Exhibit 4

NOTICE OF EXEMPTION

TO: County Clerk, County of Monterey 240 Church Street, PO Box 29 Salinas, CA 93902

FROM: Monterey Penins. Water Mgt. Dst. PO Box 85 Monterey, CA 93942-0085

Project Title: Application to Create Bardis Water Distribution System

Project Location -- Specific: corner of Schulte and Carmel Valley Roads, Carmel Valley APN 169-181-051

Project Location -- City: Carmel Valley (unincorporated) County: Monterey

Description of Nature, Purpose and Beneficiaries of Project: Approval of application enables use of a new water well to serve one legal parcel of about 10 acres in size for potable (residential and associated landscaping) and non-potable (agricultural irrigation) uses, in compliance Monterey County zoning ordinances and previous Monterey County Superior Court action (Case No. M 43343 including Stipulation and Order re Water Usage on Remainder Parcel). Beneficiary is the applicant.

Name of Public Agency Approving Project: Monterey Peninsula Water Management District

Name of Person or Agency Carrying Out Project: Christo D. Bardis

Exempt Status: (check one)

_____ Ministerial (Sec. 15073)

_____ Declared Emergency (Sec. 15269 (a))

_____ Emergency Project (Sec. 15269 (b) and (c))

_____ X_ Categorical Exemption. Class 3, Section 15303. New Construction or Conversion of Small Structures.

Reason(s) Why Project Is Exempt: Approval of application allows use of well to facilitate construction of home and associated landscaping as well as continued use of agricultural land as allowed by Monterey County in compliance with Monterey County zoning ordinances; also in compliance with Monterey County Superior Court action (Case No. M 43343, including Stipulation and Order re Water Usage on Remainder Parcel filed June 7, 2002).

Agency Contact Person

Area Code

Telephone

Extension n/a

Henrietta Stern

831

658-5621

Andrew M. Bell

MPWMD District Engineer

November 24, 2004
Date