



RESOLUTION NO. 2025-17

RESOLUTION OF THE GOVERNING AUTHORITY FOR DIABLO GRANDE COMMUNITY FACILITIES DISTRICT NO. 1 AUTHORIZING THE EXECUTION AND RECORDING OF A CERTIFICATE OF ACCEPTANCE IN ORDER TO ACCEPT A GRANT DEED REGARDING CERTAIN FORECLOSED PROPERTIES FROM THE WESTERN HILLS WATER DISTRICT TO DIABLO GRANDE COMMUNITY FACILITIES DISTRICT NO. 1

WHEREAS, the Governing Board (the "Board") of the Western Hills Water District (the "Water District") is the governing authority for Diablo Grande Community Facilities District No. 1 (the "CFD").

WHEREAS, pursuant to the provisions of the Mello-Roos Community Facilities Act of 1982 (Chapter 2.5 of Part 1 of Division 2 of Title 5, commencing with Section 53311 of the California Government Code), and on behalf of the CFD, the Water District took title to 103 delinquent properties in the CFD ("CFD Properties") in the name of the "WESTERN HILLS WATER DISTRICT, a California water district, on behalf of Diablo Grande Community Facilities District No. 1."

WHEREAS, on December 20, 2025, in order to remove any doubt as to the fact that the CFD Properties are assets of the CFD and not of the Water District, the Water District Board adopted a resolution authorizing the Water District to execute and record an appropriate deed to confirm that title to the CFD Properties is vested in the CFD and not in the Water District.

WHEREAS, as the governing authority for the CFD, the Board now desires and authorizes Mark Kovich, as Designee, to execute a Certificate of Acceptance, and whatever other documents may be necessary, on behalf of the CFD in order to accept an appropriate deed to confirm that title to the CFD Properties is vested in the CFD and not in the Water District, and to have such document(s) recorded.

NOW, THEREFORE, the Governing Board of the Western Hills Water District as the governing authority for Diablo Grande Community Facilities District No. 1 does hereby resolve:

SECTION 1. Incorporation of Recitals.

The Board finds and determines that the above-referenced recitals and findings are true and correct and material to this Resolution.

SECTION 2. Board Actions.

The Board hereby takes the following actions:

(a) The Board adopts the findings listed above.

(b) The Board, as the governing authority for the CFD, authorizes Mark Kovich, as Designee, to execute a Certificate of Acceptance, as well as any other necessary document(s), on behalf of the CFD in order to accept the Grant Deed regarding the CFD Properties from the Water District to the CFD, and to have any such document(s) recorded.

Moved by Director M. Kovich, second by Director J. Frederick, that the foregoing resolution be adopted. Upon roll call the following vote was had:

Ayes: M. Kovich, J. Frederick, M. Davies, M. Oliver, M. Johnson

I, Lori Lawson, Secretary of the Board of Directors of the Western Hills Water District, do hereby certify that the foregoing is a full, true and correct copy of a resolution duly adopted at a duly noticed meeting of the said Board of Directors held on the 20th day of December, 2025.



Lori Lawson, Board Secretary