

**Minutes**  
**CHINO BASIN WATERMASTER**  
**NON-AGRICULTURAL POOL CONFERENCE CALL MEETING**  
February 3, 2011

The Non-Agricultural Pool Conference Call Meeting was held via conference call using the Chino Basin Watermaster conference call number on February 3, 2011 at 2:30 p.m.

**NON-AGRICULTURAL POOL MEMBERS PRESENT ON CALL**

Bob Bowcock, Chair	Vulcan Materials (Calmat Division)
Brian Geye	Auto Club Speedway
David Penrice	Aqua Capital Management LP
Lisa Hamilton	General Electric Company
Tom O'Neill, Alternate	City of Ontario
Dennis Poulsen, Alternate	California Steel Industries

**NON-AGRICULTURAL POOL MEMBER PRESENT AT WATERMASTER**

Ken Jeske, Vice-Chair	California Steel Industries
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**Watermaster Board Member Present on Call**

Steve Elie	Inland Empire Utilities Agency
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**Watermaster Staff Present at Watermaster**

Kenneth R. Manning	Chief Executive Officer
Joe Joswiak	Chief Financial Officer
Danni Maurizio	Senior Engineer
Ben Pak	Senior Project Engineer
Janine Wilson	Alternate Recording Secretary
Sherri Molino	Recording Secretary

**Watermaster Board Counsel Present at Watermaster**

Michael Fife	Brownstein, Hyatt, Farber & Schreck
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**Watermaster Consultants Present at Watermaster**

Mark Wildermuth	Wildermuth Environmental, Inc.
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**Non-Agricultural Pool Counsel Present on Conference Call**

Allen Hubsch	Hogan Lovells US LLP
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**Agricultural Pool Counsel Present at Watermaster**

Steven G. Lee	Reid & Hellyer
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**Others Present at Watermaster**

Mark Kinsey	Monte Vista Water District
Dave Crosley	City of Chino

Chair Bowcock called the Non-Agricultural Pool Conference Call meeting to order at 2:35 p.m.

**ROLL CALL**

Janine Wilson called roll call.

**AGENDA - ADDITIONS/REORDER**

There were no additions or reorders made to the agenda.

**I. BUSINESS ITEMS**

**A. MINUTES**

1. Minutes of the Annual Non-Agricultural Pool Conference Call Meeting held January 3, 2011

*Motion by Jeske, second by Geye, and by unanimous vote*  
**Moved to approve the January 3, 2011 minutes**

**B. FINANCIAL REPORTS**

1. Cash Disbursements for the month of December 2010
2. Watermaster Visa Check Detail for the month of December 2010
3. Combining Schedule for the Period July 1, 2010 through December 31, 2010
4. Treasurer's Report of Financial Affairs for the Period December 1, 2010 through December 31, 2010
5. Budget vs. Actual July through December 2010

*Motion by Jeske, second by O'Neill, and by unanimous vote*  
**Moved to receive and file Watermaster Financial Reports**

**C. WATER TRANSACTION**

1. **Consider Approval for Notice of Sale or Transfer** – The City of Pomona will transfer 370.000 acre-feet of water to the City of Upland. The water will be transferred from Pomona's Excess Carryover Account to Upland's Excess Carryover Account  
Date of Application: January 18, 2011
2. **Consider Approval for Notice of Sale or Transfer** – On January 20, 2011, Watermaster received Consolidated Water Transfer Forms 3, 4, and 5 with Southern California Edison (SCE) as the Transferor and the City of Ontario (as an Overlying Non-Agricultural party) as Transferee in the amount of 27.959 acre-feet of safe yield as a permanent transfer. Also to be transferred are all of SCE's post-June 30, 2007 stored, carry-over and unpumped groundwater. Date of Application: January 20, 2011

*Motion by Jeske, second by Geye, and by unanimous vote*  
**Moved to approve the Water Transactions**

It was noted Janine Wilson turned the recording secretary duties over to Sherri Molino.

**D. TURNER BASIN EXCAVATION COST SHARING AGREEMENT**

Mr. Manning reported on this item.

*Motion by O'Neil, second by Hamilton, and by unanimous vote*  
**Moved to approve the Turner Basin Excavation Cost Sharing Agreement**

**E. RFP FOR OUTSIDE AUDIT FIRM**

Mr. Manning reported on this item.

*Motion by Jeske, second by Geye, and by unanimous vote*  
**Moved to accept staff recommendation for sending out an RFP for Outside Audit Firm**

**F. WELL LOCATION OF WELLS I-19, I-20, AND I-21**

Mr. Manning reported on this item.

*Motion by Jeske, second by Geye, and by unanimous vote*  
**Moved to approve the Well Locations of Wells I-19, I-20, and I-21**

**G. VOLUME VOTE**

Mr. Manning and Ms. Maurizio reported on this item.

***No action taken. Staff will include item on April agenda.***

**II. REPORTS/UPDATES**

**A. WATERMASTER GENERAL LEGAL COUNSEL REPORT**

1. Draft Restated Watermaster Judgment  
Counsel Fife reported on this item.
2. January 21, 2011 Hearing Update  
Counsel Fife reported on this item.
3. January 26, 2011 Settlement Conference Update  
Counsel Fife reported on this item.
4. Santa Ana Sucker Critical Habitat Designation  
Counsel Fife reported on this item.

**B. ENGINEERING REPORT**

1. Basin Land Subsidence Committee Meeting Update  
No report was given on this item.
2. MZ3 Recharge Opportunities Effort  
No report was given on this item.
3. Chino Creek Well Field Well I-18 Design  
No report was given on this item.

**C. FINANCIAL REPORT**

1. Expected Cost of Completion Mid-Year  
Mr. Joswiak reported on this item.

**D. CEO/STAFF REPORT**

1. Legislative Update  
Mr. Manning reported on this item.
2. Recharge Update  
Mr. Manning reported on this item.
3. CEO Resignation  
Mr. Manning reported on this item.

**III. INFORMATION**

1. Cash Disbursements for January 2011  
No comment was made regarding this item.
2. Semi Annual Report July through December 2010  
No comment was made regarding this item.
3. Newspaper Articles  
No comment was made regarding this item.

**IV. POOL MEMBER COMMENTS**

Mr. Jeske offered comments regarding the appointed CEO Position Sub-Committee.

**V. OTHER BUSINESS**

No comment was made regarding this item.

**VI. CONFIDENTIAL SESSION - POSSIBLE ACTION**

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

- 1. Paragraph 31 Motion Appeal

No confidential session was called.

**VII. FUTURE MEETINGS**

Thursday, February 3, 2011	2:30 p.m.	Non-Agricultural Pool Conference Call Meeting
Thursday, February 10, 2011	9:00 a.m.	Agricultural Pool Meeting @ IEUA
Thursday, February 17, 2011	<b>Cancelled</b>	IEUA Dry Year Yield Meeting
Thursday, February 17, 2011	9:00 a.m.	Advisory Committee Meeting @ CBWM
<b>* Thursday, February 24, 2011</b>	<b>9:00 a.m.</b>	<b>Land Subsidence Committee Mtg. @ CBWM</b>
Thursday, February 24, 2011	11:00 a.m.	Watermaster Board Meeting @ CBWM
Friday, April 22, 2011	10:00 a.m.	Chino Basin Watermaster Court Hearing

\* Changed from February 17<sup>th</sup> at 10:30 to **February 24<sup>th</sup> at 9:00 a.m.**

The Non-Agricultural Pool Conference Call meeting was dismissed by Chair Bowcock at 3:21 p.m.

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

Minutes Approved: March 3, 2011