

NO. 68695

**APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER
OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF
NEVADA HERETOFORE APPROPRIATED**

Date of filing in State Engineer's Office APR 09 2002

Returned to applicant for correction _____

Corrected application filed _____

Map filed JUN 19 1985 under 49010

The applicant **Stremmel Capital Group, LLC** hereby make application for permission to change the **Point of Diversion and Place of Use** of water heretofore appropriated under **Permit No. 49663 – Certificate No. 12804**

1. The source of water is **Underground**
2. The amount of water to be changed **0.003 cfs – 0.070 mga**
3. The water to be used for **Quasi-Municipal**
4. The water heretofore permitted for **Quasi-Municipal**
5. The water is to be diverted at the following point **Lot 10 (SW¼ NE¼) Section 19, T19N, R18E, MDM, or at a point from which the closing corner marking the intersection of the Nevada/California State Line and the North line of said Section 19, bears N 15° 37' W, a distance of 1911.00 feet. Refer to supporting map filed under Permit No. 49010.**
6. The existing permitted point of diversion is located within **Lot 7 (NW¼ NE¼) Section 19, T19N, R18E, MDM from which the closing corner marking the intersection of the Nevada/California State Line and the North line said Section 19, bears N 45° 11' 21" W, a distance of 1533.15 feet. Refer to supporting map filed under Permit No. 49663.**
7. Proposed place of use **Portions of Lot 7 & Lot 10 within the NW¼ NE¼, NE¼ NE¼, SE¼ NE¼, SW¼ NE¼, NW¼ SE¼, NE¼ SW¼ & SE¼ NW¼ of Section 19, T19N, R18E, MDM. Refer to supporting maps filed under Permit No.'s 49010 & 49663. (See remarks)**
8. Existing place of use **Portions of Lot 7 & Lot 10 the NE¼ NE¼ and SE¼ NE¼ of Section 19, T19N, R18E, MDM. (Per Certificate No. 12804) Refer to supporting map filed under Permit No. 49663.**
9. Use will be from **January 1 to December 31** of each year.
10. Use was permitted from **Janury 1 to December 31** of each year.
11. Description of proposed works **Existing – See Attached**
12. Estimated cost of works **Existing**
13. Estimated time required to construct works **Existing**
14. Estimated time required to complete the application of water to beneficial use **Ten (10) years.**

15. Remarks: Refer to supporting maps for the Gold Ranch facilities filed under Permit No.'s 49010, 49011 & 50800.

s/ Suzan L. Ferguson
By Suzan L. Ferguson
Summit Engineering Corp. - Agent
5405 Mae Anne Ave.
Reno, NV. 89523

Compared gkl/ sam dl/cmf

Protested _____

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion and place of use of the waters of an underground source as heretofore granted under Permit 49663, Certificate 12804 is issued subject to the terms and conditions imposed in said Permit 49663, Certificate 12804 and with the understanding that no other rights on the source will be affected by the change proposed herein. The well shall be equipped with a 2-inch opening and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The well must be sealed with cement grout, concrete grout or neat cement from ground level to 100 feet.

The total combined duty of water under Permits 49011, 65966, 65967, 65969 and 68695 shall not exceed 26.83 million gallons annually.

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

(CONTINUED ON PAGE 3)

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 0.003 cubic feet per second, **but not to exceed 0.070 million gallons annually.**

Work must be prosecuted with reasonable diligence and be completed on or before:

November 27, 2003

Proof of completion of work shall be filed before:

December 27, 2003

Water must be placed to beneficial use on or before:

November 27, 2006

Proof of the application of water to beneficial use shall be filed on or before:

December 27, 2006

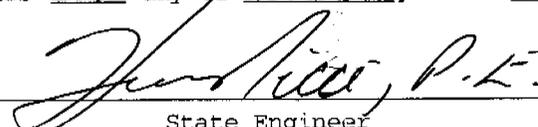
Map in support of proof of beneficial use shall be filed on or before:

N/A

IN TESTIMONY WHEREOF, I, HUGH RICCI, P.E.,

State Engineer of Nevada, have hereunto set
my hand and the seal of my office,

this 27th day of November, A.D. 2002


State Engineer

Completion of work filed DEC 13 2002

Proof of beneficial use filed _____

Cultural map filed N/A

Certificate No. _____ Issued _____

ATTACHMENT

Item #11 – Description of Proposed Works:

The proposed works of diversion, manner and place of use are as follows:

The water is developed by means of an existing drilled well with a pump, motor and a totalizing meter. This well is the current main production well for the Gold Ranch facilities. The water will be pumped into a 200,000 gallon storage tank and then distributed by an existing pipeline. Water will serve the existing casino & restaurant, convenience store, Jack in the Box restaurant, the new RV park site, and the leased Silver Legacy building located on the eastside of Interstate 80.

The leased building receives its water supply from an existing pipeline, extended under Interstate 80, to the main storage tank. This building currently has two (2) restrooms and, per Washoe County Water Resources, the demand required is estimated to be approximately 0.5 acre feet annually.

This Application to Change, together with the previously filed Application No.'s 65966, 65967, 65969 and Permit No. 49011, will have a combined duty at this main production well site to service the Gold Ranch facilities.

The proposed place of use is located with Lots 7 and 10 within the NE1/4; NW1/4 SE1/4; NE1/4 SW1/4; and the SE1/4 NW1/4 of Section 19, Township 19 North, Range 18 East, M.D.M.