

CHINO BASIN WATERMASTER



NOTICE OF MEETING

Thursday, July 23, 2026

11:00 a.m. – Watermaster Board Meeting

**CHINO BASIN WATERMASTER
WATERMASTER BOARD MEETING**

11:00 a.m. – July 23, 2026

Mr. Marty Zvirbulis, Chair

Mr. Jeff Pierson, Vice-Chair

Mr. Bob Bowcock, Secretary/Treasurer

At The Offices Of

Chino Basin Watermaster

9641 San Bernardino Road

Rancho Cucamonga, CA 91730

AGENDA

CALL TO ORDER

FLAG SALUTE

ROLL CALL

PUBLIC COMMENTS

This is an opportunity for members of the public to address the Board on any short non-agenda items that are within the subject matter jurisdiction of the Chino Basin Watermaster. No discussion or action can be taken on matters not listed on the agenda, per the Brown Act. Each member of the public who wishes to comment shall be allotted three minutes, and no more than three individuals shall address the same subject.

AGENDA – ADDITIONS/REORDER

SAFETY MINUTE

I. CONSENT CALENDAR

All matters listed under the Consent Calendar are considered to be routine and non-controversial and will be acted upon by one motion in the form listed below. There will be no separate discussion on these items prior to voting unless any members, staff, or the public requests specific items be discussed and/or removed from the Consent Calendar for separate action.

A. MINUTES

Approve as presented:

Minutes of the Watermaster Board Meeting held June 25, 2026 (*Page 1*)

B. FINANCIAL REPORTS

Receive and file as presented:

Monthly Financial Report for the Period Ended May 31, 2026 (*Page 7*)

C. APPLICATION: LOCAL STORAGE AGREEMENT (ONAP)

Approve the proposed agreement (*Page 23*)

II. BUSINESS ITEMS

A. 2025 SAFE YIELD REEVALUATION

The staff report and corresponding attachments will be distributed separately.

III. REPORTS/UPDATES

A. WATERMASTER LEGAL COUNSEL

1. August 14, 2026 (Watermaster Motion for Approval of Corrected and Amended Assessment Packages)
2. Inland Empire Utilities Agency, et al. v. LS-Fontana LLC (C.D. Cal Cases Nos.: 5:25-cv-00809, 5:25-cv01159)
3. Court of Appeal Case No. E088249 (City of Ontario appeal re: January 30, 2026 Attorney Fees Ruling)
4. Petition to Santa Ana Regional Water Quality Control Board to Require Stormwater Permits for Commercial, Industrial, and Institutional Facilities in re Chino Creek

B. ENGINEER

1. Scope/Schedule: Storage Management Plan and RMPU

C. GENERAL MANAGER

1. Other

IV. BOARD MEMBER COMMENTS

V. OTHER BUSINESS

VI. CONFIDENTIAL SESSION - POSSIBLE ACTION

Pursuant to Article II, Section 2.6, of the Watermaster Rules & Regulations, a Confidential Session may be held during the Watermaster Board meeting for the purpose of discussion and possible action.

1. CONFERENCE WITH LEGAL COUNSEL – PENDING LITIGATION: a) Chino Basin Municipal Water District v. City of Ontario et al., 4th District Court of Appeal Case No. E080457 and E082127

VII. FUTURE MEETINGS AT WATERMASTER

07/23/26	Thu	11:00 a.m.	Watermaster Board
08/06/26	Thu	10:00 a.m.	Ground-Level Monitoring Committee (GLMC)
08/13/26	Thu	9:00 a.m.	Appropriative Pool Committee
08/13/26	Thu	11:00 a.m.	Non-Agricultural Pool Committee
08/13/26	Thu	1:30 p.m.	Agricultural Pool Committee
08/20/26	Thu	9:00 a.m.	Advisory Committee
08/27/26	Thu	9:30 a.m.	Watermaster Orientation (in person only)
08/27/26	Thu	11:00 a.m.	Watermaster Board

ADJOURNMENT

DRAFT MINUTES
CHINO BASIN WATERMASTER
WATERMASTER BOARD MEETING

June 25, 2026

The Watermaster Board meeting was held at the offices of the Chino Basin Watermaster located at 9641 San Bernardino Road, Rancho Cucamonga, CA, and via Zoom (conference call and web meeting) on June 25, 2026.

WATERMASTER BOARD MEMBERS PRESENT AT WATERMASTER

Marty Zvirbulis, Chair	Fontana Water Company
Jeff Pierson, Vice-Chair	Agricultural Pool – Crops
Bob Bowcock, Secretary/Treasurer	Non-Agricultural Pool – CalMat Co
Curt Burton	City of Chino
Steve Elie	Inland Empire Utilities Agency
Mike Gardner	Western Municipal Water District
David De Jesus for Bob Kuhn	Three Valleys Municipal Water District
Jimmy Medrano	Agricultural Pool – State of CA
Bill Velto	City of Upland

WATERMASTER BOARD MEMBERS ABSENT

Bob Kuhn	Three Valleys Municipal Water District
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WATERMASTER STAFF PRESENT

Todd Corbin	General Manager
Edgar Tellez Foster	Water Resources Mgmt. & Planning Director
Anna Nelson	Director of Administration
Frank Yoo	Data Services and Judgment Reporting Manager
Daniela Uriarte	Senior Accountant
Ruby Favela Quintero	Executive Assistant
Alonso Jurado	Water Resources Senior Associate
Kirk Richard Dolar	Administrative Analyst
Jordan Garcia	Water Resources Associate
Noemi Medrano	Administrative Assistant
Alexandria Aviles	Field Operations Specialist
Cameron Rubel	Field Operations Specialist

WATERMASTER CONSULTANTS PRESENT AT WATERMASTER

Scott Slater	Brownstein Hyatt Farber Schreck, LLP
Brad Herrema	Brownstein Hyatt Farber Schreck, LLP
Andy Malone	West Yost

WATERMASTER CONSULTANTS PRESENT ON ZOOM

Garrett Rapp	West Yost
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OTHERS PRESENT AT WATERMASTER

Bob Feenstra	Agricultural Pool – Dairy
Lewis Callahan	Agricultural Pool – State of CA
Michael Maeda	Agricultural Pool – State of CA
Tariq Awan	Agricultural Pool – State of CA
Hye Jin Lee	City of Chino
Ron Craig	City of Chino Hills
Scott Burton	City of Ontario
Chris Diggs	City of Pomona
Nicole deMoet	City of Upland
Eduardo Espinoza	Cucamonga Valley Water District

Frank Gomez
Josh Swift
Justin Castruita
Bryan Smith
Jesse Pompa
John Russ
Aimee Zhao
Laura Roughton

Fontana Water Company
Fontana Union Water Company
Fontana Union Water Company
Jurupa Community Services District
Jurupa Community Services District
Inland Empire Utilities Agency
Inland Empire Utilities Agency
Western Municipal Water District

OTHERS PRESENT ON ZOOM

Christen Miller
Gino Filippi
Michael Maeda
Ben Orosco
Jessica Singletary
Chad Nishida
Tracy Egoscue
Derek Hoffman
Toby Moore
Chris Berch
Clifford Button
Andrew Gagen
Manny Martinez
Stephanie Reimer
Alyssa Coronado
Richard Rees
Scott Cooper

Agricultural Pool – County of San Bernardino
Agricultural Pool – Crops
Agricultural Pool – State of CA
City of Chino
City of Chino
City of Ontario
Egoscue Law Group, Inc.
Fennemore Law
Golden State Water Company
Jurupa Community Services District
Jurupa Community Services District
Monte Vista Irrigation Company
Monte Vista Water District
Monte Vista Water District
Santa Ana River Water Company
WSP USA

CALL TO ORDER

Chair Zvirbulis called the Watermaster Board meeting to order at 11:00 a.m.

FLAG SALUTE

(00:00:12) Chair Zvirbulis led the Board in the flag salute.

ROLL CALL

(00:00:47) Ms. Nelson conducted the roll call and announced that a quorum was present.

PUBLIC COMMENTS

This is an opportunity for members of the public to address the Board on any short non-agenda items that are within the subject matter jurisdiction of the Chino Basin Watermaster. No discussion or action can be taken on matters not listed on the agenda, per the Brown Act. Each member of the public who wishes to comment shall be allotted three minutes, and no more than three individuals shall address the same subject.

(00:01:39) Mr. Espinoza commented regarding the Fiscal Year 2025/26 Assessment Package.

AGENDA – ADDITIONS/REORDER

None

SAFETY MINUTE

(00:03:50) Mr. Corbin provided a safety minute regarding the importance of having appropriate ear protection available when exposed to loud noise, and the need to know where ear protection is located for ready access.

I. CONSENT CALENDAR

All matters listed under the Consent Calendar are considered to be routine and non-controversial and will be acted upon by one motion in the form listed below. There will be no separate discussion on these items prior to voting unless any members, staff, or the public requests specific items be discussed and/or removed from the Consent Calendar for separate action.

A. MINUTES

Approve as presented:

Minutes of the Watermaster Board Meeting held on May 28, 2026

B. FINANCIAL REPORTS

Receive and file as presented:

Monthly Financial Report for the Period Ended April 30, 2026

C. ANNUAL REPORT OF THE PRADO BASIN HABITAT SUSTAINABILITY PROGRAM WATER YEAR 2025

Receive and file the Water Year 2025 Annual Report.

D. APPLICATION: WATER TRANSACTION – 802.36 AF FROM SAN ANTONIO WATER COMPANY TO MONTE VISTA WATER DISTRICT

Approve the proposed transaction.

E. APPLICATION: RECHARGE – SAN ANTONIO WATER COMPANY

Approve San Antonio Water Company's Application for Recharge and direct Watermaster staff to account for any recharge into the Chino Basin in the appropriate storage account.

F. PROFESSIONAL SERVICES AGREEMENT BETWEEN APPLIED COMPUTER TECHNOLOGIES AND CHINO BASIN WATERMASTER

Approve and authorize the General Manager to execute the contract on behalf of Watermaster.

G. PROFESSIONAL SERVICES AGREEMENT BETWEEN RAUCH COMMUNICATION CONSULTANTS, INC. AND CHINO BASIN WATERMASTER

Approve and authorize the General Manager to execute the contract on behalf of Watermaster.

H. LETTER OF SUPPORT FOR GRANT APPLICATION IN SUPPORT OF TVMWD MIRAMAR PUMPBACK PROJECT

Approve letter of support for signature as presented.

I. ENGINEERING SERVICES (WEST YOST) CONTRACT RATE SCHEDULE FOR FY 2026/27 (INFORMATION ONLY)

(00:05:13)

Motion by Mr. David De Jesus, seconded by Vice-Chair Jeff Pierson, there being no dissent, the item passed unanimously by voice vote among those present.

Moved to approve the Consent Calendar as presented.

II. BUSINESS ITEMS

A. FINAL 2025 SAFE YIELD REEVALUATION REPORT

Accept the 2025 Safe Yield Reevaluation Report as complete and final in compliance with all court orders including the 2022 Safe Yield Methodology.

(00:05:53) Mr. Corbin prefaced the item and asked Messrs. Malone and Rapp to give a presentation. A discussion ensued.

(00:31:50)

Motion by Mr. Mike Gardner, seconded by Vice-Chair Jeff Pierson, there being no dissent, the item passed unanimously by voice vote among those present.

Moved to approve Business Item II.A. and accept the 2025 Safe Yield Reevaluation Report as complete and final in furtherance of the court orders including the 2022 Safe Yield Methodology.

B. ECONOMIC ANALYSIS OF PEACE II AGREEMENT TERMS - PHASE II (ORAL REPORT ONLY)

(00:33:03) Mr. Corbin prefaced the item, and asked Mr. Tellez Foster to give a report.

C. FISCAL YEAR 2026/27 PROPOSED PAY SCHEDULE EFFECTIVE JULY 1, 2026

Approve the Fiscal Year 2026/27 Pay Schedule as presented.

(00:34:16) Mr. Corbin prefaced the item and asked Ms. Nelson to give a presentation.

(00:38:41)

Motion by Mr. Curt Burton, seconded by Mr. Bob Bowcock, there being no dissent, the item passed unanimously by voice vote among those present.

Moved to approve Business Item II.C. as presented.

D. FISCAL YEAR 2025/26 ASSESSMENT PACKAGE

Approve the final Fiscal Year 2025/26 Assessment Package and reconciliation as presented.

(00:39:08) Mr. Corbin prefaced the item, and asked Mr. Yoo to give a presentation. A discussion ensued.

(00:55:46)

Motion by Mr. Mike Gardner, seconded by Mr. Steve Elie, the item passed by majority voice vote with a "no" vote by Mr. Bob Bowcock.

Moved to approve Business Item II.D. as presented.

E. RESOLUTION 2026-02 TO LEVY REMAINING REPLENISHMENT AND ADMINISTRATIVE ASSESSMENTS FOR FISCAL YEAR 2025/26, BASED ON PRODUCTION YEAR 2024/25

Adopt Resolution 2026-02 as presented.

(00:57:52) Mr. Corbin gave a report.

(00:58:36)

Motion by Mr. Mike Gardner, seconded by Mr. Steve Elie, there being no dissent, the item passed unanimously by voice vote among those present.

Moved to approve Business Item II.E. as presented.

III. REPORTS/UPDATES

A. WATERMASTER LEGAL COUNSEL

1. June 12, 2026 Court Hearing (Watermaster Motion for Approval of Corrected and Amended Assessment Packages; Request for Approval of Intervention of San Gabriel Band of Mission Indians)
2. August 14, 2026 (Watermaster Motion for Approval of Corrected and Amended Assessment Packages)
3. Inland Empire Utilities Agency, et al. v. LS-Fontana LLC (C.D. Cal Cases Nos.: 5:25-cv-00809, 5:25 cv01159)
4. Court of Appeal Case No. E088249 (City of Ontario appeal re: January 30, 2026 Attorney Fees Ruling)

5. Petition to Santa Ana Regional Water Quality Control Board to Require Stormwater Permits for Commercial, Industrial, and Institutional Facilities in re Chino Creek

(01:00:38) Mr. Slater gave a report. A discussion ensued.

B. ENGINEER

1. 2025 Annual Report of the Prado Basin Habitat Sustainability Program

(01:08:25) Mr. Malone gave a report.

C. GENERAL MANAGER

1. Notice of Budget Transfer
2. July Meeting Schedule
3. New Employee Introductions
4. Other

(01:09:28) For Item 1, Mr. Corbin gave a report regarding a notice of budget transfer, noting approval of a \$25,000 transfer related to the final portion and additional refinements to the Safe Yield Methodology, and stated that final accounting and any budget transfers would be brought forward after the close of the fiscal year. For Item 2, Mr. Corbin noted that July meeting schedules had been discussed with the Pools and Advisory Committee and stated that staff looked forward to seeing everyone in July. For Item 3, Mr. Corbin invited Mr. Tellez Foster to introduce the new employees. Mr. Tellez Foster then asked Mr. Jurado to introduce Ms. Alexandria Aviles and Mr. Cameron Rubel, who recently joined Watermaster as Field Operations Specialists. Mr. Corbin thanked the Board for its continued support in strengthening the team and building the redundancy and capacity needed to meet future organizational needs.

IV. INFORMATION

A. RECHARGE INVESTIGATION AND PROJECTS COMMITTEE (PROJECT 23a STATUS)

Informational item only; no oral update was given.

B. CHINO BASIN DAY WITH THE REGIONAL BOARD

Informational item only; no oral update was given.

V. BOARD MEMBER COMMENTS

(01:14:22) Mr. Gardner urged the Board and parties to move expeditiously through the Pool, Advisory Committee, and Board processes related to the safe yield reset so the matter may be timely addressed by Judge Ochoa. Mr. Elie congratulated and commended Mr. Yoo on his presentation. Mr. Burton wished everyone a happy Independence Day and invited attendees to the City of Chino fireworks spectacular. Vice-Chair Pierson thanked Mr. Burton for his comment and stated that he was happy the Board was able to conclude its business and make major decisions. Mr. De Jesus thanked the Board for having him and indicated it was nice to see everyone. Chair Zvirbulis welcomed the new Watermaster team members and stated that he looked forward to their future contributions.

VI. OTHER BUSINESS

None

VII. CONFIDENTIAL SESSION - POSSIBLE ACTION

Pursuant to Article II, Section 2.6, of the Watermaster Rules & Regulations, a Confidential Session may be held during the Watermaster Board meeting for the purpose of discussion and possible action.

The Board convened into Confidential Session at 12:17 p.m. to discuss the following:

1. CONFERENCE WITH LEGAL COUNSEL – PENDING LITIGATION: a) Chino Basin Municipal Water District v. City of Ontario et al., 4th District Court of Appeal Case No. E080457 and E082127

Confidential session concluded at 1:05 p.m. with no reportable action.

ADJOURNMENT

Chair Zvirbulis adjourned the Watermaster Board meeting at 1:05 p.m.

Secretary: _____

Approved: _____



CHINO BASIN WATERMASTER

9641 San Bernardino Road, Rancho Cucamonga, CA 91730
909.484.3888 www.cbwm.org

STAFF REPORT

DATE: July 2026
TO: Watermaster Committees & Board
SUBJECT: Monthly Financial Reports (For the Reporting Period Ended May 31, 2026)
(Consent Calendar Item I.B.)

Issue: Record of Monthly Financial Reports for the reporting period ended May 31, 2026 [Normal Course of Business]

Recommendation: Receive and file Monthly Financial Reports for the reporting period ended May 31, 2026 as presented.

Financial Impact: Unless otherwise noted, all expenditures were included in the Fiscal Year 2025/26 budget as approved by the Advisory Committee and adopted by the Watermaster Board in May 2025, and subsequently amended in July 2025, and in January 2026.

ACTIONS:

Appropriative Pool – July 9, 2026 [Final]: Received and filed.
Non-Agricultural Pool – July 9, 2026 [Final]: Received and filed without approval.
Agricultural Pool – July 9, 2026 [Final]: Received and filed.
Advisory Committee – July 16, 2026 [Final]: Received and filed.
Watermaster Board – July 23, 2026 [Recommended]: Receive and file.

BACKGROUND

A monthly financial reporting packet is provided to keep all members apprised of Watermaster revenues, expenditures, and other financial activities. Monthly reports include the following:

1. Cash Disbursements – Summarized report of all payments made during the reporting month.
2. Credit Card Expense Detail – Detail report of all credit card activity during the reporting month.
3. Combining Schedule of Revenues, Expenses & Changes in Net Assets – Detail report of all revenue and expense activity for the fiscal year to date (YTD), summarized by pool category.
4. Treasurer's Report – Summary of Watermaster investment holdings and anticipated earnings as of month end.
5. Budget to Actual Report – Detail report of actual revenue and expense activity, shown for reporting month and YTD, comparatively to the amended budget and carryover budget.
6. Monthly Variance Report & Supplemental Schedules – Supporting schedule providing explanation for major budget variances, additional tables detailing pool fund balances, salaries expense, legal expense, engineering expense, and carryover budget.

DISCUSSION

Detailed explanations of major variances and other additional information can be found on the "Monthly Variance Report & Supplemental Schedules."

Watermaster staff is available to provide additional explanations or respond to any questions on these reports during the monthly meetings as requested.

ATTACHMENT

1. Monthly Financial Reports (Period Ended May 31, 2026)



Chino Basin Watermaster

Cash Disbursements

May 2026

Date	Number	Vendor Name	Description	Amount
05/01/2026	ACH 5.1.26	CALPERS	Medical Insurance Premiums - May 2026	\$ (17,430.96)
05/06/2026	26049	BAY ALARM COMPANY	Burglar and Fire Alarm Systems - June 2026	(256.69)
05/06/2026	26050	BROWNSTEIN HYATT FARBER SCHRECK	Legal services - March 2026	(197,582.14)
05/06/2026	26051	BURRTEC WASTE INDUSTRIES, INC.	Utilities: Waste	(168.79)
05/06/2026	26052	DE HAAN, HENRY		(375.00)
05/06/2026	26053	EIDE BAILLY LLP	Accounting services - April 2026	(703.40)
05/06/2026	26054	FILIPPI, GINO		(375.00)
05/06/2026	26055	GEYE, BRIAN		(750.00)
05/06/2026	26056	GREAT AMERICA LEASING CORP.	Copy machine lease - April 2026	(1,044.10)
05/06/2026	26057	PETTY CASH	Petty cash replenishment	(457.41)
05/06/2026	26058	VANGUARD CLEANING SYSTEMS	Cleaning service and April electrostatic spraying - May 2026	(1,220.00)
05/06/2026	26059	VELTO, BILL		(625.00)
05/06/2026	ACH 5.6.26	STATE COMPENSATION INSURANCE FUND	FY 26 worker's compensation insurance - April 2026	(2,265.50)
05/13/2026	26060	ABC LOCKSMITHS*	Air Access annual cloud subscription and lock installations	(1,595.15)
05/13/2026	26061	ACWA JOINT POWERS INSURANCE AUTHORITY	Life insurance - June 2026	(282.48)
05/13/2026	26062	CALIFORNIA BANK & TRUST	Account ending 6198 - See detail attached	(7,736.02)
05/13/2026	26063	CORELOGIC INFORMATION SOLUTIONS	Geographic package services - April 2026	(125.00)
05/13/2026	26064	CUCAMONGA VALLEY WATER DISTRICT	Building lease - June 2026	(12,319.51)
05/13/2026	26065	EGOSCUA LAW GROUP, INC.	OAP legal services - April 2026	(7,175.00)
05/13/2026	26066	FEENSTRA, BOB		(875.00)
05/13/2026	26067	FOSTER & FOSTER, INC.	GASB 75 Full Valuation - 1st Installment	(1,710.00)
05/13/2026	26068	FRONTIER COMMUNICATIONS	Office alarm lines, teams phones, and DIA - May 2026	(1,189.05)
05/13/2026	26069	PIERSON, JEFFREY		(2,500.00)
05/13/2026	26070	UNION 76	Fuel purchases - April 2026	(298.64)
05/13/2026	26071	VC3, INC.	Database migration, Dell post warranty support, and network switch	(4,473.14)
05/20/2026	26072	CLARK PEST CONTROL	Bi-monthly pest control service	(104.00)
05/20/2026	26073	CUBICLE AND OFFICE, LLC.	Cubicle reconfiguration and re-installation	(1,751.32)
05/20/2026	26074	LEGAL SHIELD	Employee paid legal insurance	(103.60)
05/20/2026	26075	QUALITY TINT WORKS, INC.	Office window tint	(299.00)
05/20/2026	26076	RUBEN LLAMAS		(125.00)
05/20/2026	26077	SOCALGAS	Utilities: Gas	(64.19)
05/20/2026	26078	SOUTHERN CA EDISON	Utilities: Electric - Main building	(1,278.54)
05/20/2026	26079	UNITED HEALTHCARE	Dental insurance coverage - June 2026	(244.60)
05/20/2026	26080	VC3, INC.	IT services - April and May 2026	(7,592.27)
05/20/2026	26081	WAXIE SANITARY SUPPLY	Bathroom supplies	(229.44)
05/20/2026	26082	WEST YOST	Engineering services - April 2026	(329,101.01)
05/27/2026	26083	CUCAMONGA VALLEY WATER DISTRICT - UTILITY	Utilities: Water	(430.58)
05/27/2026	26084	ROI SAFETY SERVICES, LLC	Office safety training - Spring 2026	(1,500.00)
05/27/2026	26085	STANDARD INSURANCE CO.	Disability coverage - June 2026	(847.74)
05/27/2026	26086	STATE COMPENSATION INSURANCE FUND	FY 26 worker's compensation insurance - May 2026	(2,265.50)
05/27/2026	26087	VISION SERVICE PLAN	Vision insurance premiums - June 2026	(110.18)
05/29/2026	ACH 5.29.26	PUBLIC EMPLOYEES' RETIREMENT SYSTEM	Annual Unfunded Accrued Liability-Plan 3299 - May 2026	(14,363.08)
05/29/2026	ACH 5.29.26	PUBLIC EMPLOYEES' RETIREMENT SYSTEM	Annual Unfunded Accrued Liability-Plan 27239 - May 2026	(379.08)
Total for Month				\$ (624,322.11)



Chino Basin Watermaster

Credit Card Expense Detail

May 2026

Date	Number	Description	Expense Account	Amount
05/13/2026	26062	CALIFORNIA BANK & TRUST		
		Southwest Airlines - ACWA Conference - Flight - E. Tellez-Foster	6173 Airfare/Mileage	(211.40)
		Amazon - Small desk calendar, wireless mouse	6031.7 General Office Supplies	(43.09)
		Panera Bread - Ops meeting - E. Tellez-Foster, F. Yoo, A. Jurado, J. Garcia, E. Vides	6141.1 Meeting Supplies	(59.58)
		Amazon - Amazon Web Services - March 2026	6052.5 IT Data Backup/Storage	(538.66)
		RC Mongolian BBQ - Lunch meeting - E. Tellez-Foster, A. Jurado, IEUA	6141.1 Meeting Supplies	(136.59)
		Microsoft Software - Mapping and visualization software subscription	6054 Computer Software	(15.00)
		REV Subscription - Speech to text transcription services	6112 Subscriptions/Publications	(29.99)
		Costco - Office supplies	6031.7 General Office Supplies	(130.47)
		Costco - Meeting snacks and drinks	6312 Board Meeting Expenses	(119.30)
		Vallarta - Dessert for March staff meeting	6141.1 Meeting Supplies	(40.98)
		Amazon - High performance tablets for Ops team	6055 Computer Hardware	(2,983.18)
		Coco's Bakery and Restaurant - Breakfast meeting - T. Corbin, C. Diggs	6141.1 Meeting Supplies	(36.74)
		IAAP - Professional Annual Renewal 2026 - R. Favela-Quintero	6111 Membership Dues	(200.00)
		Land's End - Staff uniforms - A. Nelson, D. Uriarte, N. Medrano	6154 Uniforms	(239.38)
		Albertsons - March 2026 WM Academy - Meeting supplies	6141.1 Meeting Supplies	(70.85)
		Costco - Office supplies	6031.7 General Office Supplies	(62.02)
		Costco - Meeting snacks and drinks	6312 Board Meeting Expenses	(201.48)
		NY Bagel - March 2026 WM Academy - Meeting supplies	6141.1 Meeting Supplies	(44.78)
		FedEx - Expedited credit card delivery fee	6042 Postage - General	(25.00)
		Fellowes Inc - Filter replacements for office air purifiers	6031.7 General Office Supplies	(538.75)
		BambooHR - HR and payroll system - April 2026	6061.2 HRIS System	(298.99)
		Amazon - Janitorial supplies	6031.7 General Office Supplies	(16.37)
		Skillpath - ELearning annual subscription - K. Dolar	6193 Employee Training	(349.00)
		Sam's Club - Dessert for April staff meeting	6141.1 Meeting Supplies	(16.48)
		Amazon - Magnetic hooks	6031.7 General Office Supplies	(25.58)
		1-800 Flowers - Flower arrangement for J. Scott-Coe	6031.7 General Office Supplies	(118.79)
		BlueHost - Monthly software renewal - Standard VPN server with cPanel	6056 Website Services	(94.99)
		Amazon - Miscellaneous office supplies	6141.1 Meeting Supplies	(163.54)
		Residence Inn - PSHRA Conference -Pre-charge refund	6191 Conferences - General	264.98
		Residence Inn - PSHRA Conference - Lodging - A. Nelson	6191 Conferences - General	(279.98)
		Primo Brands - Office water delivery - 03/17/26 - 04/16/26	6031.7 General Office Supplies	(184.50)
		Land's End - Staff uniforms - A. Jurado, E. Vides, J. Garcia	6154 Uniforms	(209.73)
		Office Depot - Format roll	6031.7 General Office Supplies	(170.77)
		Office Depot - Ink cartridges	6031.7 General Office Supplies	(265.04)
		FedEx - April 2026 Board meeting package - J. Pierson, S. Elie	6042 Postage - General	(30.50)
		FedEx - Overnight delivery OAP legal services check	6042 Postage - General	(49.50)
Total for Month \$ (7,736.02)				



Chino Basin Watermaster

Combining Schedule of Revenues, Expenses & Changes in Net Assets

For the Period of July 1, 2025 through May 31, 2026

(Unaudited)

	JUDGMENT ADMIN.	OPTIMUM BASIN MGMT.	TOTAL JUDGMENT ADMIN & OBMP	POOL ADMINISTRATION & SPECIAL PROJECTS			GROUND WATER REPLENISH.	GRAND TOTALS	ADOPTED BUDGET 2025-2026 WITH CARRYOVER
				AP POOL	OAP POOL	ONAP POOL			
Administrative Revenues:									
Administrative Assessments	\$ 6,578,699	\$ -	\$ 6,578,699	\$ 112,641	\$ -	\$ 31,000	\$ -	\$ 6,722,340	\$ 11,453,849
Interest Revenue	-	273,366	273,366	15,334	46,264	2,848	1,608	339,421	368,030
Groundwater Replenishment	-	-	-	-	-	-	105,187	105,187	-
Mutual Agency Project Revenue	195,850	-	195,850	-	-	-	-	195,850	195,850
Miscellaneous Income	-	-	-	-	-	-	-	-	-
Total Administrative Revenues	6,774,548	273,366	7,047,915	127,975	46,264	33,848	106,795	7,362,797	12,017,729
Administrative & Project Expenditures:									
Watermaster Administration	2,702,563	-	2,702,563	-	-	-	-	2,702,563	2,789,042
Watermaster Board-Advisory Committee	388,936	-	388,936	-	-	-	-	388,936	442,947
Optimum Basin Mgmt Administration	-	937,215	937,215	-	-	-	-	937,215	1,236,522
OBMP Project Costs	-	3,884,951	3,884,951	-	-	-	-	3,884,951	4,699,276
Pool Legal Services	-	-	-	26,138	187,313	935	-	214,386	-
Pool Meeting Compensation	-	-	-	-	40,000	6,375	-	46,375	-
Pool Special Projects	-	-	-	-	-	-	-	-	-
Pool Administration	-	-	-	-	-	-	-	-	411,149
Debt Service	-	565,507	565,507	-	-	-	-	565,507	2,438,793
Agricultural Expense Transfer ¹	-	-	-	227,313	(227,313)	-	-	-	-
Replenishment Water Assessments	-	-	-	-	-	-	62,834	62,834	-
Total Administrative Expenses	3,091,499	5,387,673	8,479,172	253,451	-	7,310	62,834	8,802,767	12,017,729
Net Ordinary Income	3,683,050	(5,114,307)	(1,431,257)	(125,475)	46,264	26,538	43,961	(1,439,970)	-
Other Income/(Expense)									
Refund-Recharge Debt Service	-	-	-	-	-	-	-	-	-
Carryover Budget	-	-	-	-	-	-	-	-	553,870
Net Other Income/(Expense)	-	-	-	-	-	-	-	-	553,870
Net Transfers To/(From) Reserves	\$ 3,683,050	\$ (5,114,307)	\$ (1,431,257)	\$ (125,475)	\$ 46,264	\$ 26,538	\$ 43,961	\$ (1,439,970)	\$ 553,870
Net Assets, July 1, 2025			9,139,181	586,974	1,468,387	79,752	42,777	11,317,071	
Refund-Excess Operating Reserves			-	-	-	-	-	-	
Net Assets, End of Period			7,707,924	461,499	1,514,651	106,289	86,738	9,877,101	
Pool Assessments Outstanding				(4,422)	(586,852)	-			
Pool Fund Balance				\$ 457,077	\$ 927,799	\$ 106,289			

¹ Fund balance transfer pursuant to Peace Agreement § 5.4(a)



Chino Basin Watermaster

Treasurer's Report

May 2026

	Type	Monthly Yield	Cost	Market	% Total
Cash & Investments					
Local Agency Investment Fund (LAIF) *	Investment	3.81%	\$ 694,414	\$ 694,401	6.8%
CA CLASS Prime Fund **	Investment	3.70%	7,871,815	7,872,035	76.8%
CA CLASS Pool Restricted Funds **	Investment	3.70%	1,491,165	1,491,207	14.5%
Bank of America	Checking		196,832	196,832	1.9%
Bank of America	Payroll		-	-	0.0%
Total Cash & Investments			\$ 10,254,226	\$ 10,254,475	100.0%

* The LAIF Market Value factor is updated quarterly in September, December, March, and June.

** The CLASS Prime Fund Net Asset Value factor is updated monthly.

Certification

I certify that (1) all investment actions executed since the last report have been made in full compliance with Chino Basin Watermaster's Investment Policy, and (2) Funds on hand are sufficient to meet all foreseen and planned administrative and project expenditures for the next six months.

Anna Nelson, Director of Administration

Prepared By:

Daniela Uriarte, Senior Accountant



Chino Basin Watermaster

Budget to Actual

For the Period July 1, 2025 to May 31, 2026

(Unaudited)

	May 2026	YTD Actual	FY 25 Carryover Budget	FY 26 Adopted Budget	\$ Over / (Under) Budget	% of Budget
1 Administration Revenue						
2 Local Agency Subsidies	\$ -	\$ 195,850	\$ -	\$ 195,850	\$ -	100%
3 Admin Assessments-Appropriative Pool	-	6,426,042	-	11,131,622	(4,705,580)	58%
4 Admin Assessments-Non-Ag Pool	-	152,657	-	322,227	(169,570)	47%
5 Total Administration Revenue	-	6,774,548	-	11,649,699	(4,875,151)	58%
6 Other Revenue						
7 Appropriative Pool-Replenishment	-	81,011	-	-	81,011	N/A
8 Non-Ag Pool-Replenishment	-	24,176	-	-	24,176	N/A
9 Interest Income	23,175	273,366	-	368,030	(94,664)	74%
10 Miscellaneous Income	-	-	-	-	-	N/A
11 Total Other Revenue	23,175	378,553	-	368,030	10,523	103%
12 Total Revenue	23,175	7,153,102	-	12,017,729	(4,864,627)	60%
13 Judgment Administration Expense						
14 Judgment Administration	30,009	607,884	14,344	910,511	(316,971)	66%
15 Admin. Salary/Benefit Costs	98,859	1,020,366	-	1,127,840	(107,474)	90%
16 Office Building Expense	19,346	214,997	-	228,535	(13,538)	94%
17 Office Supplies & Equip.	3,812	29,663	10,038	35,750	(16,125)	65%
18 Postage & Printing Costs	1,044	15,903	-	27,190	(11,287)	58%
19 Information Services	16,981	93,467	-	224,400	(130,933)	42%
20 Contract Services	330	52,608	-	103,950	(51,342)	51%
21 Watermaster Legal Services	20,890	656,834	-	346,011	310,823	190%
22 Insurance	-	65,894	-	55,000	10,894	120%
23 Dues and Subscriptions	494	39,391	-	40,900	(1,509)	96%
24 Watermaster Administrative Expenses	622	8,365	-	9,630	(1,265)	87%
25 Field Supplies	-	2,832	-	3,900	(1,068)	73%
26 Travel & Transportation	146	21,088	-	35,600	(14,512)	59%
27 Training, Conferences, Seminars	4,093	22,399	-	43,500	(21,101)	51%
28 Advisory Committee Expenses	10,739	100,395	-	111,785	(11,390)	90%
29 Watermaster Board Expenses	12,324	288,541	-	331,162	(42,621)	87%
30 ONAP - WM & Administration	9,620	62,947	-	123,585	(60,638)	51%
31 OAP - WM & Administration	10,131	71,996	-	140,528	(68,532)	51%
32 Appropriative Pool- WM & Administration	17,651	136,773	-	147,036	(10,263)	93%
33 Allocated G&A Expenditures	(22,162)	(420,845)	-	(403,675)	(17,170)	104%
34 Total Judgment Administration Expense	234,929	3,091,499	24,382	3,643,138	(576,021)	84%
35 Optimum Basin Management Plan (OBMP)						
36 Optimum Basin Management Plan	45,212	937,215	59,443	1,236,522	(358,750)	72%
37 Groundwater Quality Monitoring	-	1,636	-	4,500	(2,864)	36%
38 Groundwater Level Monitoring	29,048	476,317	15,800	500,880	(40,363)	92%
39 Program Element (PE)2- Comp Recharge	13,922	1,144,696	55,000	1,968,267	(878,571)	57%
40 PE3&5-Water Supply/Desalte	16,779	181,349	9,100	173,320	(1,071)	99%
41 PE4- Management Plan	57,372	501,333	124,788	604,076	(227,531)	69%
42 PE6&7-CoopEfforts/SaltMgmt	20,989	424,765	96,394	772,078	(443,707)	49%
43 PE8&9-StorageMgmt/Conj Use	68,857	734,010	168,963	272,480	292,567	166%
44 Recharge Improvements	-	565,507	-	2,438,793	(1,873,286)	23%
45 Administration Expenses Allocated-OBMP	7,530	118,952	-	139,094	(20,142)	86%
46 Administration Expenses Allocated-PE 1-9	14,632	301,892	-	264,581	37,311	114%
47 Total OBMP Expense	274,340	5,387,673	529,488	8,374,591	(3,516,406)	61%
48 Other Expense						
49 Groundwater Replenishment	-	62,834	-	42,777	20,058	147%
50 Other Expenses	-	-	-	-	-	N/A
51 Total Other Expense	-	62,834	-	42,777	20,058	147%
52 Total Expenses	509,269	8,542,006	553,870	12,060,506	(4,072,369)	68%
53 Increase / (Decrease) to Reserves	\$ (486,095)	\$ (1,388,905)		\$ (42,777)	\$ (1,346,128)	



Chino Basin Watermaster

Monthly Variance Report & Supplemental Schedules

For the period July 1, 2025 to May 31, 2026

(Unaudited)

Budget to Actual

The Budget to Actual report summarizes the operating and non-operating revenues and expenses of Chino Basin Watermaster for the fiscal year-to-date (YTD). Columns are included for current monthly and YTD activity shown comparatively to the FY 26 amended budget and FY 25 carryover budget. The final two columns indicate the amount over or under budget, and the YTD percentage of total budget used. As of May 31st, the target budget percentage is generally 92%.

Revenues

Lines 1-5 Administration Revenue – Includes local agency subsidies and administrative assessment for the Appropriative, Agricultural and Non-Agricultural Pools.

- Line 2 Local Agency Subsidies includes the annual Dry Year Yield (DYY) administrative fee received. This account is at 100% of budget due to the timing of payment.

Lines 6-12 Other Revenue – Includes Pool replenishment assessments, interest income, miscellaneous income, and carryover budget from prior years.

Expenses

Lines 13-34 Judgment Administration Expense – Includes Watermaster general administrative expenses, contract services, insurance, office and other administrative expenses. Below is a summary of notable account variances at month end:

- Line 21 Watermaster Legal Services includes outside legal counsel expenses. The account is over budget due to increased administration matters and court coordination not originally anticipated in the budget.
- Line 22 Insurance includes general liability insurance, directors' and officers' liability, umbrella coverage, environmental pollution liability and other various insurance policies. The account is over budget due to an unanticipated increase in the cost of Municipalities Umbrella coverage, as well as the implementation of a Cyber insurance policy that was not included in the original budget.
- Line 23 Dues and Subscriptions include annual dues for ACWA, CA Groundwater Coalition, SHRM, and other miscellaneous subscriptions. The account is at 96% of budget due to the timing of subscription renewals.

Lines 35-47 Optimum Basin Management Plan (OBMP) Expense – Includes legal, engineering, groundwater level monitoring, allocated administrative expenses, and other expenses.

Lines 48-51 Other Expense – Includes groundwater replenishment, settlement expenses, and various refunds as appropriate.



Chino Basin Watermaster

Monthly Variance Report & Supplemental Schedules

For the period July 1, 2025 to May 31, 2026

(Unaudited)

Pool Services Fund Accounting

Each Pool has a fund account created to pay their own legal service invoices. The legal services invoices are funded and paid using the fund accounts (8467 for the Overlying Agricultural Pool (OAP), 8567 for the Overlying Non-Agricultural Pool (ONAP), and 8367 for the Appropriate Pool (AP)). Along with the legal services fund account for the OAP (8467), the OAP also has two other fund accounts for Ag Pool Meeting Attendance expenses (8470), and Special Projects expenses (8471). The ONAP also has a meeting compensation fund account (8511). Additionally, the OAP has a reserve fund that is held by Watermaster and spent at the direction of the OAP. The AP also has account 8368 relating to the Thomas Harder & Company contract. These fund accounts are replenished at the direction of each Pool, and the legal service invoices are approved by the Pool leadership and when paid by Watermaster, are deducted from the existing fund account balances. If the fund account for any pool reaches zero, no further payments can be paid from the fund, and a replenishment action must be initiated by the Pool.

The following tables detail the fund balance accounts as of May 31, 2026 (continued next page):

Fund Balance For Non-Agricultural Pool Account 8567 - Legal Services		Fund Balance For Appropriate Pool Account 8367 - Legal Services	
Beginning Balance July 1, 2025:	\$ 77,376.71	Beginning Balance July 1, 2025:	\$ 224,225.46
Additions:		Additions:	
Interest Earnings	2,847.75	Interest Earnings	15,334.46
Payments received on ONAP Assessment invoices issued 11/25/25	25,000.00	Payments received on AP Assessment invoices issued 11/17/22	81,892.83
Subtotal Additions:	<u>27,847.75</u>	Payments received on appellant share of Post-TOA legal fees	<u>112,640.87</u>
		Subtotal Additions:	<u>209,868.16</u>
Reductions:		Reductions:	
Invoices paid July 2025 - April 2026	<u>(935.00)</u>	Invoices paid July 2025 - April 2026	<u>(26,138.00)</u>
Subtotal Reductions:	<u>(935.00)</u>	Budget Transfer	<u>(25,000.00) *</u>
Available Fund Balance as of April 30, 2026	<u>\$ 104,289.46</u>	Subtotal Reductions:	<u>(51,138.00)</u>
		Available Fund Balance as of April 30, 2026	<u>\$ 382,955.62</u>
		*Transfer of funds issued to OAP meeting stipends per AP Chair direction.	
Fund Balance For Non-Agricultural Pool Account 8511 - Meeting Compensation		Fund Balance For Appropriate Pool Account 8368 - Tom Harder Contract	
Beginning Balance July 1, 2025:	\$ 2,375.00	Beginning Balance July 1, 2025:	\$ 20,577.61
Additions:		Additions:	
Payments received on ONAP Assessment invoices issued 11/25/25	6,000.00		
Subtotal Additions:	<u>6,000.00</u>	Subtotal Additions:	<u>-</u>
Reductions:		Reductions:	
Compensation paid July 2025 - April 2026	<u>(6,375.00)</u>	Invoices paid July 2025 - April 2026	<u>-</u>
Subtotal Reductions:	<u>(6,375.00)</u>	Subtotal Reductions:	<u>-</u>
Available Fund Balance as of April 30, 2026	<u>\$ 2,000.00</u>	Available Fund Balance as of April 30, 2026	<u>\$ 20,577.61</u>



Chino Basin Watermaster

Monthly Variance Report & Supplemental Schedules

For the period July 1, 2025 to May 31, 2026

(Unaudited)

Pool Services Fund Accounting – Cont.

Fund Balance for Agricultural Pool Account 8467 - Legal Services (Held by AP)

Beginning Balance July 1, 2025:	\$ 225,597.51
Reductions:	
Invoices paid July 2025 - April 2026	(187,312.50)
Subtotal Reductions:	(187,312.50)
Available Fund Balance as of April 30, 2026	\$ 38,285.01

Agricultural Pool Reserve Funds As shown on the Combining Schedules

Beginning Balance July 1, 2025:	\$ 881,534.98
Additions:	
YTD Interest earned on Ag Pool Funds FY 26	46,263.65
Transfer of Funds from AP to Special Fund for Legal Service Invoices	187,312.50
Total Additions:	233,576.15
Reductions:	
Legal service invoices paid July 2025 - April 2026	(187,312.50)
Subtotal Reductions:	(187,312.50)
Agricultural Pool Reserve Funds Balance as of April 30, 2026:	\$ 927,798.63

Fund Balance For Agricultural Pool Account 8470 - Meeting Compensation (Held by AP)

Beginning Balance July 1, 2025:	\$ 18,069.65
Additions:	
Budget Transfer	25,000.00 *
Subtotal Additions:	25,000.00
Reductions:	
Compensation paid July 2025 - April 2026	(40,000.00)
Subtotal Reductions:	(40,000.00)
Available Fund Balance as of April 30, 2026	\$ 3,069.65

*Transfer of funds issued from AP legal services per AP Chair direction.

Fund Balance For Agricultural Pool Account 8471 - Special Projects (Held by AP)

Beginning Balance July 1, 2025:	\$ 12,189.00
Reductions:	
Invoices paid July 2025 - April 2026	-
Subtotal Reductions:	-
Available Fund Balance as of April 30, 2026	\$ 12,189.00



Chino Basin Watermaster

Monthly Variance Report & Supplemental Schedules

For the period July 1, 2025 to May 31, 2026

(Unaudited)

Watermaster Salary Expenses

The following table details the Year-To-Date (YTD) Actual Watermaster burdened salary costs compared to the FY 26 adopted budget. The “\$ Over Budget” and the “% of Budget” columns are a comparison of the YTD actual to the annual budget. As of May 31st, the target budget percentage is generally 92%.

	Year to Date Actual	FY 25-26 Budget	\$ Over / (Under) Budget	% of Budget
WM Salary Expense				
5901.1 · Judgment Admin - Doc. Review	101,407	74,466	26,941	136.2%
5901.3 · Judgment Admin - Field Work	594	14,357	(13,763)	4.1%
5901.5 · Judgment Admin - General	5,857	55,535	(49,678)	10.5%
5901.7 · Judgment Admin - Meeting	49,425	45,648	3,777	108.3%
5901.9 · Judgment Admin - Reporting	3,843	21,742	(17,899)	17.7%
5910 · Judgment Admin - Court Coord./Attendance	9,608	28,837	(19,229)	33.3%
5911 · Judgment Admin - Exhibit G	876	6,396	(5,520)	13.7%
5921 · Judgment Admin - Production Monitoring	-	9,471	(9,471)	0.0%
5931 · Judgment Admin - Recharge Applications	2,894	33,092	(30,198)	8.7%
5941 · Judgment Admin - Reporting	1,155	44,602	(43,447)	2.6%
5951 · Judgment Admin - Rules & Regs	2,721	11,350	(8,629)	24.0%
5961 · Judgment Admin - Safe Yield	78,208	106,006	(27,798)	73.8%
5971 · Judgment Admin - Storage Agreements	4,819	20,671	(15,852)	23.3%
5981 · Judgment Admin - Water Accounting/Database	135,063	112,036	23,027	120.6%
5991 · Judgment Admin - Water Transactions	9,086	13,062	(3,976)	69.6%
6011.11 · WM Staff - Overtime	6,526	18,000	(11,474)	36.3%
6011.10 · Admin - Accounting	261,905	280,410	(18,505)	93.4%
6011.15 · Admin - Building Admin	18,217	31,040	(12,823)	58.7%
6011.20 · Admin - Conference/Seminars	41,663	50,660	(8,997)	82.2%
6011.25 · Admin - Document Review	99,802	54,110	45,692	184.4%
6011.50 · Admin - General	263,284	278,870	(15,586)	94.4%
6011.60 · Admin - HR	64,227	100,980	(36,753)	63.6%
6011.70 · Admin - IT	63,474	72,830	(9,356)	87.2%
6011.80 · Admin - Meeting	136,201	93,640	42,561	145.5%
6011.90 · Admin - Team Building	18,123	33,490	(15,367)	54.1%
6011.95 · Admin - Training (Give/Receive)	46,241	79,580	(33,339)	58.1%
6017 · Temporary Services	-	28,250	(28,250)	0.0%
6201 · Advisory Committee	49,170	61,397	(12,227)	80.1%
6301 · Watermaster Board	94,354	101,669	(7,315)	92.8%
8301 · Appropriative Pool	87,542	89,707	(2,165)	97.6%
8401 · Agricultural Pool	35,341	83,199	(47,858)	42.5%
8501 · Non-Agricultural Pool	26,630	66,256	(39,626)	40.2%
6901.1 · OBMP - Document Review	47,514	50,364	(2,850)	94.3%
6901.3 · OBMP - Field Work	2,418	9,471	(7,053)	25.5%
6901.5 · OBMP - General	47,091	52,005	(4,914)	90.6%
6901.7 · OBMP - Meeting	53,169	33,487	19,682	158.8%
6901.9 · OBMP - Reporting	4,987	39,176	(34,189)	12.7%
7104.1 · PE1 - Monitoring Program	223,074	166,708	56,366	133.8%
7201 · PE2 - Comprehensive Recharge	93,232	49,649	43,583	187.8%
7301 · PE3&5 - Water Supply/Desalter	-	19,189	(19,189)	0.0%
7301.1 · PE5 - Reg. Supply Water Prgm.	1,170	16,759	(15,589)	7.0%
7401 · PE4 - MZ1 Subsidence Mgmt. Plan	865	25,595	(24,730)	3.4%
7501 · PE6 - Coop. Programs/Salt Mgmt.	18,218	22,984	(4,766)	79.3%
7501.1 · PE 7 - Salt Nutrient Mgmt. Plan	594	16,786	(16,192)	3.5%
7601 · PE8&9 - Storage Mgmt./Recovery	56,635	33,288	23,347	170.1%
Subtotal WM Staff Costs	2,268,783	2,656,820	(388,037)	85%
60184.1 · Administrative Leave	5,997	-	5,997	100.0%
60185 · Vacation	108,997	110,082	(1,085)	99.0%
60185.1 · Comp Time	8,827	-	8,827	100.0%
60186 · Sick Leave	58,612	81,688	(23,076)	71.8%
60187 · Holidays	75,684	102,102	(26,418)	74.1%
Subtotal WM Paid Leaves	258,117	293,872	(35,755)	88%
Total WM Salary Costs	2,526,899	2,950,692	(423,793)	85.6%



Chino Basin Watermaster

Monthly Variance Report & Supplemental Schedules

For the period July 1, 2025 to May 31, 2026

(Unaudited)

Engineering

The following table details the Year-To-Date (YTD) Actual Engineering costs compared to the FY 26 adopted budget. The “\$ Over Budget” and the “% of Budget” columns are a comparison of the YTD actual to the annual budget. As of May 31st, the target budget percentage is generally 92%.

	Year to Date Actual	FY 25-26 Budget	\$ Over / (Under) Budget	% of Budget
Engineering Services Costs				
5901.8 · Judgment Admin - Meetings-Engineering Services	\$ -	\$ 38,909	\$ (38,909)	0.0%
5906.71 · Judgment Admin - Data Requests-CBWM Staff	77,370	109,124	(31,755)	70.9%
5906.72 · Judgment Admin - Data Requests-Non-CBWM Staff	55,831	56,483	(652)	98.8%
5925 · Judgment Admin - Ag Production & Estimation	33,162	31,992	1,170	103.7%
5935 · Judgment Admin - Mat'l Physical Injury Requests	3,802	41,668	(37,866)	9.1%
5945 · Judgment Admin - WM Annual Report Preparation	12,260	17,762	(5,502)	69.0%
5965 · Judgment Admin - Support Data Collection & Mgmt Process	19,903	17,302	2,601	115.0%
6206 · Advisory Committee Meetings-WY Staff	20,695	22,624	(1,929)	91.5%
6306 · Watermaster Board Meetings-WY Staff	27,635	22,624	5,011	122.1%
8306 · Appropriative Pool Meetings-WY Staff	27,621	22,624	4,997	122.1%
8406 · Agricultural Pool Meetings-WY Staff	17,355	22,624	(5,269)	76.7%
8506 · Non-Agricultural Pool Meetings-WY Staff	14,707	22,624	(7,917)	65.0%
6901.8 · OBMP - Meetings-WY Staff	93,692	38,909	54,783	240.8%
6901.95 · OBMP - Reporting-WY Staff	66,058	66,832	(774)	98.8%
6906 · OBMP Engineering Services - Other	60,741	65,810	(5,069)	92.3%
6906.1 · OBMP Watermaster Model Update	43,731	8,176	35,555	534.9%
7104.3 · Grdwtr Level-Engineering	229,410	274,794	(45,384)	83.5%
7104.8 · Grdwtr Level-Contracted Services	7,289	29,128	(21,839)	25.0%
7104.9 · Grdwtr Level-Capital Equipment	5,063	19,000	(13,937)	26.6%
7202 · PE2-Comp Recharge-Engineering Services	17,725	23,350	(5,626)	75.9%
7202.2 · PE2-Comp Recharge-Engineering Services	127,485	181,496	(54,011)	70.2%
7302 · PE3&5-PBHSP Monitoring Program	142,592	77,792	64,800	183.3%
7303 · PE3&5-Engineering - Other	9,318	21,080	(11,763)	44.2%
7306 · PE3&5-Engineering - Outside Professionals	24,703	31,500	(6,797)	78.4%
7402 · PE4-Engineering	195,287	301,531	(106,244)	64.8%
7402.10 · PE4-Northwest MZ1 Area Project	218,560	169,378	49,182	129.0%
7403 · PE4-Eng. Services-Contracted Services-InSar	28,953	28,600	353	101.2%
7406 · PE4-Engineering Services-Outside Professionals	46,069	55,155	(9,086)	83.5%
7408 · PE4-Engineering Services-Network Equipment	8,913	19,107	(10,194)	46.6%
7502 · PE6&7-Engineering	268,590	365,564	(96,974)	73.5%
7502.2 · PE7-Groundwtr Quality Model	1,579	70,216	(68,638)	2.2%
7505 · PE6&7-Laboratory Services	38,941	41,300	(2,359)	94.3%
7510 · PE6&7-IEUA Salinity Mgmt. Plan	27,433	9,522	17,911	288.1%
7511 · PE6&7-SAWBMP Task Force-50% IEUA	26,272	28,022	(1,750)	93.8%
7517 · Surface Water Monitoring Plan-Chino Creek - 50% IEUA	43,138	28,434	14,704	151.7%
7520 · Preparation of Water Quality Mgmt. Plan	-	39,250	(39,250)	0.0%
7610 · PE8&9-Support 2020 Mgmt. Plan	-	21,720	(21,720)	0.0%
7614 · PE8&9-Support Imp. Safe Yield Court Order	677,376	79,656	597,720	850.4%
7615 · PE8&9-Develop 2025 Storage Plan	-	137,816	(137,816)	0.0%
Total Engineering Services Costs	\$ 2,719,257	\$ 2,659,500	\$ 59,759	102.2%

* West Yost and Subcontractor Engineering Budget of \$2,659,500 plus Carryover Funds from FY 2024/25 of \$508,838



Chino Basin Watermaster

Monthly Variance Report & Supplemental Schedules

For the period July 1, 2025 to May 31, 2026

(Unaudited)

Legal

The following table details the YTD Brownstein Hyatt Farber Schreck (BHFS) expenses and costs compared to the FY 26 adopted budget. The “\$ Over Budget” and the “% of Budget” columns are a comparison of the YTD actual to the annual budget. As of May 31st, the target budget percentage is generally 92%.

	Year to Date Actual	FY 25-26 Budget	\$ Over / (Under) Budget	% of Budget
6070 · Watermaster Legal Services				
6071 · BHFS Legal - Court Coordination	\$ 390,598	\$ 76,000	\$ 314,598	513.9%
6072 · BHFS Legal - Rules & Regulations	-	10,495	(10,495)	0.0%
6073 · BHFS Legal - Personnel Matters	41,682	28,150	13,532	148.1%
6074 · BHFS Legal - Interagency Issues	-	40,536	(40,536)	0.0%
6077 · BHFS Legal - Party Status Maintenance	-	13,590	(13,590)	0.0%
6078 · BHFS Legal - Miscellaneous (Note 1)	224,554	177,240	47,314	126.7%
Total 6070 · Watermaster Legal Services	656,834	346,011	310,823	189.8%
6275 · BHFS Legal - Advisory Committee	30,530	27,764	2,766	110.0%
6375 · BHFS Legal - Board Meeting	123,450	88,704	34,746	139.2%
6375.1 · BHFS Legal - Board Workshop(s)	-	29,215	(29,215)	0.0%
8375 · BHFS Legal - Appropriative Pool	21,610	34,705	(13,095)	62.3%
8475 · BHFS Legal - Agricultural Pool	19,300	34,705	(15,405)	55.6%
8575 · BHFS Legal - Non-Ag Pool	21,610	34,705	(13,095)	62.3%
Total BHFS Legal Services	216,501	249,798	(33,297)	86.7%
6907.3 · WM Legal Counsel				
6907.31 · Archibald South Plume	-	12,565	(12,565)	0.0%
6907.32 · Chino Airport Plume	-	12,565	(12,565)	0.0%
6907.33 · Desalter/Hydraulic Control	-	38,680	(38,680)	0.0%
6907.34 · Santa Ana River Water Rights	8,157	21,405	(13,248)	38.1%
6907.38 · Reg. Water Quality Cntrl Board	610	63,200	(62,590)	1.0%
6907.39 · Recharge Master Plan	9,940	14,270	(4,330)	69.7%
6907.41 · Prado Basin Habitat Sustainability	1,560	10,290	(8,730)	15.2%
6907.44 · SGMA Compliance	132	10,290	(10,158)	1.3%
6907.45 · OBMP Update	8,799	177,240	(168,441)	5.0%
6907.47 · 2020 Safe Yield Reset	36,110	151,180	(115,070)	23.9%
6907.50 · San Sevaine Basin Discharge - State Court	-	54,130	(54,130)	0.0%
6907.51 · San Sevaine Basin Discharge CWA Litigation	442,467	150,440	292,027	294.1%
6907.90 · WM Legal Counsel - Unanticipated	-	38,885	(38,885)	0.0%
Total 6907 · WM Legal Counsel	507,774	755,140	(247,366)	67.2%
Total Brownstein, Hyatt, Farber, Schreck Costs	\$ 1,381,109	\$ 1,350,949	\$ 30,160	102.2%



Chino Basin Watermaster

Monthly Variance Report & Supplemental Schedules

For the period July 1, 2025 to May 31, 2026

(Unaudited)

Optimum Basin Management Plan (OBMP)

The following table details the Year-To-Date (YTD) Actual OBMP costs compared to the FY 26 adopted budget. The “\$ Over Budget” and the “% of Budget” columns are a comparison of the YTD actual to the annual budget. As of May 31st, the target budget percentage is generally 92%.

	Year to Date Actual	FY 25-26 Budget	\$ Over / (Under) Budget	% of Budget
6900 · Optimum Basin Mgmt Plan				
6901.1 · OBMP - Document Review-WM Staff	\$ 47,514	\$ 50,364	\$ (2,850)	94.3%
6901.3 · OBMP - Field Work-WM Staff	2,418	9,471	(7,053)	25.5%
6901.5 · OBMP - General-WM Staff	47,091	52,005	(4,914)	90.6%
6901.7 · OBMP - Meeting-WM Staff	53,169	33,487	19,682	158.8%
6901.8 · OBMP - Meeting-West Yost	93,692	38,909	54,783	240.8%
6901.9 · OBMP - Reporting-WM Staff	4,987	39,176	(34,189)	12.7%
6901.95 · OBMP - Reporting-West Yost	66,058	66,832	(774)	98.8%
Total 6901 · OBMP WM and West Yost Staff	314,930	290,244	24,686	108.5%
6903 · OBMP - SAWPA				
6903 · OBMP - SAWPA Group	7,608	18,952	(11,344)	40.1%
Total 6903 · OBMP - SAWPA	7,608	18,952	(11,344)	40.1%
6906 · OBMP Engineering Services				
6906.1 · OBMP - Watermaster Model Update	43,731	8,176	35,555	534.9%
6906.21 · State of the Basin Report	-	-	-	0.0%
6906 · OBMP Engineering Services - Other	60,741	65,810	(5,069)	92.3%
Total 6906 · OBMP Engineering Services	104,472	73,986	30,486	141.2%
6907 · OBMP Legal Fees				
6907.31 · Archibald South Plume	-	12,565	(12,565)	0.0%
6907.32 · Chino Airport Plume	-	12,565	(12,565)	0.0%
6907.33 · Desalter/Hydraulic Control	-	38,680	(38,680)	0.0%
6907.34 · Santa Ana River Water Rights	8,157	21,405	(13,248)	38.1%
6907.36 · Santa Ana River Habitat	-	-	-	0.0%
6907.38 · Reg. Water Quality Cntrl Board	610	63,200	(62,590)	1.0%
6907.39 · Recharge Master Plan	9,940	14,270	(4,330)	69.7%
6907.41 · Prado Basin Habitat Sustainability	1,560	10,290	(8,730)	15.2%
6907.44 · SGMA Compliance	132	10,290	(10,158)	1.3%
6907.45 · OBMP Update	8,799	177,240	(168,441)	5.0%
6907.47 · 2020 Safe Yield Reset	36,110	151,180	(115,070)	23.9%
6907.50 · San Sevaine Basin Discharge - State	-	54,130	(54,130)	0.0%
6907.51 · San Sevaine Basin Discharge CWA	442,467	150,440	292,027	294.1%
6907.90 · WM Legal Counsel - Unanticipated	-	38,885	(38,885)	0.0%
Total 6907 · OBMP Legal Fees	507,774	755,140	(247,366)	67.2%
6909 · OBMP Other Expenses				
6909.6 · OBMP Expenses - Miscellaneous	-	96,000	(96,000)	0.0%
Total 6909 · OBMP Other Expenses	-	98,200	(98,200)	0.0%
Total 6900 · Optimum Basin Mgmt Plan	\$ 934,784	\$ 1,236,522	\$ (301,738)	75.6%



Chino Basin Watermaster

Monthly Variance Report & Supplemental Schedules

For the period July 1, 2025 to May 31, 2026

(Unaudited)

Judgment Administration

The following table details the Year-To-Date (YTD) Actual Judgment Administration costs compared to the FY 26 adopted budget. The “\$ Over Budget” and the “% of Budget” columns are a comparison of the YTD actual to the annual budget. As of May 31st, the target budget percentage is generally 92%.

	Year to Date Actual	FY 25-26 Budget	\$ Over / (Under) Budget	% of Budget
5901 · Admin-WM Staff				
5901.1 · Admin-Doc. Review-WM Staff	\$ 101,407	\$ 74,466	\$ 26,941	136.2%
5901.3 · Admin-Field Work-WM Staff	594	14,357	(13,763)	4.1%
5901.5 · Admin-General-WM Staff	5,857	55,535	(49,678)	10.5%
5901.7 · Admin-Meeting-WM Staff	49,425	45,648	3,777	108.3%
5901.8 · Admin-Meeting - West Yost	-	38,909	(38,909)	0.0%
5901.9 · Admin-Reporting-WM Staff	3,843	21,742	(17,899)	17.7%
Total 5901 · Admin-WM Staff	161,126	250,657	(89,531)	64.3%
5900 · Judgment Admin Other Expenses				
5906.71 · Admin-Data Req-CBWM Staff	77,370	109,124	(31,755)	70.9%
5906.72 · Admin-Data Req-Non CBWM Staff	55,831	56,483	(652)	98.8%
5910 · Court Coordination/Attend-WM	9,608	28,837	(19,229)	33.3%
5911 · Exhibit G-WM Staff	876	6,396	(5,520)	13.7%
5921 · Production Monitoring-WM Staff	-	9,471	(9,471)	0.0%
5925 · Ag Prod & Estimation-West Yost	33,162	31,992	1,170	103.7%
5931 · Recharge Applications-WM Staff	2,894	33,092	(30,198)	8.7%
5935 · Admin-Mat'l Phy Inj Requests	3,802	41,668	(37,866)	9.1%
5941 · Reporting-WM Staff	1,155	44,602	(43,447)	2.6%
5945 · WM Annual Report Prep-West Yost	12,260	17,762	(5,502)	69.0%
5951 · Rules & Regs-WM Staff	2,721	11,350	(8,629)	24.0%
5961 · Safe Yield-WM Staff	78,208	106,006	(27,798)	73.8%
5965 · Support Data Collect-West Yost	19,903	17,302	2,601	115.0%
5971 · Storage Agreements-WM Staff	4,819	20,671	(15,852)	23.3%
5981 · Water Acct/Database-WM Staff	135,063	112,036	23,027	120.6%
5991 · Water Transactions-WM Staff	9,086	13,062	(3,976)	69.6%
Total 5900 · Judgment Admin Other Expenses	446,758	659,854	(213,096)	67.7%
Total 5900 · Judgment Administration	\$ 607,884	\$ 910,511	\$ (302,627)	66.8%



Chino Basin Watermaster

Monthly Variance Report & Supplemental Schedules

For the period July 1, 2025 to May 31, 2026

(Unaudited)

“Carry Over” Funding:

The “Carry Over” funding was calculated at the start of FY 26. The Total “Carry Over” funding amount of \$553,870 has been posted to the general ledger accounts. The total amount consisted of \$508,838 from Engineering Services, \$34,994 from OBMP Activities, and \$10,038 from Administration Services. More detailed information is provided on the table below.

Carry Over Budget Detail FY 2025/26

Account	Description	Amount	Fiscal Year	Type
6038	Other Office Equipment - Boardroom Upgrades	\$ 10,038	FY 2020/21	ADMIN
7545	Meter Installation - New Meter Installation, Calibration and Testing	34,994	FY 2018/19	OBMP
5925	Agriculture Production and Estimation	4,344	FY 2024/25	ENG
5965	Support for Implementation of Improved Data Collection and Management Process	10,000	FY 2024/25	ENG
6906.1	Watermaster Model Application and Required Demonstrations	59,443	FY 2024/25	ENG
7104.3	Groundwater Level Monitoring Program	15,800	FY 2024/25	ENG
7202.2	Comprehensive Recharge Program	55,000	FY 2024/25	ENG
7302	PBHSP Monitoring Program- 50% IEUA Cost Share	9,100	FY 2024/25	ENG
7402.1	PE4/MZ-1: Subsidence Management Plan for Northwest MZ-1	124,788	FY 2024/25	ENG
7502	Groundwater Quality Monitoring and Reporting Program and as-needed Consulting	41,400	FY 2024/25	ENG
7517	Implementation of Chino Creek Monitoring Program - IEUA Cost Share	20,000	FY 2024/25	ENG
7614	Support Implementation of the Safe Yield Court Order	168,963	FY 2024/25	ENG
Total Carryover Budget		\$ 553,870		



CHINO BASIN WATERMASTER

9641 San Bernardino Road, Rancho Cucamonga, CA 91730

909.484.3888 www.cbwm.org

STAFF REPORT

DATE: July 23, 2026

TO: Board Members

SUBJECT: Application: Local Storage Agreement - ONAP (Consent Calendar Item I.C.)

Issue: Consideration of an application for a Local Storage Agreement – Storage of Excess Carryover water by members of the Overlying (Non-Agricultural) Pool in amounts to be determined as of the close of Fiscal Year 2025/26 (June 30, 2026). [Within WM Duties and Powers]

Recommendation: Approve the proposed agreement.

Financial Impact: None.

ACTIONS:

Appropriative Pool – June 11, 2026 [Final]: Provided advice and assistance.

Non-Agricultural Pool – June 11, 2026 [Final]: Provided advice and assistance.

Agricultural Pool – June 11, 2026 [Final]: Provided advice and assistance.

Advisory Committee – July 16, 2026 [Final]: Provided advice and assistance.

Watermaster Board – July 23, 2026 [Recommended]: Approval.

BACKGROUND

The Court approved the Peace Agreement, the Optimum Basin Management Program (OBMP) Implementation Plan and the goals and objectives identified in the OBMP Phase I Report on July 13, 2000. Watermaster was ordered to proceed in a manner consistent with the Peace Agreement. Under the Peace Agreement, Watermaster approval is required for application to store, recapture, recharge, or transfer water, as well as for applications for credits or reimbursements and Storage and Recover Programs.

Per the Peace Agreement, Watermaster must approve applications for storage unless there is a finding of Material Physical Injury (MPI) as a result of the transaction. Where the request for Watermaster approval is submitted by a Party to the Judgment, there is a rebuttable presumption that most of the transactions do not result in MPI to a Party to the Judgment or the Basin (Storage and Recovery Programs do not have this presumption).

Pursuant to the Peace Agreement §5.2; Restated Judgment, Exhibit G, Non-Agricultural Pool Pooling Plan ¶17; Restated Judgment Exhibit H, and Appropriative Pool Pooling Plan ¶12, parties are required to have approved Local Storage Agreements for the amounts in their stored water accounts.

The following application for Local Storage Agreements was electronically distributed to stakeholders on June 5, 2026:

- Consideration of Local Storage Agreements – Storage of Excess Carryover water by the Non-Agricultural Pool in amounts to be determined, and as of the close of Fiscal Year 2025/26 (June 30, 2026).

DISCUSSION

At its May 14, 2026 meeting, the Overlying (Non-Agricultural) Pool directed its Chair to submit a “universal” application (Form 1) for Overlying (Non-Agricultural) Pool Excess Carryover “for each member, a quantity equal to the surplus carryover of such member as of midnight on the evening of June 30, 2026” (Attachment 1).

The Safe Storage Capacity limit of the Chino Basin has been established as amended as follows.

- The 500,000 acre-feet Safe Storage Capacity threshold analyzed in the OBMP Implementation Plan PEIR was re-examined and revised to 600,000 acre-feet, through June 30, 2021.
- On May 27, 2021, the Watermaster Board adopted Resolution 2021-03 (Implementation of the Local Storage Limitation Solution), finding that a proposed order should be filed with and adopted by the Court regarding the management and administration of volumes of stored water exceeding 500,000 acre-feet up to a maximum of 700,000 acre-feet. On June 25, 2021, the Court approved the Implementation of the Local Storage Limitation Solution, increasing the Safe Storage Capacity thresholds to 700,000 acre-feet through June 30, 2030, and thereafter 620,000 acre-feet through June 30, 2035.
- On October 24, 2024, the Watermaster Board adopted Resolution 2024-04 to raise the Safe Storage Capacity threshold even further to 900,000 acre-feet through 2040, which the Court subsequently approved on January 13, 2025.

Pursuant to the Peace Agreement, standard losses will be applied to all water placed into Local Supplemental Storage Accounts in a manner consistent with all other water held in storage. The quantities in the Parties' stored water accounts will be finalized at the time the 2026/27 Assessment Package is adopted (generally in November each year).

For the past 25 years, the Watermaster parties have been able to store water in the Chino Basin under the rebuttable presumption of no MPI included in the Peace Agreement. Under these circumstances, Watermaster has not rejected any storage application. The Court of Appeal Opinion in *Chino Basin Municipal Water District v. City of Ontario* issued on April 18, 2025 (Appellate Opinion) held that Judgment

¶128 requires that agreements for storage must include terms that will preclude operations that will have a “substantial adverse impact on other producers”. This phrase was expressly held to include economic impacts. Since 2000, Watermaster has not expressly evaluated whether storage agreements have an economic impact, distinct from MPI under the Peace Agreement. Now, Watermaster must evaluate whether storage agreements preclude both MPI, and substantial adverse impacts on other producers which includes “economic injury” per the Appellate Opinion.

More specifically and relevant to Watermaster's review of these storage agreements, the Court of Appeal identified “cost shifting” as a potential form of “economic injury”. The act of placing water into Carryover by a member of either the Overlying (Non-Agricultural) Pool or the Appropriative Pool results in a “cost-shift” when the party does not pay a production assessment for unproduced water in that year. However, the Judgment provides that a party may avail themselves to this right to store Carryover water. Specifically, in regard to the impacts of placing excess carryover into a storage account, the Judgment provides [Exhibit H, ¶12] that Watermaster may levy an assessment at the request of the Appropriative Pool member, at time of the accrual when water is placed into storage or at the time the carryover in storage is produced. Given the authorization under the Judgment and the parties' collective consent under the stipulated Judgment, it is reasonable to conclude that the temporal effect of delaying the production assessment for the time the water remains stored, without more, should not be considered to be an adverse economic impact that would currently require different treatment than Watermaster's prior treatment of excess carryover over the past 25 years. The Appellate Opinion directs the parties to resolve the issue of whether all stored and supplemental water is categorically exempt from assessment which could change/amend this practice in the future.

However, carryover storage is generally unbounded other than by the Court-authorized storage capacity in the basin. The substantial quantities of water now in storage and the continuous accumulation of Excess Carryover in storage as of June 30, 2025, is estimated at approximately 403,821 AF for the Appropriative Pool and 12,008 AF for the Overlying (Non-Agricultural) Pool.

Assessing water in all Excess Carryover storage accounts at the average Administrative Assessment rate demonstrates that a substantial deferral of production assessments for an indeterminate length of time has a significant economic impact. Consequently, it is clear that Watermaster must consider the impact of extended Excess Carryover storage as a whole, instead of an individual storage agreement request, and may require further evaluation and potentially limitations or mitigation in the future to avoid substantial cost-shifting. The Overlying (Non-Agricultural) Pool storage request, in total, is approximately 2.9% of the total water in Excess Carryover storage account and approximately 1.6% of total water in storage and does not rise to the level of “substantial adverse impact” to the parties.

Watermaster recommends approval of the storage agreement, as presented, and reserves the right to revisit the matter to determine if reasonable and prudent mitigation measures should be imposed as authorized under the Judgment, Peace Agreements, and Court Orders as may be appropriate after the completion of the update to the Storage Management Plan.

On June 11, 2026, the proposed application was presented to the Pool Committees for consideration. The Appropriative and Overlying (Agricultural) Pools unanimously recommended the Advisory Committee to recommend to the Watermaster Board to approve the proposed application; the Overlying (Non-Agricultural) Pool unanimously recommended its representatives to support at Advisory Committee and Watermaster Board subject to changes they deem appropriate. The item was presented to the Advisory Committee on July 16, 2026 for its consideration where it was unanimously recommended to the Watermaster Board to approve.

ATTACHMENTS

1. Form 1 – Application for Local Storage Agreement including Attachment
2. Notice Forms

**APPLICATION
FOR
LOCAL STORAGE AGREEMENT**

APPLICANT

<u>Non-Agricultural Pool Committee, for its members</u> Name of Party	<u>May 14, 2026</u> Date Requested	_____ Date Approved
<u>Various</u> Street Address	<u>For each member, a quantity equal to the surplus carryover of such member as of midnight on the evening of June 30, 2026. See Attachment.</u>	
<u>Various</u> <u>CA</u> <u>Various</u> City State Zip Code	Amount Requested Amount Approved	
Telephone: <u>Various</u>	Facsimile: <u>Various</u>	

TYPE OF WATER TO BE PLACED IN STORAGE

[X] Excess Carry Over [] Local Supplemental or Imported [] Both

PURPOSE OF STORAGE - Check all that may apply

- [] Stabilize or reduce future water costs/assessments.
- [] Facilitate utilization of other available sources of supply.
- [] Facilitate replenishment under certain well sites.
- [] Preserve pumping right for a changed future potential use.
- [X] Other, explain Any purpose authorized or otherwise permitted under the Judgment and/or other governing documents

METHOD AND LOCATION OF PLACEMENT IN STORAGE - Check and attach all that may apply

[] Recharge (Form 2) [] Transfer of Right to Water in Storage (Form 3) [] Transfer from another party to the Judgment (Form 5)	N/A: This application applies only to surplus carryover of members of the Non-Agricultural Pool. Surplus carryover consists of unproduced ground water.
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METHOD AND LOCATION OF RECAPTURE FROM STORAGE - Check and attach all that may apply

[] Pump from my wells (Form 4) [] Transfer to another party to the Judgment (Form 3)	Other: Any method permitted under the Judgment and/or other governing documents.
--	--

WATER QUALITY AND WATER LEVELS

What is the existing water quality and what are the existing water levels in the areas that are likely to be affected?

For information about the water quality and water levels of the Basin, please see

http://www.cbwm.org/rep_engineering.htm and http://cbwm.org/rep_eng_maps.htm

MATERIAL PHYSICAL INJURY

Is the Applicant aware of any potential Material Physical Injury to a party to the Judgment or the Basin that may be caused by the action covered by the application? Yes [] No [X]

If yes, what are the proposed mitigation measures, if any, that might reasonably be imposed to ensure that the action does not result in Material Physical Injury to a party to the Judgment or the Basin?

ADDITIONAL INFORMATION ATTACHED Yes [X] No []



Applicant,
Chair, Non-Agricultural Pool Committee, as authorized by affirmative action of the Committee at its regular meeting on May 14, 2026

TO BE COMPLETED BY WATERMASTER:

DATE OF APPROVAL FROM NON-AGRICULTURAL POOL: June 11, 2026

DATE OF APPROVAL FROM AGRICULTURAL POOL: June 11, 2026

DATE OF APPROVAL FROM APPROPRIATIVE POOL: June 11, 2026

HEARING DATE, IF ANY: N/A

DATE OF ADVISORY COMMITTEE APPROVAL: July 16, 2026

DATE OF BOARD APPROVAL: Agreement #

ATTACHMENT

This is an application for storage agreements authorized by the Non-Agricultural Pool Committee on behalf of the members of the Non-Agricultural Pool for surplus carryover of such members as of June 30, 2026.

In Section 8 of the Judgment, the Court determined that the members of the Non-Agricultural Pool were owners of an overlying water right. [Judgment, Section 8.] The allocation of Safe Yield to members of the Non-Agricultural Pool is not subject to adjustment for changes in Safe Yield. [Judgment, Section 44.]

If a member of the Non-Agricultural Pool produces less than its assigned share of Operating Safe Yield in any year, such unproduced water is considered “carryover,” and may be produced by such member in a subsequent year. [Judgment, Exhibit G, Section 7.] The first water produced by such member during any such subsequent year is deemed to be produced from any such carryover. [Judgment, Exhibit G, Section 7.] If the quantity of carryover of any member of the Non-Agricultural Pool in a year exceeds its production in such year, then such unproduced water is considered “surplus carryover.” [Judgment, Exhibit G, Section 7.] Section 7 of Exhibit G provides that members of the Non-Agricultural Pool shall execute storage agreements with Watermaster “as a condition of preserving such surplus carryover.”

The applicant understands that, at least in some instances, and for reasons unknown to the applicant, the term “surplus carryover” is referred to as “excess carryover.” For that reason, the applicant has checked the box marked “excess carryover” on this form.

The applicant understands that Watermaster reports the quantity of carryover and excess carryover of each member of the Non-Agricultural Pool in the annual assessment packages. The most recent annual assessment package is available on Watermaster’s website. http://www.cbwm.org/rep_finance.htm. Based on Section 7 of Exhibit G to the Judgment, as described in the preceding paragraph, the quantity added to the surplus carryover of each member of the Non-Agricultural Pool for the year ended June 30, 2026 is equal to or less than the carryover of such member for the year ended June 30, 2025.

Carryover becomes surplus carryover on June 30 of each year. In order to “preserve such surplus carryover,” the Non-Agricultural Pool Committee desires that members of the Non-Agricultural Pool have storage agreements in place on or prior to June 30 of each year, or, where doing so prior to June 30 is not feasible, as soon as practicable thereafter.



CHINO BASIN WATERMASTER

NOTICE

OF

APPLICATION(S)

RECEIVED FOR

LOCAL STORAGE AGREEMENT

Date of Notice:

June 5, 2026

This notice is to advise interested persons that the attached application(s) will come before the Watermaster Board on or after 30 days from the date of this notice.

APPLICATION FOR LOCAL STORAGE AGREEMENT

The attached staff report will be included in the meeting package at the time the transfer begins the Watermaster process.

NOTICE OF APPLICATION(S) RECEIVED

Date of Application: **May 14, 2026**

Date of this notice: **June 05, 2026**

Please take notice that the following Application has been received by Watermaster:

- Notice of Application for a Local Storage Agreement – Storage of Excess Carryover Water by members of the Overlying (Non-Agricultural) Pool in amounts to be determined as of the close of Fiscal Year 2025/26 (June 30, 2026).

This **Application** will first be considered by each of the respective pool committees on the following dates:

Appropriative Pool:	June 11, 2026
Non-Agricultural Pool:	June 11, 2026
Agricultural Pool:	June 11, 2026

This **Application** will be scheduled for consideration by the Advisory Committee **no earlier than thirty days from the date of this notice and a minimum of twenty-one calendar days** after the last pool committee reviews it.

After consideration by the Advisory Committee, the **Application** will be considered by the Board.

Unless the **Application** is amended, as **Contests** must be submitted a minimum of fourteen (14) days prior to the Advisory Committee's consideration of an **Application**, parties to the Judgment may file **Contests** to the **Application** with Watermaster **within seven calendar days** of when the last pool committee considers it. Any **Contest** must be in writing and state the basis of the **Contest**.

Watermaster address:

Chino Basin Watermaster
9641 San Bernardino Road
Rancho Cucamonga, CA 91730

Tel: (909) 484-3888
Web: www.cbwm.org

BUSINESS ITEM II.A.

2025 SAFE YIELD REEVALUATION

The staff report and corresponding attachments will be distributed separately.