

**MINUTES OF A REGULAR MEETING OF
THE MAIN SAN GABRIEL BASIN WATERMASTER
729 NORTH AZUSA AVENUE, AZUSA, CALIFORNIA
HELD WEDNESDAY, SEPTEMBER 5, 2012 AT 2:30 O'CLOCK P.M.**

The regular meeting of the Main San Gabriel Basin Watermaster was duly and regularly held in the Conference Room of the City of Azusa Light and Water Administration Facility, at 729 North Azusa Avenue, in the City of Azusa, County of Los Angeles, State of California, 91702, on Wednesday, September 5, 2012 at the hour of 2:30 p.m.

CALL TO ORDER

Pat Malloy, Vice-Chairman, called the meeting to order and presided thereover.

ROLL CALL OF WATERMASTER MEMBERS

The following members of Watermaster were present on roll call:

PRESENT: Chet Anderson, Dan Arrighi, Ed Chavez, Pat Malloy, David Michalko, Michael Quinn and Charles Trevino

ABSENT: James Byerrum and Thomas Love

STAFF AND OTHERS PRESENT

Staff present at the meeting included: Tony Zampello, Assistant Executive Officer; Fred Fudacz, Attorney; Stephen Johnson, Consulting Engineer; Wendy La, Staff Engineer; and Kelly Gardner, Administrative Coordinator.

Others present included: Brian Bowcock, Robert Bowcock, Todd Brown, Barbara Carrera, Shane Chapman, Jonathan Contreras, Robert DiPrimio, Greg Galindo, Ken Herman, Garry Hofer, Dan Horan, Kevin Hostert, Ben Lewis, Ken Manning, Stephen Millard, Lynda Noriega, Lenet Pacheco, Steve Patton, James Prior, and Martin Ray.

ADOPTION OF AGENDA

The Chairman asked if there were any changes to be made to the agenda. On motion made by Mr. Trevino, seconded by Mr. Arrighi and unanimously carried, the agenda was adopted as presented.

CONSENT CALENDAR

On motion made by Mr. Michalko, seconded by Mr. Arrighi, and unanimously carried, the following items were approved:

- a) Minutes of the Regular Meeting of Watermaster held August 1, 2012.

- b) List of Demands: Items 15498 through 15538 in the amount of \$373,921.55 on the Administrative Fund and Item 921 in the amount of \$149,109.70 on the Replacement Water Fund.
- c) Financial Statements, August 2012

DISCUSSION OF DECEMBER MEETING DATE

The Assistant Executive Officer reported that the December meeting is currently scheduled for Wednesday, December 5, 2012 which conflicts with the ACWA Fall Conference. He stated that some of the Watermaster members will be attending the conference; therefore, it may be difficult to have a quorum present to conduct business.

Following a brief discussion, on motion made by Mr. Chavez, seconded by Mr. Michalko, and unanimously carried, the December meeting date was rescheduled to Wednesday, December 12, 2012 at 2:30 p.m.

REQUEST FROM SUBURBAN WATER SYSTEMS TO PURCHASE 7,000 AF WATER FROM USGVMWD FOR PRODUCER CYCLIC STORAGE

The Assistant Executive Officer stated that Suburban Water Systems (SWS) submitted a request to purchase an additional 7,000 acre-feet of water from Upper San Gabriel Valley Municipal Water District (USGVMWD) for its producer cyclic storage account. He noted that Watermaster authorized the pre-purchase of 10,000 acre-feet of Tier-1 water from USGVMWD at the June meeting. A letter was prepared and sent to all cyclic storage account holders, notifying them of the available water for purchase. To date, only SWS has expressed an interest; therefore, staff recommends that Watermaster authorize the purchase of the requested amount from USGVMWD for SWS's Individual Producer Cyclic Storage Account.

On motion made by Mr. Arrighi, seconded by Mr. Chavez, and unanimously carried, with Mr. Quinn abstaining, Watermaster authorized the purchase of 7,000 acre-feet of cyclic storage water from USGVMWD, for Suburban Water System's individual producer cyclic storage account.

REPORT FROM ADMINISTRATIVE COMMITTEE

Mr. Arrighi reported that the Administrative Committee met on August 14, 2012 and discussed two items, neither requiring action. He stated that discussion involving the integration of the recently approved Judgment Amendments into the Rules and Regulations resulted in the formation of an Ad Hoc Committee. Members of the Ad Hoc Committee include: Robert DiPrimio – Chair, Barbara Carrera, Greg Galindo, Ben Lewis, and “Ex Officio” Board Representatives Jim Byerrum and Dan Arrighi. He stated that the Committee will report back to the Administrative Committee when the task is completed.

Additionally, he stated that the Committee discussed elements of the Strategic Plan and noted that the Assistant Executive Officer is working to update and stream line the tasks.

INFORMATION ITEMS

The following items listed on the agenda for information of Watermaster were noted, and ordered received and filed:

- a) Permanent transfer or lease of 168 AF Base Annual Diversion right from Monrovia Nursery to Harry E. Rosedale
- b) Permanent transfer or lease of 77 AF Base Annual Diversion right from Monrovia Nursery to Miles R. Rosedale
- c) Permanent transfer or lease of 7 AF Base Annual Diversion right from Richard VanLandingham to Miles R. Rosedale
- d) Permanent transfer or lease of 10 AF Base Annual Diversion right from Lance Rosedale to Miles R. Rosedale
- e) Temporary transfer or lease of 147.58 AF Production right from Jeffrey Kirklen to California Domestic Water Company for FY 2012-13
- f) Temporary transfer or lease of 650.90 AF Production right from Cadway, Inc. to California Domestic Water Company for FY 2012-13
- g) Transmittal of SGVMWD monthly report for July 2012
- h) Various newspaper articles

ATTORNEY'S REPORT

Mr. Fred Fudacz, Attorney, reported that South El Monte Operable Unit (SEMOU) litigation, is on the verge of concluding. He spoke with the attorney representing TDY Teledyne, who informed him that the settlement in principle had been signed and final approval is expected in a couple of months.

The Attorney also reported on the status of the settlement with Crown City Plating. He stated that it was finalized on August 8, 2012 and Watermaster has received the settlement amount.

Lastly, with regard to endangered species matters, the Attorney requested a Closed Session.

ENGINEER'S REPORT

The Consulting Engineer reported that the Baldwin Park Key Well elevation as of August 24, 2012 was 215 feet, and continuing to drop at a rate of about seven-tenths of a foot per week. There was no measurable rainfall reported in Los Angeles County during the last month.

Additionally, the Consulting Engineer reported that this is approximately 18,000 acre-feet in the San Gabriel Canyon reservoir storage and inflow into the San Gabriel Reservoir is about

11 cubic feet per second. He noted that there is nearly 65,000 acre-feet of water in cyclic storage in the Basin.

The Consulting Engineer also reported that all five landfills in the Basin were inspected and found to be operating normally with no violations.

And lastly, the Consulting Engineer reported that total production for 2011-12 came in at approximately 239,000 acre-feet. This is less than the projected production amount but a five percent increase over last year, ending a four-year decrease.

EXECUTIVE OFFICER'S REPORT

The Assistant Executive Officer provided a brief summary of staff's interactions over the past month. He noted that the San Gabriel Valley Water Forum was well attended and the presentations were very informative. He thanked all of the sponsoring agencies for their hard work in making the event successful.

REPORT FROM RESPONSIBLE AGENCIES

Mr. Trevino stated that he had distributed copies of the USGVMWD Agency Report to all Board members. It has detailed information relative to actions taken at recent Board Meetings.

Mr. Brian Bowcock representing Three Valleys Municipal Water District (TVMWD) reported that the San Gabriel Valley Water Forum was attended by 335 people and was a great success. He stated that the intent was to reach beyond the industry and he was glad to see many Elected Officials, Educators and Students from the Junior College and University level.

COMMENTS FROM WATERMASTER MEMBERS

Vice-Chairman Malloy expressed his appreciation for Mr. Ken Manning regarding his presentation at the San Gabriel Valley Water Forum.

CLOSED SESSION

The Watermaster then adjourned to a Closed Session.

ADJOURNMENT

The Vice Chairman asked if there were other business to come before Watermaster, and there being none, upon motion duly made by Mr. Malloy, seconded by Mr. Arrighi, and unanimously carried, the meeting was adjourned to the next regular meeting of Watermaster on Wednesday, October 3, 2012, at 2:30 p.m. in the Conference Room of the City of Azusa Light and Water Administration Facility at 729 North Azusa Avenue, Azusa, CA 91702.

SECRETARY'S SIGNATURE

DAN ARRIGHI

ATTEST:

JIM BYERRUM
CHAIRMAN