

**MINUTES**  
**CHINO BASIN WATERMASTER**  
**ANNUAL NON-AGRICULTURAL POOL MEETING**

January 14, 2016

The annual Non-Agricultural Pool meeting was held at the offices of Chino Basin Watermaster and via conference call using the Chino Basin Watermaster conference call number on January 14, 2016.

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

Brian Geye, Chair	Auto Club Speedway
Bob Bowcock, Vice-Chair	Calmat Company (Vulcan Materials Co.)
Bob Page	County of San Bernardino
Marco Tule	NRG California South LP
Ken Jeske	California Steel Industries (CSI)
Mark Kinsey	Monte Vista Water District

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

David Penrice	Aqua Capital Management, LP
Tom O'Neill	Ontario City Non-Agricultural

**WATERMASTER STAFF PRESENT AT WATERMASTER**

Peter Kavounas	General Manager
Danielle Maurizio	Assistant General Manager
Joseph Joswiak	Chief Financial Officer
Anna Truong	Recording Secretary

**WATERMASTER CONSULTANTS PRESENT AT WATERMASTER**

Andy Malone	Wildermuth Environmental, Inc.
Brad Herrema	Brownstein Hyatt Farber Schreck, LLP

**OTHERS PRESENT AT WATERMASTER**

John Abusham	NRG California South LP
Pete Hall	State of California – CIM
Andy Campbell	Inland Empire Utilities Agency
Dave Crosley	City of Chino

**NON-AGRICULTURAL POOL LEGAL COUNSEL PRESENT ON CALL**

Allen Hubsch	Hogan Lovells US, LLP
--------------	-----------------------

**CALL TO ORDER**

Mr. Geye called the annual Non-Agricultural Pool meeting to order at 11:00 a.m.

**ROLL CALL**

Ms. Truong conducted the roll call.

**AGENDA – ADDITIONS/REORDER**

None

**I. ANNUAL ELECTIONS (ACTION)**

- A. Elect the following Calendar Year 2016 Officers of the Pool: Chair, Vice-Chair, Secretary, Treasurer, and Assistant Secretaries and Treasurers as may be appropriate.

Chair	<u>Brian Geye</u>
Vice-Chair	<u>Bob Bowcock</u>
Secretary	<u>Peter Kavounas</u>
Treasurer	<u>Peter Kavounas</u>

**B. Election of Calendar Year 2016 Advisory Committee Members**

According to the Non-Agricultural Pool Pooling Plan, the Pool shall designate at least three members of the Pool Committee, and their alternates, to serve on the Advisory Committee.

Member: Brian Geye Alternate: None

Member: Ken Jeske Alternate: Ramsey Haddad

Member: Tom O'Neill Alternate: Michael Sigsbee

**C. Calendar Year 2016 Non-Agricultural Pool Member Appointed to Serve as Advisory Committee Officer**

Based on the rotation sequence established among the Pools, the members of the Non-Agricultural Pool will be asked to appoint a designated representative to serve as Vice-Chair of the Advisory Committee during calendar year 2016.

Non-Agricultural Pool Officer (Vice-Chair) Appointment to the Advisory Committee:

Brian Geye

**D. Appointment of Calendar Year 2016 Non-Agricultural Pool Representation on Watermaster Board**

According to the Board rotation schedule filed with the Court in 2000 and updated on November 17, 2015, the Non-Agricultural Pool is to appoint one representative and alternate to serve on the Board for the calendar year.

Member: Bob Bowcock Alternate: Ken Jeske

(0:02:46) Mr. Jeske recommended the slate from 2015 be repeated again for 2016. A discussion ensued.

(0:04:08)

*Motion by Mr. Mark Kinsey, second by Mr. Bob Page. Mr. Geye called for dissent, and, none being noted, the motion was deemed passed by unanimous vote of those present.*

***Moved to approve the Non-Agricultural Pool appointments to be filled as indicated above for calendar year 2016***

**II. BUSINESS ITEMS - ROUTINE**

**A. MINUTES**

- 1. Minutes of the Non-Agricultural Pool Meeting held November 12, 2015

(0:05:29)

*Motion by Mr. Bob Page, second by Mr. Ken Jeske. The Chair called for dissent, and, none being noted, the motion was deemed passed by unanimous vote of those present.*

***Moved to receive and file Business Item II.A. as presented.***

**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

(0:05:52)

*Motion by Mr. Ken Jeske, second by Mr. Bob Page. The Chair called for dissent, and, none being noted, the motion was deemed passed by unanimous vote of those present.*

***Moved to receive and file Business Item II.B. without approval as presented.***

**C. CHINO BASIN WATERMASTER INVESTMENT POLICY**

Recommend that the Advisory Committee recommends approval of Resolution 2016-01 – Resolution of the Chino Basin Watermaster, San Bernardino County, California, Re-Authorizing the Watermaster's Investment Policy

(0:06:30)

*Motion by Mr. Mark Kinsey, second by Mr. Ken Jeske. The Chair called for dissent, and, none being noted, the motion was deemed passed by unanimous vote of those present.*

***Moved to direct the Pool representatives to support Business Item II.C. at the Advisory Committee and Watermaster Board meetings subject to changes which they deem appropriate.***

**D. LOCAL AGENCY INVESTMENT FUND**

Recommend that the Advisory Committee recommends approval of Resolution 2016-02 – Resolution Authorizing Investment of Monies in the Local Agency Investment Fund (LAIF)

(0:07:13)

*Motion by Mr. Mark Kinsey, second by Mr. Ken Jeske. The Chair called for dissent, and, none being noted, the motion was deemed passed by unanimous vote of those present.*

***Moved to direct the Pool representatives to support Business Item II.D. at the Advisory Committee and Watermaster Board meetings subject to changes which they deem appropriate.***

**E. CHINO BASIN WATERMASTER 36<sup>TH</sup> ANNUAL REPORT**

Recommend that the Advisory Committee recommend to the Watermaster Board to adopt the 36<sup>th</sup> Annual Report, along with filing a copy with the Court, subject to any necessary non-substantive changes.

(0:08:36)

*Motion by Mr. Ken Jeske, second by Mr. Bob Page. The Chair called for dissent, and, none being noted, the motion was deemed passed by unanimous vote of those present.*

***Moved to direct the Pool representatives to support Business Item II.E. at the Advisory Committee and Watermaster Board meetings subject to changes which they deem appropriate.***

**F. WATER TRANSACTION**

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

(0:09:02)

*Motion by Mr. Bob Page, second by Mr. Mark Kinsey. The Chair called for dissent, and, none being noted, the motion was deemed passed by unanimous vote of those present.*

***Moved to direct the Pool representatives to support Business Item II.F. at the Advisory Committee and Watermaster Board meetings subject to changes which they deem appropriate.***

**III. BUSINESS ITEMS****A. NOTICE OF OVERLYING (NON-AGRICULTURAL) POOL AVAILABLE WATER PER RESTATED JUDGMENT EXHIBIT "G" (Information Only)**

(0:09:21) Mr. Kavounas gave a report. A discussion ensued.

**B. DECEMBER 2, 2015 COURT ORDER AND OVERLYING (NON-AGRICULTURAL) POOL SERVICE LIST (Discussion Only)**

(0:11:06) Mr. Hubsch gave a report. A discussion ensued. Mr. Hubsch is to provide staff with a sample format to use in order to update the service list.

**C. MEMBER STATUS CHANGES (For Discussion and Possible Action)**

1. Any proposed transfer of Safe Yield by a Member.
2. Any transfer of Safe Yield that has actually closed or been completed.
3. Any change in name or corporate identity of a Member (such as results from a merger or filing of a change of name certificate).
4. Any change in the name of a representative or alternate representative of a Member, or a change in e-mail address for either such person.

(0:27:00) Ms. Truong gave the following report:

Mr. Jeffrey Bruny, Ameron International Corporation's VP of Manufacturing, sent a letter to Watermaster indicating that Mr. Mark Ward is retiring and that he will be their representative effective immediately. Mr. Bruny's email address is [Jeffrey.Bruny@nov.com](mailto:Jeffrey.Bruny@nov.com)

Mr. Lee Moore, Plant Manager of NRG California South LP, sent a letter to Watermaster indicating that their new primary representative is Mr. Marco Tule, and alternate representative is Mr. John Abusham. Mr. Tule's email address is [Marco.Tule@nrg.com](mailto:Marco.Tule@nrg.com) and Mr. Abusham's email address is [John.Abusham@nrg.com](mailto:John.Abusham@nrg.com)

The County of San Bernardino sent a letter to Watermaster adding Mr. Andrew Silva as Mr. Bob Page's alternate for 2016 on all three Pool Committees. Mr. Silva's email address is [Andrew.Silva@cao.sbcounty.gov](mailto:Andrew.Silva@cao.sbcounty.gov)

Southern California Edison sent a letter to Watermaster changing their representative from Mr. Jorge Rosa to Ms. Erika Clement. Ms. Clement's email address is [Erika.Clement@sce.com](mailto:Erika.Clement@sce.com)

General Electric Company sent a letter to Watermaster changing their representative from Ms. Lisa Hamilton to Mr. Randall McAlister. Mr. McAlister's email address is [Randall.McAlister@ge.com](mailto:Randall.McAlister@ge.com) Mr. Roger Florio remains their alternate representative.

#### **IV. REPORTS/UPDATES**

##### **A. LEGAL COUNSEL REPORT**

1. Motion re Board Reappointment
2. Motion re 2015 Safe Yield Reset Agreement
3. Alvarez CalPERS Appeal

(0:28:35) Mr. Herrema gave a report and also added an update on the Santa Ana Sucker Critical Habitat Designation.

##### **B. CFO REPORT**

1. Interim 2015/16 Assessment Invoicing

(0:32:38) Mr. Joswiak gave a report.

##### **C. GM REPORT**

1. New Employee Introduction
2. Recharge Investigations and Projects Committee Membership
3. Recommendation re Basin Boundary Revision Request

(0:34:11) Mr. Kavounas gave a report and added an update regarding the Business Plan. A discussion ensued. Mr. Ken Jeske will remain the Pool's designee on the Recharge Investigations and Projects Committee.

#### **V. INFORMATION**

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

#### **VI. POOL MEMBER COMMENTS**

(0:38:37) Mr. Kinsey commented on the investment strategy. A discussion ensued.

#### **VII. OTHER BUSINESS**

None

#### **VIII. CONFIDENTIAL SESSION - POSSIBLE ACTION**

Chair Geye called for a confidential session to discuss the Safe Yield Reset. Confidential session concluded at 12:12 p.m. with no reportable action.

**ADJOURNMENT**

Chair Geye adjourned the Non-Agricultural Pool meeting at 12:12 p.m.

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

Approved: February 11, 2016