Exhibit 1

CITY OF STOCKTON
NOTICE OF EXEMPTION

TO: COUNTY CLERK
COUNTY OF SAN JOAQUIN
44 N San Joaquin Street, Suite 230
Stockton, CA 95202

FROM: Lead Agency
City of Stockton
c/o Municipal Utilities Department
Engineering Division
2500 Navy Drive
Stockton, CA 95206

NOTICE OF EXEMPTION PURSUANT TO PUBLIC RESOURCES CODE SECTION 21152(B) AND CALIFORNIA CODE OF REGULATIONS TITLE 14, SECTION 15062

PROJECT DATA
Project Title: Cogeneration Engines No. 1 and No. 4 Overhaul and Source Test (Project No. M16009)
CEQA Exemption File No.: MUD-CE-5-15
Applicant: Municipal Utilities Department
Project Description/Location: Overhaul cogeneration engine generators/Stockton Regional Wastewater Control Facility, 2500 Navy Drive, Stockton, CA

DETERMINATION/FINDING OF EXEMPTION
The above-described activity/project is exempt from the environmental assessment requirements of the California Environmental Quality Act (CEQA) pursuant to the following section(s) of the State CEQA Guidelines (California Code of Regulations, Title 14):

☐ The activity is not a "project" as defined in Section 15378.
☐ The activity is exempt under the "general rule" that CEQA applies only to projects which have the potential for causing significant environmental effects, as specified in Section 15061(B)(3).
☐ The project has been granted a "Statutory Exemption" under Article 18 and, specifically, by Section(s): _____.
☒ The project has been granted a "Categorical Exemption" under Article 19 and, specifically, by Section(s): 15302 (c) Class 2.

BASIS FOR FINDING OF EXEMPTION
☐ The activity does not qualify as a project and/or clearly could not have a significant effect on the environment and, therefore, CEQA does not apply.
☒ The activity constitutes a discretionary project under the City's jurisdiction and qualifies as a project which has been determined not to have a significant effect on the environment and, therefore, is exempt from the provisions of CEQA under the above-noted statutory or categorical exemption(s).

JOHN ABREW, ACTING DIRECTOR
MUNICIPAL UTILITIES DEPARTMENT

July 27, 2016
(DATE OF PREPARATION)

By Ali Gharegozloo
PRINCIPAL CIVIL ENGINEER, ALI GHAREGOZLOO

(DATE OF FINAL APPROVAL)

AFFIDAVIT OF FILING AND POSTING

I declare that on the date stamped above, I received and posted this notice or included it on a list of such notices which was posted as required by California Public Resources Code Section 21152(B). Said notice or list of notices will remain posted for 35 days from the filing date.

Signature

Title

Posting Period Ending Date