

Approved May 9, 2023

**MINUTES OF A REGULAR MEETING OF THE  
CUCAMONGA VALLEY WATER DISTRICT  
BOARD OF DIRECTORS  
April 25, 2023**

A regular meeting of the Cucamonga Valley Water District Board of Directors was called to order at 5:00 p.m. by President Reed. He led the Pledge of Allegiance.

In Attendance:

Board

Randall James Reed, President  
Mark Gibboney, Vice President  
James V. Curatalo, Jr., Director  
Kevin Kenley, Director  
Jimmie Moffatt, Director

Staff

John Bosler, General Manager/CEO  
Jeff Ferre, BB&K, Legal Counsel  
Jeremy Holm, BB&K, Legal Counsel  
Thomas Bunn, Lagerlof, Special Legal Counsel (*via teleconference*)  
Mark Hartney, Allen Matkins, Special Legal Counsel  
David Osias, Allen Matkins, Special Legal Counsel (*via teleconference*)

Chad Brantley, Director of Finance and Technology Services  
Frank Chu, Information Technology Manager  
Cindy Cisneros, Executive Services Administrator/District Clerk  
Amanda Coker, Engineering Manager  
Eduardo Espinoza, Assistant General Manager  
Jennifer Fillinger, Accounting Supervisor  
Rob Hills, Director of Operations  
Jacob Johnson, Operations Manager (Production)  
Robert Kalarsarinis, Customer Service Manager  
Mike Maestas, Operations Manager (Water Treatment Plant)  
Angelo Orioli, Customer Service Supervisor  
Roberta Perez, Director of Human Resources/Risk Management  
Taya Victorino, Executive Services Administrator/District Clerk

Guests      None

ADDITIONS/DELETIONS TO THE AGENDA

None.

ADDITIONS/  
DELETIONS

PUBLIC COMMENT

None.

PUBLIC COMMENT

GENERAL MANAGER/CEO REPORTS

A) District Updates

Mr. John Bosler, General Manager/CEO reported the following:

- Invited Chad Brantley to the podium. Mr. Brantley provided a PowerPoint presentation on current economic conditions and key indicators. As well as current nationwide inflation numbers and rainy conditions, and how they are affecting the District's water production, budget and operating expenses.

GENERAL  
MANAGER/CEO  
REPORTS

CONSENT CALENDAR

- A) Approve Minutes of the April 11, 2023 Regular Board Meeting.
- B) Approve Board Calendar of Events.
- C) Receive and File the Cash and Investment Report for month ending March 31, 2023.
- D) Receive and File the Financial Results Report for month ending February 28, 2023.
- E) Approve Cash Disbursements for the month ending March 31, 2023.
- F) Receive and File the April 2023 Government & Public Affairs Report.
- G) Receive and File the PARS Quarterly Investment Report ending March 31, 2023.

CONSENT  
CALENDAR

**PASSED 5-0**

**On a motion by Director Kenley, and seconded by Vice President Gibboney to approve the Consent Calendar items as submitted. Passed 5-0.**

MID-YEAR BUDGET ADJUSTMENTS

Mr. Chad Brantley provided a PowerPoint presentation on the proposed budget adjustments for Fiscal Year 2023. A mid-year review of operating expenses is part of staff's process of monitoring the District's on-going financial health. The Fiscal Year 2023/2024 Biennial Budget was adopted June 2022 with each fiscal year balanced independently. The driving factors for the proposed mid-year budget adjustment for Fiscal Year 2023 are dry years and high water sales beginning 2020 followed by mandated conservation orders in 2022, and the recent record rain and snow in 2023. Proposed budget adjustments include water sales affected by mandated conservation orders, increased sales to San Gabriel Water Company, assessment and electricity costs, and Human Capital Investment Strategy expenses. In conclusion, the District's net income remains at \$16.5 million after the proposed budget adjustment with an estimated Debt Service Coverage Ratio of 133% and healthy total financial reserves including \$15 million in the Rate Stabilization Fund.

APPROVE MID-YEAR  
BUDGET  
ADJUSTMENTS FOR  
FISCAL YEAR 2023

**PASSED 5-0**

Discussion ensued regarding the financial benefits of selling water versus storing it, the effects of drought regulations on residential water use, and how the benefits of selling water through Fontana Union Water Company.

**On a motion by Vice President Gibboney, and seconded by Director Curatalo to approve the mid-year budget adjustments for Fiscal Year 2023 as submitted. Passed 5-0.**

ETIWANDA PIPELINE TERM SHEET

Mr. Eduardo Espinoza presented the proposed term sheet with Jurupa Community Services District (JCSD) that summarizes high level principal terms for the Etiwanda Pipeline Project. A Preliminary Design Report and grant funding opportunities are being created and pursued, and a design submittal is expected this summer with

construction anticipated for Spring 2024. Benefits to CVWD from this project is increased access to Chino Basin groundwater supplies. Another opportunity for CVWD is access to Chino Basin Desalter supplies. JCSD's Board of Directors recently approved the term sheet and looks forward to continuing our partnership.

AUTHORIZE  
GM/CEO TO SIGN  
TERM SHEET WITH  
JCSD

**On a motion by Director Curatalo, and seconded Director Kenley by** to authorize the GM/CEO to sign the term sheet between Jurupa Community Services District and CVWD as submitted. **Passed 5-0.**

**PASSED 5-0**

#### BOARD MEMBER REPORTS

BOARD MEMBER  
REPORTS

##### Director Kenley

- Expressed his gratitude to staff for coordinating a successful Earth Day and Open House event on April 22.

##### Director Moffatt

- Nothing additional to report.

##### Director Curatalo

- Nothing additional to report.

##### Vice President Gibboney

- Echoed Director Kenley's comments about the Open House Event.

##### President Reed

- Also echoed Director Kenley's comments about the Open House Event.

#### CLOSED SESSION

CLOSED SESSION

At 5:36 p.m. President Reed announced that after a brief recess a closed session would be held pursuant to:

- CONFERENCE WITH LEGAL COUNSEL - EXISTING LITIGATION  
(Paragraph (1) of subdivision (d) of Government Code Section 54956.9)  
*Chino Basin Municipal Water District v. City of Chino*, San Bernardino Case No. RCV RS51010
- CONFERENCE WITH LEGAL COUNSEL – PRESERVED LITIGATION CLAIM  
Significant exposure to litigation pursuant to paragraph (4) of subdivision (d) of Government Code Section 54956.9

Closed session was called to order at 5:41 p.m.

In attendance were the entire Board, the General Manager, the Special Legal Counsel (Bunn, Hartney, Osias), Assistant General Manager, Director of Finance & Technology Services, Director of Operations, Director of HR/Risk Management, the Executive Services Administrators/District Clerks (Cisneros, Victorino), and the Engineering Manager (Coker).

#### RECONVENE/REPORT ON CLOSED SESSION

RECONVENE/  
REPORT

The regular meeting reconvened at 6:37 p.m. at which time Mr. John Bosler announced that under closed session item A there was no reportable action and under closed session item B the board voted unanimously to affirm filing of the claim.

ADJOURNMENT

There being no further business to come before the Board, President Reed adjourned the meeting at 6:38 p.m.

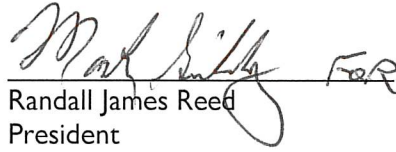
ADJOURNED  
AT 6:38 p.m.



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John Bosler  
Secretary/General Manager

ATTEST:



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Randall James Reed  
President