

NOTICE OF PUBLIC HEARING

Notice is hereby given pursuant to Section 147(f) of the Internal Revenue Code of 1986, as amended, that a public hearing will be held before the Executive Director of the California Pollution Control Financing Authority (the "Authority") or his designee on Thursday, March 17, 2011, at 10:00 a.m. or as soon thereafter as such matters may be heard, in Room 470 of 915 Capitol Mall, Sacramento, California, on the proposed issuance by the Authority of one or more series of revenue bonds in an aggregate principal amount not to exceed \$415,000,000.

The proceeds of such bond are intended to finance facilities for the production, treatment and distribution of water in northern Monterey County, including the construction of a regional desalination project, storage facilities, distribution facilities and equipment functionally related thereto (the "Project"). In addition, a portion of the proceeds of such bonds will be used to reimburse Marina Coast Water District ("MCWD") and Monterey County Water Resources Agency ("MCWRA") for their expenditures in connection with the Project made prior to the issuance of any indebtedness for the purpose of financing costs associated with the Project on a long-term basis. The Project will be located on approximately ten acres of currently vacant parcel owned by MCWD, south of and adjacent to both the Regional Treatment Plant of the Monterey Regional Water Pollution Control Agency, located at 14811 Del Monte Boulevard, Marina, California 93933, and the Monterey Regional Environmental Park of the Monterey Regional Waste Management District, located at 14201 Del Monte Boulevard, Marina, California 93933.

All of the financed assets will be owned and operated by either MCWD or MCWRA. MCWD and MCWRA will own and operate that portion of the financed assets located in its respective jurisdiction.

Notice is further given that at said hearing, all proponents and opponents of the proposed financing will have an opportunity to be heard on the question as to whether such revenue bonds should be issued. Written comments may also be submitted to the Authority prior to 5:00 p.m. on Wednesday, March 16, 2011, at the address listed below.

For further particulars, contact the office of the California Pollution Financing Authority at 915 Capitol Mall, Room 457, Sacramento California 95814, by phone at (916) 654-5610, or by facsimile at (916) 657-4821.

Date: March 3, 2011

MICHAEL PAPARIAN
Executive Director
California Pollution Control Financing Authority