

Minutes
CHINO BASIN WATERMASTER
NON-AGRICULTURAL POOL CONFERENCE CALL MEETING

March 8, 2012

The Non-Agricultural Pool Conference Call Meeting was held via conference call using the Chino Basin Watermaster conference call number on March 8, 2012 at 11:00 a.m.

NON-AGRICULTURAL POOL MEMBERS PRESENT ON CALL

Bob Bowcock, Chair	Vulcan Materials Company (Calmat Division)
Brian Geye	Auto Club Speedway
Bob Lawn	Genon Electric
Tom O'Neill	Ontario City Non-Agricultural
Michael Sigsbee, alternate	Ontario City Non-Agricultural

NON-AGRICULTURAL POOL MEMBERS PRESENT AT WATERMASTER

Curtis Aaron	California Steel Industries
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Watermaster Staff Present at Watermaster

Ken Jeske	Interim CEO
Danielle Maurizio	Senior Engineer
Joe Joswiak	Chief Financial Officer
Gerald Greene	Senior Environmental Engineer
Sherri Molino	Recording Secretary

Watermaster Board Counsel Present at Watermaster

Brad Herrema	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 Call

Allen Hubsch	Hogan Lovells US LLP
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Others Present at Watermaster

Dave Crosley	City of Chino
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Chair Bowcock called the Annual Non-Agricultural Pool Conference Call meeting to order at 11:01 a.m.

ROLL CALL

Ms. Molino called roll call.

AGENDA - ADDITIONS/REORDER

Mr. Hubsch added West Venture Development to the agenda for Business Item F.

I. BUSINESS ITEMS - ROUTINE

A. MINUTES

1. Minutes of the Non-Agricultural Pool Conference Call Meeting held February 9, 2012

Motion by Aaron, second by Geye, and by unanimous vote

Moved to approve the February 9, 2012 Non-Agricultural Pool minutes with the changed noted by Curtis Aaron

B. FINANCIAL REPORTS

1. Cash Disbursements for the month of January 2012
2. Watermaster VISA Check Detail for the month of January 2012
3. Combining Schedule for the Period July 1, 2011 through January 31, 2012
4. Treasurer's Report of Financial Affairs for the Period January 1, 2012 through January 31, 2012
5. Budget vs. Actual Report for the Period July 1, 2011 through January 31, 2012

Motion by Aaron, second by Geye, and by unanimous vote

Moved to receive and file the financial reports, without approval

C. WATER TRANSACTION

1. **Consider Approval for Notice of Sale or Transfer** – The lease and/or purchase of 2.372 acre-feet of water from San Antonio Water Company to Monte Vista Water District as a method of utilizing its SAWCO shares. This lease is made first from San Antonio's net underproduction in FY 2011-2012, with any remainder to be recaptured from storage. Date of application: February 9, 2012

Motion by Aaron, second by O'Neill, and by unanimous vote

Moved to approve the water transaction from San Antonio Water Company to Monte Vista Water District, and to direct the Pool representatives to support at the Advisory Committee and Watermaster Board meetings subject to changes which they determine to be appropriate

2. **Consider Approval for Notice of Sale or Transfer** – The lease and/or purchase of 500.000 acre-feet of water from San Antonio Water Company to Monte Vista Water District. This lease is made first from San Antonio's net underproduction in FY 2011-2012, with any remainder to be recaptured from storage. Date of application: February 14, 2012

Motion by Aaron, second by Geye, and by unanimous vote

Moved to approve the water transaction from San Antonio Water Company to Monte Vista Water District, and to direct the Pool representatives to support at the Advisory Committee and Watermaster Board meetings subject to changes which they determine to be appropriate

II. BUSINESS ITEMS**A. MATERIAL PHYSICAL INJURY ANALYSIS**

Consider Approval to Receive and File Wildermuth Environmental Inc. Material Physical Injury Analysis for the City of Ontario Application for Local Storage Agreement

Motion by Aaron, second by Geye, and by unanimous vote

Moved to receive and file the Wildermuth Environmental Material Physical Injury Analysis, and to direct the Pool representatives to support at the Advisory Committee and Watermaster Board meetings subject to changes which they determine to be appropriate

B. WATERMASTER ANNUAL AUDIT FISCAL YEAR 2010/2011

Consider to Receive and File the Watermaster Annual Audit performed by Charles Z. Fedak & Company as Presented to the Watermaster Board on February 23, 2012

Motion by Geye, second by Aaron, and by unanimous vote

Moved to receive and file the Watermaster Annual Audit Fiscal Year 2010/2011, and to direct the Pool representatives to support at the Advisory Committee and Watermaster Board meetings subject to changes which they determine to be appropriate

C. PROPOSED SUPPLEMENTAL ORDER FOR RESOLUTION 2010-04

Consider Approval of Proposed Supplemental Order for the Court Following the October 28, 2011 Hearing for Resolution 2010-04

Motion by Aaron, second by Geye, and by unanimous vote

Moved to approve the supplemental order for Resolution 2010-04, and to direct the Pool representatives to support at the Advisory Committee and Watermaster Board meetings subject to changes which they determine to be appropriate

D. PROPOSED CASH RESERVE POLICY

Consider Approval of the Proposed Cash Reserve Policy 4.17

Motion by Aaron, second by Geye, and by unanimous vote

Moved to approve the Reserve Policy with striking 4.17.9 from the Policy, and to direct the Pool representatives to support at the Advisory Committee and Watermaster Board meetings subject to changes which they determine to be appropriate

E. WATERMASTER RESTATED JUDGMENT

Consider Approve the Restated Judgment as the "Official" Copy of the Judgment

Motion by Aaron, second by Geye, and by unanimous vote

Moved to continue this item until April

Added Item:

F. WEST VENTURE DEVELOPMENT (Added)

Mr. Hubsch offered comment on this item. Chair Bowcock asked staff to submit to the Pool prior to the next meeting of the Pool a report regarding all work staff has performed to implement the Pool's vote at a prior meeting to re-allocate West Venture Development's water pro rata to the remaining members of the Pool.

III. REPORTS/UPDATES

A. ENGINEERING REPORT

1. Extensometer Progress
Mr. Malone gave a report on this item.

B. CEO/STAFF REPORT

1. Recharge Master Plan Update/Storage Issues Review Process
Mr. Jeske gave a report on this item.
2. Investment Policy
Mr. Jeske gave a report on this item.
3. Record and Document Request
Mr. Jeske gave a report on this item.
4. CEO Search
Mr. Jeske gave a report on this item. A discussion regarding the CEO search ensued and it was noted the Non-Agricultural Pool will support this action at the Advisory Committee meeting.

IV. INFORMATION

1. Cash Disbursements for February 2012
No comment was made.

V. POOL MEMBER COMMENTS

No comment was made.

VI. OTHER BUSINESS

No comment was made.

VII. 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.

Chair Bowcock noted the Non-Agricultural Pool held their confidential session at 10:00 a.m. until 10:45 a.m. this morning and there was no reportable action taken.

VIII. FUTURE MEETINGS AT WATERMASTER

Thursday, March 8, 2012	9:00 a.m.	Appropriative Pool Meeting
Thursday, March 8, 2012	11:00 a.m.	Non-Agricultural Pool Conference Call Mtg.
Thursday, March 8, 2012	2:00 p.m.	Agricultural Pool Meeting
(PLEASE NOTE: NEW TIME FOR THE AGRICULTURAL POOL MEETINGS)		
Thursday, March 15, 2012	8:00 a.m.	IEUA DYY Meeting
Thursday, March 15, 2012	9:00 a.m.	Advisory Committee Meeting
Thursday, March 15, 2012	10:00 a.m.	CB RMPU Steering Committee Mtg.
Thursday, March 22, 2012	9:00 a.m.	Land Subsidence Committee Meeting
Thursday, March 22, 2012	11:00 a.m.	Watermaster Board Meeting
Tuesday, March 27, 2012	9:00 a.m.	GRCC Meeting

The Chino Basin Recharge Master Plan Update Steering Committee will now be meeting on a regular basis on the 1st and 3rd Thursday of every month at 10:00 a.m. starting in March until further notice

Chair Bowcock adjourned the Agricultural Pool meeting at 11:30 a.m.

Secretary: _____

Minutes Approved: April 12, 2012