



July 1, 2010

NOTICE OF PUBLIC HEARING -- Consider Application to Amend California American Water Distribution System to Enable Service to Monterey Bay Shores Ecoresort; California American Water and Security National Guaranty, co-applicants. MPWMD Application #20080915MBS; APN 011-501-014; Sand City

Hearing Date/Time: Monday, July 19, 2010 beginning at 7:00 PM

Location: MPWMD Conference Room., 5 Harris Court, Building "G", Monterey (Ryan Ranch)

As directed by the Monterey County Superior Court, this letter is written to inform you that the Monterey Peninsula Water Management District (MPWMD or District) Board of Directors is scheduled to conduct a public hearing on the above referenced application at the time and location noted above. Approval of the application would enable California American Water (CAW) to produce up to 90 acre-feet per year (AFY) from the Seaside Groundwater Basin to parcel APN 011-501-014, site of the proposed Monterey Bay Shores Ecoresort (MBSE), based on water rights held by Security National Guaranty (SNG) as specified in the Seaside Groundwater Basin Adjudication, and confirmed by the Seaside Basin Watermaster. As specified by the Court, a "front-loading" Water Delivery Agreement between CAW and SNG will enable use of Seaside Basin wells (and not supply from the Carmel River Basin) to serve the project. Annexation of the parcel into the CAW service area was approved by MPWMD in October 2007, but restrictions are in place regarding CAW water service to the parcel. There are no new wells or other major facilities associated with this action. The District is a Responsible Agency that will rely on the environmental review performed by the City of Sand City in compliance with the California Environmental Quality Act. The Court has also determined no further environmental review is needed regarding impacts to the Seaside Basin.

MPWMD staff recommends approval of the application with 32 conditions of approval, which enable the project to meet the minimum standards for approval specified in MPWMD Rule 22-C, based on evidence submitted by the applicant. The complete information package for this public hearing, including Findings and Conditions of Approval, will be available for review on the District's website and at the District office no later than Friday, July 16, 2010. If you are unable to attend the hearing, written comments should be received at the District office no later than 4:00 PM on Monday, July 19, 2010. Please note that any public hearing may potentially be continued to a different date, time, and/or location. No additional mailed notice will be given for any such continued hearing. Agendas for Board meetings showing any such changes are posted at the District office and on the District's website: www.mpwmd.dst.ca.us. Please contact Henrietta Stern at 831/658-5621 or e-mail at henri@mpwmd.dst.ca.us if you have questions.

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Prepared by H. Stern on 6/29/10