bill Pmt -Check	01/26/2016	19164	PREMIERE GLOBAL SERVICES	20131141	1012 · Bank of America Gen'l Ckg	
Bill	12/31/2015	20131141		WM coordination call on 11/30	6909.1 · OBMP Meetings	16.54
				WM coordination call on 12/07	6909.1 · OBMP Meetings	18.46
				WM coordination call on 12/07	6909.1 · OBMP Meetings	12.96
				WM coordination call on 12/07	6909.1 · OBMP Meetings	19.62
				San Sevaine Basin call on 12/08	6909.1 · OBMP Meetings	13.35
				San Sevaine Basin call on 12/08	6909.1 · OBMP Meetings	22.92
				Administrative call on 12/11	6141.3 · Admin Meetings	18.01
				WM coordination call on 12/14	6909.1 · OBMP Meetings	5.48
				WM coordination call on 12/14	6909.1 · OBMP Meetings	10.38
				WM coordination call on 12/14	6909.1 · OBMP Meetings	5.06
				WM coordination call on 12/14	6909.1 · OBMP Meetings	24.03
				Fee - Confidential Line	6022 · Telephone	49.00
				Fee - General line	6022 · Telephone	49.00
				Service fee	6022 · Telephone	5.97
TOTAL						270.78
Bill Pmt -Check	01/26/2016	19165	PUBLIC EMPLOYEES' RETIREMENT SYSTEM	Payor #3493	1012 · Bank of America Gen'l Ckg	
Bill	01/13/2016	1394905143		1959 Survivor Benefit - PEPRA staff	60180 · Employers PERS Expense	84.00
Bill	01/14/2016	1394905143		1959 Survivor Benefit - Classic staff	60180 · Employers PERS Expense	252.00

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Type	Date	Num	Name	Memo	Account	Paid Amount	
TOTAL						336.00	
Bill Pmt -Check	01/26/2016	19166	R&D PEST SERVICES	0197483	1012 · Bank of America Gen'l Ckg		
Bill	01/13/2016	0197483		Pest control-ants and fleas	6024 · Building Repair & Maintenance	100.00	
TOTAL						100.00	
Bill Pmt -Check	01/26/2016	19167	RR FRANCHISING, INC.	16767	1012 · Bank of America Gen'l Ckg		
Bill	01/13/2016	16767		Carpet cleaning on 1/09/16	6024 · Building Repair & Maintenance	600.00	
TOTAL						600.00	
Bill Pmt -Check	01/26/2016	19168	SAN BERNARDINO COUNTY FLOOD CONTROL	P-11998284, File No. 1-801/2.04	1012 · Bank of America Gen'l Ckg		
Bill	01/22/2016	Permit P-11998284		Annual Inspection Fee for San Sevaine Channel	6909.3 · Other OBMP Expenses	1,315.00	
TOTAL						1,315.00	
Bill Pmt -Check	01/26/2016	19169	STANDARD INSURANCE CO.	Policy # 00-649299-0009	1012 · Bank of America Gen'l Ckg		
Bill	01/18/2016	006492990009		Policy # 00-649299-0009	60191 · Life & Disab.Ins Benefits	736.72	
TOTAL						736.72	
P106 TOTAL	Bill Pmt -Check	01/26/2016	19170	STAPLES BUSINESS ADVANTAGE	8037539615	1012 · Bank of America Gen'l Ckg	
	Bill	01/21/2016	8037539615		Miscellaneous office supplies	6031.7 · Other Office Supplies	167.92
	TOTAL					167.92	
Bill Pmt -Check	01/26/2016	19171	STAULA, MARY L	Retiree Medical	1012 · Bank of America Gen'l Ckg		
Bill	01/31/2016			Amount effective January 2016	60182.4 · Retiree Medical	23.62	
TOTAL						23.62	
Bill Pmt -Check	01/26/2016	19172	THREE VALLEYS MUNICIPAL WATER DIST	2/18/16 Leadership Breakfast	1012 · Bank of America Gen'l Ckg		
Bill	01/15/2016			2/18/16 Leadership Breakfast for Peter Kavounas	6192 · Seminars - General	20.00	
TOTAL						20.00	
Bill Pmt -Check	01/26/2016	19173	UNITED HEALTHCARE	039622701	1012 · Bank of America Gen'l Ckg		
Bill	01/21/2016	0039622701		Dental Insurance Premium - February 2016	60182.2 · Dental & Vision Ins	833.15	
TOTAL						833.15	
Bill Pmt -Check	01/26/2016	19174	VERIZON	012519128144592510	1012 · Bank of America Gen'l Ckg		
Bill	01/21/2016	012519128144592510		012519128144592510	6022 · Telephone	145.29	
TOTAL						145.29	
Bill Pmt -Check	01/26/2016	19175	VERIZON WIRELESS	642073270-00001	1012 · Bank of America Gen'l Ckg		
Bill	01/24/2016	642073270-00001		642073270-00001	7103.7 · Grdwtr Qual-Computer Svc	100.04	

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TOTAL							100.04
	Bill Pmt -Check	01/26/2016	19176	ZAPIEN, ENRIQUE	Employee Reimbursement	1012 · Bank of America Gen'l Ckg	
	Bill	01/18/2016			Reimburse for purchase-safety shoes for field work	6154 · Uniforms	168.93
TOTAL							168.93
	Bill Pmt -Check	01/26/2016	19177	VERIZON WIRELESS	470810953-00001	1012 · Bank of America Gen'l Ckg	
	Bill	01/15/2016	470810953-00001		470810953-00001	6022 · Telephone	299.61
TOTAL							299.61
	Bill Pmt -Check	01/26/2016	ACH 012616	PUBLIC EMPLOYEES' RETIREMENT SYSTEM	Payor #3493	1012 · Bank of America Gen'l Ckg	
	General Journal	01/16/2016	01/16/2016	PUBLIC EMPLOYEES' RETIREMENT SYSTEM	CalPERS Retirement for 01/03/16-01/16/16	2000 · Accounts Payable	6,437.65
TOTAL							6,437.65
	Bill Pmt -Check	01/27/2016	19178	APPLIED COMPUTER TECHNOLOGIES	2657	1012 · Bank of America Gen'l Ckg	
	Bill	01/25/2016	2657		Database Consulting Services - January 2016	6052.2 · Applied Computer Technol	3,319.00
TOTAL							3,319.00
P107	Bill Pmt -Check	01/27/2016	19179	DIRECTV	019447404	1012 · Bank of America Gen'l Ckg	
TOTAL	Bill	01/26/2016	019447404		1/19/16 - 2/18/16	6031.7 · Other Office Supplies	110.98
							110.98
	Bill Pmt -Check	01/27/2016	19180	OFFICE TEAM	44898604	1012 · Bank of America Gen'l Ckg	
	Bill	01/26/2016	44898604		Week ending 1/15/16	6017.2 · Office Specialist Services	1,153.29
TOTAL							1,153.29
	Bill Pmt -Check	01/27/2016	19181	PARK PLACE COMPUTER SOLUTIONS, INC.	507	1012 · Bank of America Gen'l Ckg	
	Bill	01/26/2016	507		IT Consulting Services - January 2016	6052.1 · Park Place Comp Solutn	1,575.00
TOTAL							1,575.00
	Bill Pmt -Check	01/27/2016	19182	RAUCH COMMUNICATION CONSULTANTS, LLC Jan-1616		1012 · Bank of America Gen'l Ckg	
	Bill	12/31/2015	Jan-1616		Annual Report work through December 31, 2015	6061.3 · Rauch	11,911.25
TOTAL							11,911.25
	Bill Pmt -Check	01/27/2016	19183	READY REFRESH BY NESTLE	0023230253	1012 · Bank of America Gen'l Ckg	
	Bill	01/26/2016	0023230253		Office Water Bottle - January 2016	6031.7 · Other Office Supplies	53.93
TOTAL							53.93
	Bill Pmt -Check	01/27/2016	19184	SANDERS, LAURA		1012 · Bank of America Gen'l Ckg	
	Bill	01/26/2016			Transcript for 1/22/16 Court Hearing	6046 · Legal Publications/Services	228.00

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TOTAL						228.00
Bill Pmt -Check	01/27/2016	19185	STAPLES BUSINESS ADVANTAGE	8037638222	1012 · Bank of America Gen'l Ckg	
Bill	01/26/2016	8037638222		Miscellaneous office supplies	6031.7 · Other Office Supplies	194.34
TOTAL						194.34
Bill Pmt -Check	01/27/2016	19186	STATE COMPENSATION INSURANCE FUND	1970970-15	1012 · Bank of America Gen'l Ckg	
Bill	02/01/2016	1970970-15		1970970-15	60183 · Worker's Comp Insurance	961.58
TOTAL						961.58
General Journal	01/29/2016	01/29/16	Payroll and Taxes for 01/29/16	Payroll and Taxes for 01/29/16	1012 · Bank of America Gen'l Ckg	
				Direct Deposit for 01/29/16	1012 · Bank of America Gen'l Ckg	1,320.42
				Payroll Taxes for 01/29/16	1012 · Bank of America Gen'l Ckg	293.33
			ICMA-RC	401(a) Employee Deduction for 01/29/16	1012 · Bank of America Gen'l Ckg	66.24
TOTAL						1,679.99
General Journal	01/31/2016	01/31/2016	Wage Works FSA Direct Debits - Jan. 2016	Wage Works FSA Direct Debits - Jan. 2016	1012 · Bank of America Gen'l Ckg	
				Wage Works FSA Direct Debits - Jan. 2016	1012 · Bank of America Gen'l Ckg	511.14
				Wage Works FSA Direct Debits - Jan. 2016	1012 · Bank of America Gen'l Ckg	692.14
				Wage Works FSA Direct Debits - Jan. 2016	1012 · Bank of America Gen'l Ckg	76.25
TOTAL						1,279.53
					Total Disbursements:	285,050.48

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