

RESOLUTION NO. 8-01-26

RESOLUTION OF THE BOARD OF DIRECTORS PAJARO/SUNNY MESA COMMUNITY SERVICES DISTRICT AUTHORIZING SUBMISSION OF AN APPLICATION TO LAFCO FOR A SPHERE OF INFLUENCE AMENDMENT AND ANNEXATION

WHEREAS, the Pajaro/Sunny Mesa Community Services District ("District") is a Community Services District created pursuant to Government Code Section 61000 et seq.;

WHEREAS, the District provides potable water service to the Pajaro and North Moss Landing Community;

WHEREAS, the District Board of Directors ("Board") approved the Pajaro/Sunny Mesa Springfield Area Regional Consolidation Project ("Project") on February 26, 2026;

WHEREAS, the Project consists of a two (2)-phased project consolidating the Pajaro Water System ("PWS"), Sunny Mesa Water System ("SMWS"), and Springfield Water System ("SWS"), as well as the various water connections in the North of Moss Landing ("NOML") area, into a single water system to be owned and operated by the District;

WHEREAS, this Project will utilize funding from the State Water Resources Control Board Expedited Drinking Water Grant Program for the Phase 1 and California Safe Drinking Water State Revolving Fund ("CA SRF") for the Phase 2;

WHEREAS, the District Board adopted Resolution No. 02-01-26, on February 26, 2026, approving an Initial Study/Mitigated Negative Declaration ("IS/MND") and Mitigation Monitoring and Reporting Program ("MMRP") for the Project, and found that the Project, including the Sphere of Influence Amendment and Annexation, was consistent with the California Environmental Quality Act ("CEQA");

WHEREAS, on August 12, 2026, the County of Monterey Planning Commission ("Planning Commission") considered the adopted IS/MND for the Proposed Project (State Clearinghouse No. 2025110647) and found that no further environmental review was warranted pursuant to CEQA Guidelines Section 15162;

WHEREAS, on August 12, 2026, the Planning Commission also considered and unanimously approved the Project;

WHEREAS, the Project includes properties that are not currently within the District's jurisdictional boundaries such that amendment of the District's SOI and

annexation of those properties are necessary steps toward implementing the Project and extending District water service to the affected areas;

WHEREAS, the proposed annexation, in and of itself, would have a less than significant impact on the environment, as described in District Resolution No. 02-01-26, which included CEQA findings from the adopted IS/MND for the Project;

WHEREAS, the District exercises no land use authority for the areas to be annexed, therefore the boundary modification cannot make any change to the uses to which the affected area may be put;

WHEREAS, the Project and annexation of additional properties would provide clean and safe drinking water to disadvantaged residents of the PWS, SMWS, and SWS service areas, and the NOML domestic well area;

WHEREAS, specific properties as identified in Exhibit A are included in the Project but are not within the District's current jurisdictional boundaries, and therefore the Board desires such properties to be annexed into the District's jurisdictional boundaries;

WHEREAS, the District Board desires to obtain approval from the Local Agency Formation Commission of Monterey County ("LAFCO") to update the District's Sphere of Influence ("SOI") and annex the properties into the District's jurisdictional boundaries.

NOW THEREFORE BE IT RESOLVED, as follows:

1. The District Board hereby finds and determines that the foregoing recitals are severally ratified, confirmed, approved and adopted in all respects.
2. The District Board authorizes the submission of an application to LAFCO for Sphere of Influence Amendment and Annexation for the Project.
3. The District Board authorizes the General Manager or designee to file the SOI amendment and annexation application with LAFCO. and to take all actions and execute all documents as may be necessary or appropriate to give effect to this Resolution.

PASSED AND ADOPTED at a regular meeting of the Board of Directors of the Pajaro/Sunny Mesa Community Services District this 27th day of August 2026, by the following vote:

AYES: P. Anderson; D. Chesterman; C. Miller

NOES:

ABSENT: D. Olsen; S. Coplin

ABSTAIN:

A handwritten signature in blue ink, appearing to read 'Paul Anderson', written over a horizontal line.

Paul Anderson, President

CERTIFICATE OF SECRETARY

I, Donald Chesterman, as the duly elected Secretary of the Board of Directors of the Pajaro / Sunny Mesa Community Services District, Monterey County, California, do hereby certify that the above Resolution is a full, true and correct copy of said Resolution passed and adopted by the Board of Directors at a meeting held on the 27th day of August 2026, and that a copy of this and Exhibit "A" will be included in the minutes of said Board.

A handwritten signature in black ink, appearing to read 'Donald Chesterman', written over a horizontal line.

Donald Chesterman, Secretary

Exhibit A

List of Assessor Parcels (APN) in the proposed Project Area but outside of the LAFCO Boundary, proposed for annexation:

- 412-032-013-000
- 412-032-006-000
- 117-022-002-000
- 117-042-009-000
- 117-021-008-000
- 117-021-013-000
- 412-032-011-000
- 413-012-014-000