Minutes
CHINO BASIN WATERMASTER
NON-AGRICULTURAL POOL CONFERENCE CALL MEETING
October 13, 2011

The Non-Agricultural Pool Conference Call Meeting was held via conference call using the Chino Basin Watermaster conference call number on October 13, 2011 at 11:00 a.m.

NON-AGRICULTURAL POOL MEMBERS PRESENT ON CALL
Bob Bowcock, Chair
Brian Geye
David Peintce
Lisa Hamilton

NON-AGRICULTURAL POOL MEMBERS PRESENT AT WATERMASTER
Ken Jeske, Vice-Chair
Scott Burton

Watermaster Staff Present at Watermaster
Desi Alvarez
Daniela Maurizio
Gerald Greene
Joe Joswiak
Janine Wilson

Watermaster Board Counsel Present at Watermaster
Michael Fife

Watermaster Consultants Present at Watermaster
Joe LaClaire

Non-Agricultural Pool Counsel Present on Call
Allen Hubsch

Chair Bowcock called the Non-Agricultural Pool Conference Call meeting to order at 11:26 a.m.

ROLL CALL
Janine Wilson called roll call.

Chair Bowcock reported out of the closed session which took place on October 13, 2011 at 10:00 a.m. and concluded at 11:22 a.m. and was adjourned to an additional closed session for 2:00 p.m. on Wednesday, October 19, 2011 – our attorney will provide the call In number for that call sometime mid-day that day. There is no further report out from the closed session.

I. BUSINESS ITEM:
A. MINUTES
1. Resubmitted Minutes of the Non-Agricultural Pool Meeting held August 11, 2011
   Motion by Geye second by Hamilton, and by unanimous vote
   Moved to approve the August 11, 2011 minutes

2. Minutes of the Non-Agricultural Pool Meeting held September 8, 2011
   Motion by Geye second by Hamilton, and by unanimous vote
   Moved to approve the September 8, 2011 minutes
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B. FINANCIAL REPORTS
1. Cash Disbursements for the month of August 2011
2. Watermaster VISA Check Detail for the month of August 2011
3. Combining Schedule for the Period July 1, 2011 through August 31, 2011
5. Budget vs. Actual July 2011 through August 31, 2011

Motion by Jeske 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 781,000 acre-feet of water from San Antonio Water Company to the City of Ontario. This lease is made first from San Antonio’s net underproduction in Fiscal Year 2011-2012, with any remainder to be recaptured from storage. Date of Application: September 1, 2011

Motion by Jeske, second by Geye, and by unanimous vote
Moved to direct the chairs to support at the Advisory Committee and Watermaster Board meetings subject to changes they determine are appropriate

D. 85/16 RULE POLICY (Information Only)
Mr. Alvarez gave a report on this item.

E. DEFERMENT OF 2011/2012 ASSESSMENT PACKAGE
Ms. Maurizio gave a report on this item.

Motion by Jeske second by Geye, and by unanimous vote
Moved to continue this item until next month or presented by Watermaster staff

F. YEAR 3 PURCHASE OF NON-AGRICULTURAL POOL STORED WATER (Information Only)
Mr. Joswik gave a report on this item

G. METROPOLITAN WATER DISTRICT REPLENISHMENT WATER POLICY PRESENTATION
Mr. Alvarez gave a report on this item.

H. STATE OF THE BASIN REPORT – WATER QUALITY PRESENTATION (Information Only)
Mr. LeClaire gave a report on this item.

II. REPORTS/UPDATES
A. WATERMASTER GENERAL LEGAL COUNSEL REPORT
1. October 26 Hearing
   Counsel Fife gave a report on this item.

2. Paragraph 31 Appeal
   Counsel Fife gave a report on this item.

Added: 3. Litigation between Aqua Capital Management and California Steel Industries
   Counsel Fife gave a report on this item.

B. WATERMASTER ENGINEERING REPORT
1. Chino Creek Well Field Extensometer Installation Update
   Mr. Alvarez gave a report on this item.
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C. CEO/STAFF REPORT
1. Recharge (Supplemental Water Purchase/Allocation/Storage Agreement) Update
   Mr. Alvarez gave a report on this item.

2. Archibald South Plume Update
   Mr. Alvarez gave a report on this item.

III. INFORMATION
1. Cash Disbursements for September 2011
   No comment was made.

2. Newspaper Articles
   No comment was made.

IV. POOL MEMBER COMMENTS
   No comment was made.

V. OTHER BUSINESS
   No comment was made.

VI. 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.

   See report given after roll call regarding the closed session.

VIII. FUTURE MEETINGS

<table>
<thead>
<tr>
<th>Date</th>
<th>Time</th>
<th>Meeting Location</th>
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</thead>
<tbody>
<tr>
<td>Thursday, October 13, 2011</td>
<td>9:00 a.m.</td>
<td>Appropriate Pool Meeting @ CBWM</td>
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<td>IEUA DYY Meeting @ CBWM</td>
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<td>Land Subsidence Committee Meeting @ CBWM</td>
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<td>11:00 a.m.</td>
<td>Watermaster Board Meeting @ CBWM</td>
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<td>Thursday, October 27, 2011</td>
<td>2:00 p.m.</td>
<td>2012 Groundwater Model Workshop/Planning Assumptions @ CBWM</td>
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<tr>
<td>Friday, October 28, 2011</td>
<td>10:30 a.m.</td>
<td>Watermaster Court Hearing @ Chino Court</td>
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* Note: Watermaster Board meeting date change due to the Thanksgiving holiday

Chair Bowcock dismissed the Non-Agricultural Pool meeting at 12:16 p.m.

Secretary:

Minutes Approved: November 10, 2011