

## VALENCIA WATER COMPANY

### RESOLUTION OF THE BOARD OF DIRECTORS OF THE VALENCIA WATER COMPANY APPROVING THE PROVISION OF NOTICE TO VALENCIA CUSTOMERS REGARDING THE PROPOSED SERVICE AREA EXPANSION TO THE MISSION VILLAGE PROJECT PROPERTY

The Board of Directors of the Valencia Water Company (“Board”) does hereby resolve as follows:

#### I. RECITALS

**WHEREAS**, Valencia Water Company (“VWC”) is a private water company incorporated in 1954 that currently provides water service over 31 square miles of land to roughly 118,000 residential, commercial, industrial, and institutional customers within the incorporated City of Santa Clarita as well as portions of Los Angeles County including the unincorporated communities of Castaic, Newhall, Saugus, Stevenson Ranch and Valencia, California;

**WHEREAS**, The Newhall Land and Farming Company (“Newhall”) requested VWC to expand its service area to encompass the Mission Village project property (“Service Area Expansion”).

**WHEREAS**, the Mission Village project is comprised of the following elements: (a) 4,055 residential units, (b) 1,555,100 square feet of mixed-use/commercial space, (c) 692.7 acres of open space, including public parks and private recreation facilities, (d) an elementary school, (e) a library, (f) a fire station, (g) a bus transfer station, and (h) utilities and roads.

**WHEREAS**, On July 7, 2010, VWC approved a Water Supply Assessment (“WSA”) under SB 610 concluding that VWC had sufficient water supplies to meet demand from build out of Mission Village, plus existing customers and planned future land uses.

**WHEREAS**, The Los Angeles County Board of Supervisors approved a tentative subdivision map, project findings and conditions for approval for the Mission Village project on May 15, 2012. The conditions for approval for the project required the preparation and submission of a Water Supply Verification under SB221 prior to final tract map approval.

**WHEREAS**, The Los Angeles County Board of Supervisors certified a final environmental impact report (“EIR”) for the Mission Village project on October 25, 2011.

**WHEREAS**, On December 8, 2014, the VWC’s Board of Directors adopted a resolution approving a Water Supply Verification (WSV) under SB221 for Mission Village pursuant to California Government Code section 66473.7.

**WHEREAS,** The WSV concludes that VWC has sufficient water supplies to meet demand from build out of the Mission Village tentative map, plus existing customers and planned future land uses in all hydrologic year types, including multiple dry years.

**WHEREAS,** The Mission Village project area is located within the franchise that Los Angeles County granted to VWC for purposes of developing, operating and maintaining water service infrastructure. Mission Village is directly adjacent to existing developed lands that VWC currently serves.

**WHEREAS,** The Board seeks the input of its customers on the proposed Service Area Expansion before it acts on the proposal.

**III.  
RESOLUTION**

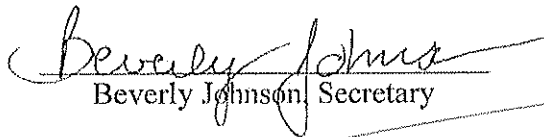
**NOW THEREFORE BE IT RESOLVED THAT,** under the authority of the Board as embodied under state law and the bylaws of VWC, the General Manager of VWC is authorized to cause the notice attached hereto as Exhibit 1 to be mailed to VWC's customers.

**RESOLVED FURTHER,** that any and all actions taken in furtherance of the matters authorized or contemplated in this Resolution by each member of the Board or any authorized employee or agent of VWC be, and hereby are, ratified, approved and confirmed.

**ADOPTED** by unanimous vote this 27th day of August, 2015:

I, the undersigned, hereby certify that I am the duly appointed Secretary of the Valencia Water Company, and that at a special meeting of the Board of VWC held on August 27, 2015, the foregoing Resolution was duly adopted by the Board, and that said Resolution has not been rescinded or amended since the date of adoption, and that the Resolution is in full force and effect.

Date: August 27, 2015

  
Beverly Johnson, Secretary

Approved as to Form and Legality:

\_\_\_\_\_  
VWC Special Counsel