

Minutes
CHINO BASIN WATERMASTER
NON-AGRICULTURAL POOL CONFERENCE CALL MEETING
May 10, 2012

The Non-Agricultural Pool Conference Call Meeting was held via conference call using the Chino Basin Watermaster conference call number on May 10, 2012 at 11:00 a.m.

NON-AGRICULTURAL POOL MEMBERS PRESENT ON CALL

Brian Geye, Vice-Chair	Auto Club Speedway
Bob Bowcock, Chair	Vulcan Materials Company (Calmat Division)
Dave Penrice	Aqua Capital Management LP
Dennis Poulsen, alternate	California Steel Industries
Tom O'Neill	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
Janine Wilson	Recording Secretary Assistant
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
Brian Dickenson	Chino Desalter Authority

Vice-Chair Geye called the Annual Non-Agricultural Pool Conference Call meeting to order at 11:10 a.m.

ROLL CALL

Ms. Wilson called roll call.

AGENDA - ADDITIONS/REORDER

There were no additions or reorders made to the agenda.

I. BUSINESS ITEMS - ROUTINE

A. MINUTES

1. Minutes of the Non-Agricultural Pool Meeting held April 12, 2012

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

Moved to approve the April 12, 2012 Non-Agricultural Pool minutes with the two noted corrections

B. FINANCIAL REPORTS

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

Motion by Aaron, second by O'Neill, 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** – Chino Basin Watermaster will purchase 169.944 acre-feet of water from the City of Ontario. The transfer will be made first from the City of Ontario's Excess Carryover Account. Date of Application: March 26, 2012
2. **Consider Approval for Notice of Sale or Transfer** – Chino Basin Watermaster will purchase 169.944 acre-feet of water from Cucamonga Valley Water District. The transfer will be made from Cucamonga Valley Water District's under-production in Fiscal Year 2011-12, then any additional from storage. Date of Application: March 26, 2012
3. **Consider Approval for Notice of Sale or Transfer** – Chino Basin Watermaster will purchase 16.394 acre-feet of water from Ontario City Non-Ag. The transfer will be made from Ontario City Non-Ag's Local Storage Account. Date of Application: March 26, 2012

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

Moved to approve the water transactions 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. WATERMASTER BUDGET

Mr. Joswiak gave the Watermaster Fiscal Year 2012/2013 Budget presentation.

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

Moved to approve the Watermaster FY 2012/2013 Budget 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

Added Business Item: Legal Budget for the Non-Agricultural Pool

Mr. Hubsch offered comment on the Paragraph 31 settlement. Mr. Bowcock offered comment on the Non-Agricultural Pool accounting for the Paragraph 31 activity, Non-Agricultural Pool reserves, and a Non-Agricultural special assessment.

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

Moved to add this item to the agenda and take action to direct staff to pay the bills to the negative account in the Non-Agricultural Pool account until the Pool takes formal action to levy a special assessment to reimburse the account for the finalization of the Paragraph 31 motion activity

B. CHINO BASIN WATERMASTER RECHARGE MASTER PLAN UPDATE FILING

Mr. Jeske presented this item. Mr. Wildermuth gave a presentation on this item.

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

Moved to approve the final draft of sections 1-4 of the Chino Basin Recharge Master Plan Update and authorize it to be filed with the court with the same amendments made to the language that the Appropriative Pool made to the pleading, to direct staff to continue working with the stakeholders and the Recharge Master Plan Steering Committee on completing the remaining sections of the update, 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. RE-ALLOCATION OF WEST VENTURE DEVELOPMENT SAFE YIELD

Mr. Jeske gave a report on this item.

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

Moved to continue this item for one month

D. WATERMASTER BUDGET TRANSFERS AND BUDGET AMENDMENTS

Consider Staff's Recommendation to Approve Budget Transfer Form T-12-05-01 and Budget Amendment Form A-12-05-01

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

Moved to approve the Budget Transfers and Budget Amendments, 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

III. REPORTS/UPDATES

A. LEGAL REPORT

1. Day Creek and San Sevaine Recharge Permit Time Extensions
Counsel Herrema gave a report on this item.
2. Paragraph 31 Appeal
Counsel Herrema gave a report on this item.

B. ENGINEERING REPORT

1. HCMP Monitoring Report
Mr. Wildermuth gave a report on this item.
2. Groundwater Model Calibration Update
Mr. Wildermuth gave a report on this item.
3. Extensometer Progress
Mr. Wildermuth gave a report on this item.

C. CEO REPORT

Mr. Jeske reported on the General Manager position.

IV. INFORMATION

1. Cash Disbursements for April 2012
No comment was made on this item.

V. POOL MEMBER COMMENTS

No comment was made on this item.

VI. OTHER BUSINESS

No comment was made on this item.

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.

No confidential session was called.

VIII. FUTURE MEETINGS AT WATERMASTER

Thursday, May 10, 2012	9:00 a.m.	Appropriative Pool Meeting
Thursday, May 10, 2012	11:00 a.m.	Non-Agricultural Pool Conference Call Mtg.
Thursday, May 10, 2012	1:30 p.m.	Agricultural Pool Meeting
Thursday, May 17, 2012	9:00 a.m.	Advisory Committee Meeting
Thursday, May 17, 2012	10:00 a.m.	CB RMPU Steering Comm. and Storage Mtg.
Tuesday, May 22, 2012	9:00 a.m.	GRCC Meeting
Thursday, May 24, 2012	11:00 a.m.	Watermaster Board Meeting

Chair Bowcock adjourned the Agricultural Pool meeting at

Secretary: _____

Minutes Approved: June 14, 2012