1	SUPERIOR COURT OF THE STATE OF CALIFORNIA
2	COUNTY OF SAN BERNARDINO
3	DEPARTMENT S35 HON. STANFORD REICHERT, JUDGE
4	CHINO BASIN MUNICIPAL) WATER DISTRICT,)
5) Plaintiff,)
6) Case No. RCVRS51010 -vs-
7	CITY OF CHINO, et al.,) Defendants.)
9)
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12	REPORTER'S TRANSCRIPT OF ORAL PROCEEDINGS
13	FRIDAY, DECEMBER 15, 2017
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15	APPEARANCES:
16	FOR CHINO BASIN WATERMASTER: BRADLEY HERREMA Attorney at Law
17	Accorney at haw
18	ALSO PRESENT: BOB BOWCOCK DR. EDGAR TELLEZ FOSTER
19	DR. EDGAR IELLEZ FOSIER
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25	REPORTED BY: LINDY J. CASTRO Official Court Reporter
26	CSR No. 13180

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SAN BERNARDINO, CALIFORNIA, FRIDAY, DECEMBER 15, 2017
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                           P.M. SESSION
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    DEPARTMENT S35
                           HON. STANFORD E. REICHERT, JUDGE
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    APPEARANCES:
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                For Chino Basin Watermaster,
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                BRADLEY J. HERREMA, Attorney at Law.
                (Lindy J. Castro, Official Court Reporter
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                CSR No. 13180.)
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           THE COURT: So we're on calendar today for a
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    couple of matters in the Watermaster case. To approve
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    the intervention of Calmat, formally known as Vulcan;
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    correct?
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           MR. HERREMA: I believe Calmat is a division of
    Vulcan.
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          THE COURT: Division of Vulcan. Thank you. And
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    NCL. What kind of business is NCL?
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           MR. HERREMA: I have with me today, if I may
    introduce two people. Dr. Edgar Tellez Foster is the
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    senior environmental engineer for Watermaster.
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           THE COURT: Thank you.
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           MR. HERREMA: And then Bob Bowcock,
    representative of NCL.
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           THE COURT: I recognize Mr. Bowcock and his name,
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    of course. Please be seated.
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          MR. HERREMA: He may be the best person to answer
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the question.
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           THE COURT: Mr. Bowcock.
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           MR. BOWCOCK: Yes, sir.
           THE COURT: What kind of business is NCL in?
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           MR. BOWCOCK: It's a real estate land holding
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    trust that is engaged in water resource management.
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    They're acquiring the water rights to hold for future
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    developments.
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           THE COURT:
                       Thank you very much. Can I get the
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    spelling of doctor --
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           MR. TELLEZ FOSTER: Edgar Tellez Foster.
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    name is T-e-l-l-e-z, Foster, F-o-s-t-e-r.
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           THE COURT: E-d-g-a-r?
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           MR. TELLEZ FOSTER: Yes.
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           THE COURT: Thank you, Mr. Tellez Foster.
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    you. All right. Let's see. So that got the first part
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    of the proceedings underway.
           And the second part is to receive and file the
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    39th annual report, which the Court has read and
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    considered. And I'm ready to grant both motions.
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           MR. HERREMA: Thank you, your Honor.
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           THE COURT: You're welcome. Let the record
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    reflect there's been no opposition. Let the record
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    reflect I've also received a proposed order, which I'm
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    going to go ahead and sign.
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           Before I do, I did have one question. Let me
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address Mr. Bowcock. You're welcome to be seated,
Mr. Herrema.

Because Calmat is a division -- is it a subsidiary of Vulcan.

MR. BOWCOCK: Actually it's --

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THE COURT: Come on up, please.

MR. BOWCOCK: Vulcan Materials Company is the nation's largest aggregate mining company. They're headquartered in Birmingham, Alabama. Through acquisitions of various entities, historically Calmat was the predecessor of Conrock, which is the area around Cable Airport out in the Upland area. All those facilities there were all Conrock facilities. That was acquired by Calmat and was acquired by Vulcan.

And then the landholdings are all in Calmat's name. So the water rights that were developed as part of the area south of Baseline or south of the 210 freeway are in Calmat's name. And the area north are in Vulcan. They're transferring the water rights from the holding in San Antonio Mutual Water Company to their land that is Calmat. So in order to do that, they had to intervene as Calmat to effect the transfer lawfully.

THE COURT: Got it. Thanks. Does that give them an extra vote somewhere, like overline nonagricultural pool because they have two entities now or fewer votes because they are one entity?

MR. HERREMA: We have a number of parties that are in multiple pools. So each of the pools are administered separately. The State of California is in just the ag -- well, the county of San Bernardino is in all three pools. We have a number of parties that are in both the appropriate pool and the non-ag pool. And that would be -- Calmat would be in both pools going forward.

And the difference is the exercise -- it's which type of right of exercise, so if you are exercising an overlying right or if you are exercising an appropriative right.

THE COURT: Got it. Thank you very much for the insight. I appreciate it.

MR. BOWCOCK: Thank you.

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THE COURT: I'm going to go ahead and sign the order today. And let the record reflect I've signed the order, and I believe that will conclude the hearing today. Unless I'm missing something. Am I missing something, Mr. Herrema?

MR. HERREMA: No, you are not, your Honor.

THE COURT: Thank you very much. Nice to meet you Mr. Tellez Foster. And good to see you Mr. Bowcock.

MR. BOWCOCK: Good to see you, your Honor.

THE COURT: As I mentioned, I signed the order, and we'll go ahead and file it forthwith. So that will

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complete the hearing for today.
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           MR. HERREMA: Thank you, your Honor. Good to see
    you and happy holidays.
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            THE COURT: Happy holidays to you as well.
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                 (Whereupon, the proceedings in the
                 above-entitled matter concluded for the day.)
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1	SUPERIOR COURT OF THE STATE OF CALIFORNIA
2	COUNTY OF SAN BERNARDINO
3	DEPARTMENT S35 HON. STANFORD REICHERT, JUDGE
4	CHINO BASIN MUNICIPAL) WATER DISTRICT,)
5	Plaintiff,)
6) Case No. RCVRS51010
7	-vs-) Reporter's Certificate)
8	CITY OF CHINO, et al.,)
9	Defendants.))
10	STATE OF CALIFORNIA)
11) ss. COUNTY OF SAN BERNARDINO)
12	
13	I, Lindy J. Castro, Official Court Reporter for
14	the Superior Court of the State of California, for the
15	County of San Bernardino, do hereby certify that the
16	foregoing pages, 1 through 5, to the best of my
17	knowledge and belief, comprise a full, true, and correct
18	computer-aided transcript of the proceedings taken in
19	the matter of the above-entitled cause held on Friday,
20	December 15, 2017.
21	Dated this 12th day of January, 2018.
22	bacca chis izen day of bandary, zoro.
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25	Lindy J. Castro
26	C.S.R. 13180