

MINUTES
CHINO BASIN WATERMASTER
NON-AGRICULTURAL POOL MEETING

April 13, 2017

The 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 April 13, 2017.

NON-AGRICULTURAL POOL MEMBERS PRESENT AT WATERMASTER

Brian Geye, Chair	Auto Club Speedway
Bob Page	County of San Bernardino

NON-AGRICULTURAL POOL MEMBERS PRESENT ON CALL

Bob Bowcock, Vice-Chair	Calmat Company (Vulcan Materials Co.)
Ramsey Haddad	California Steel Industries (CSI)
Tom O'Neill	Ontario City Non-Agricultural
David Penrice	Aqua Capital Management LP

WATERMASTER STAFF PRESENT AT WATERMASTER

Peter Kavounas	General Manager
Joseph Joswiak	Chief Financial Officer
Edgar Tellez Foster	Senior Environmental Engineer
Justin Nakano	Water Resources Senior Associate
Anna Truong	Executive Services Director/Board Clerk

WATERMASTER CONSULTANTS PRESENT AT WATERMASTER

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

NON-AGRICULTURAL POOL LEGAL COUNSEL PRESENT ON CALL

Allen Hubsch	Loeb & Loeb, LLP
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OTHERS PRESENT AT WATERMASTER

Pete Hall	State of California – CIM
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CALL TO ORDER

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

ROLL CALL

Ms. Truong conducted the roll call.

AGENDA – ADDITIONS/REORDER

None

I. BUSINESS ITEMS - ROUTINE

A. MINUTES

1. Minutes of the Non-Agricultural Pool Meeting held March 9, 2017

(0:02:01)

Motion by Mr. Bob Page, seconded by Mr. Tom O'Neill. 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 I.A. as presented.

B. FINANCIAL REPORTS

1. Cash Disbursements for the month of February 2017
2. Watermaster VISA Check Detail for the month of February 2017
3. Combining Schedule for the Period July 1, 2016 through February 28, 2017
4. Treasurer's Report of Financial Affairs for the Period February 1, 2017 through February 28, 2017
5. Budget vs. Actual Report for the Period July 1, 2016 through February 28, 2017

(0:02:23)

Motion by Mr. Bob Page, seconded by Mr. Tom O'Neill. 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 I.B. without approval as presented.

C. APPLICATION FOR RECHARGE

Notice of Application for Recharge: On March 20, 2017 San Antonio Water Company submitted an Application for Recharge for 1,500.000 acre-feet to be recharged into basins along the San Antonio Channel.

(0:02:51)

Motion by Mr. Bob Page, seconded by Mr. Ramsey Haddad. The Chair called for dissent, and, none being noted, the motion was deemed passed by unanimous vote of those present.

Moved to approve staff recommendation of Business Item I.C. as presented and to direct the Pool representatives to support at the Advisory Committee and Watermaster Board meetings subject to changes which they deem appropriate.

D. WATER TRANSACTIONS

1. Notice of Sale or Transfer – The purchase of 1,100.000 acre-feet of water from Santa Ana River Water Company by Jurupa Community Services District. This purchase is made from Santa Ana River Water Company's Annual Production Right / Operating Safe Yield first, then any additional from storage.
2. Notice of Sale or Transfer – The purchase of 11.866 acre-feet of water from Santa Ana River Water Company by Jurupa Community Services District. This purchase is made from Santa Ana River Water Company's storage account.

(0:03:23)

Motion by Mr. Bob Page, seconded by Mr. Tom O'Neill. The Chair called for dissent, and, none being noted, the motion was deemed passed by unanimous vote of those present.

Moved to approve staff recommendation of Business Item I.D. as presented and to direct the Pool representatives to support at the Advisory Committee and Watermaster Board meetings subject to changes which they deem appropriate.

E. APPLICATIONS FOR LOCAL SUPPLEMENTAL STORAGE AGREEMENT

1. Notice of Application for a Local Storage Agreement – The City of Ontario has submitted an application for a Local Storage Agreement for 20,000 acre-feet dated January 26, 2012 that has been placed in the City's Local Supplemental Storage Account.
2. Notice of Application for a Local Storage Agreement – The City of Ontario has submitted an application for a Local Storage Agreement for 8,569.789 acre-feet dated April 7, 2017 that has been placed in the City's Local Supplemental Storage Account.

(0:04:16) Consent Calendar Item I.E. was deferred to confidential session.

II. BUSINESS ITEMS

A. 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.

(0:04:33) Mr. Kavounas introduced Ms. Truong to give a report on the Angelica Corporation bankruptcy documentation that Watermaster received. Mr. Hubsch requested copies of the bankruptcy documents to be sent to Chair Geye and him.

III. REPORTS/UPDATES

A. LEGAL COUNSEL REPORT

1. Safe Yield Reset
2. Rules and Regulations Update

(0:06:23) Mr. Herrema gave a report.

(0:08:54) Mr. Penrice joined the meeting.

B. ENGINEER REPORT

1. SGMA Annual Reporting, Maximum Benefit Annual Report, Diversion Permit Annual Report, and SB88 Compliance
2. Ground-Level Monitoring and Prado Basin Habitat Sustainability Programs
3. RMPU Project Support and MPI Analysis on SAWCo Recharge Application
4. Model Update and Required Demonstrations
5. Supplemental Water Recharge Procedures

(0:10:57) Mr. Malone gave a report. A discussion ensued.

C. CFO REPORT

1. Fiscal Year 2017/18 Budget

(0:17:15) Mr. Joswiak gave a report.

D. GM REPORT

1. SGMA Update
2. Ambient Water Quality Study
3. Santa Ana River Watershed Status Report
4. RMPU Project 2: Montclair Basins Alternative Approach
5. Other

(0:19:40) Mr. Kavounas gave a report and also announced Project LoveBox, a community hospital charity effort supporting sick children and their families that staff is participating in, and inviting all to join in if they so desire. A discussion ensued.

IV. INFORMATION

1. Cash Disbursements for March 2017
2. Recharge Investigations and Projects Committee (RIPCom)
3. Ground-Level Monitoring Status Report (Quarterly)
4. South Archibald and Chino Airport Plumes Status Report (Quarterly)
5. RMPU Status Report (Quarterly)
6. Santa Ana River Watershed Status Report (Quarterly)

V. POOL MEMBER COMMENTS

None

VI. OTHER BUSINESS

None

VII. CONFIDENTIAL SESSION - POSSIBLE ACTION

Chair Geye called for a confidential session at 11:28 a.m. to discuss Safe Yield Reset and the Non-Agricultural Pool Legal Services Budget for FY 2017/18. Confidential session concluded at 12:12 p.m. with the following reportable actions:

(0:28:00)

1. The Pool directed Pool counsel to provide comments and to work with Watermaster counsel to have the updated Rules & Regulations filed as a compilation to reflect existing changes pending any updates following the April 28, 2017 court hearing.
2. The Pool directed Watermaster to include an amount of \$60,000 for the Non-Agricultural Pool legal services (account 8567) for the FY 2017/18 budget.
3. The Pool directed Watermaster to invoice the amount of \$60,000 to the Non-Agricultural Pool (based upon the Non-Agricultural Pool's Actual FY 2016/17 Production) when the FY 2017/18 Assessment invoices are issued.
4. Pool representatives will support Business Items I.E.1 and I.E.2. at the Advisory Committee and Watermaster Board meetings, subject to changes they deem necessary.
5. The Pool requested that the Non-Agricultural Pool storage applications approved at the February 2017 Pool meeting move forward and reaffirm their direction to pool counsel to work with the Appropiative Pool counsel on a storage form.

ADJOURNMENT

Chair Geye adjourned the Non-Agricultural Pool meeting at 12:14 p.m.

Secretary: _____

Approved: _____ May 11, 2017 _____