



THE STATE OF NEVADA

PERMIT TO APPROPRIATE WATER

Name of applicant: DONALD MELDRUM AND ROBERT HALKYARD
Source: UNDERGROUND
Basin: GRASS VALLEY
Manner of Use: COMMERCIAL
Period of Use: January 1st to December 31st
Priority Date: 06/23/2008

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 is issued subject to existing rights. It is understood that the amount of water herein granted is only a temporary allowance and that the final water right obtained under this permit will be dependent upon the amount of water actually placed to beneficial use. It is also understood that this right must allow for a reasonable lowering of the static water level. This well shall be equipped with a two (2) inch opening for measuring depth to water. If the well is flowing, a valve must be installed and maintained to prevent waste. 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 water begins, or before the Proof of Completion of Work is filed. 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.

This permit is issued under the provisions of NRS 534.120(2) as a preferred use as provided for under State Engineer Order #1171.

Permit 77178 is issued for commercial purposes for the 1.34 acre parcel identified by the Humboldt County Assessor as APN 13-462-24 and the 5.15 acre parcel identified by the Humboldt County Assessor as APN 13-462-25. Upon cessation of pumping for commercial purposes at this place of use, the water under Permit 77178 shall return to the groundwater source and no application to change or relinquishment will be allowed.

(Continued on Page 2)

The point of diversion and place of use are as described on the submitted application to support this permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, **and not to exceed 0.067 cubic feet per second or 2.0 acre-feet annually.**

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

April 27, 2010

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

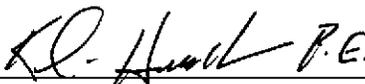
April 27, 2014

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

N/A

IN TESTIMONY WHEREOF, I, TRACY TAYLOR, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 27th day of April, A.D. 2009

for  P.E.
State Engineer

Completion of work filed _____

Proof of beneficial use filed _____

Cultural map filed _____

Certificate No. _____ Issued _____

llb

APPLICATION FOR PERMIT TO APPROPRIATE THE PUBLIC WATERS OF THE STATE OF NEVADA

THIS SPACE FOR OFFICE USE ONLY	
Date of filing in State Engineer's Office	<u>JUN 23 2008</u>
Returned to applicant for correction	_____
Corrected application filed	_____ Map filed <u>JUN 23 2008</u>

The applicant Donald Meldrum and Robert Halkyard

P.O. Box 347 of Winnemucca

Street Address or P.O. Box

City or Town

Nevada 89446 hereby make(s) application for permission to appropriate

State and Zip Code

the public waters of the State of Nevada, as hereinafter stated. (If applicant is a corporation, give date and place of incorporation; if a copartnership or association give names of members.)

1. The source of water is underground

Name of stream, lake, underground, spring or other sources.

2. The amount of water applied for is .067cfs second feet.

One second foot equals 448.83 gallons per minute.

(a) If stored in reservoir give number of acre-feet _____

3. The water to be used for Commercial

Irrigation, power, mining, commercial, domestic or other use. Must limit to one major use.

4. If use is for:

(a) Irrigation, state number of acres to be irrigated _____

(b) Stockwater, state number and kind of animals _____

(c) Other use (describe fully in No. 12) Commercial

(d) Power:

(1) Horsepower developed _____

(2) Point of return of water to stream _____

71-HW

5. The water is to be diverted from its source at the following point: (Describe as being within a 40-acre subdivision of public survey, and by course and distance to a found section corner. If on unsurveyed land, it should be so stated.)
within the NE1/4NE1/4 of Section 12, T.35N.R.37E. M.B.D.&M., or at a point from which the NE corner of said Section 12 bears N°76 24'40"E 1178.42 feet
6. Place of use: (Describe by legal subdivision. If on unsurveyed land, it should be so stated.)
6.49 acres lying within a portion of the N1/2NE1/4 of Section 12, T.35N., R37E., M.D.B.&M.
7. Use will begin about January 1st and end about December 31st of each year.
Month and Day Month and Day
8. Description of proposed works. (Under the provisions of NRS 535.010 you may be required to submit plans and specifications of your diversion or storage works.) (State manner in which water is to be diverted, i.e. diversion structure, ditches and flumes, drilled well with pump and motor, etc.)
Drilled well, pump, pressure system and buried pipe lines to distribute the water.
9. Estimated cost of works: \$30000.00±
10. Estimated time required to construct works: 1 year
(If well completed, describe works.)
11. Estimated time required to complete the application of water to beneficial use: 5 years
12. Provide a detailed description of the proposed project and its water usage (use attachments if necessary):
(Failure to provide a detailed description may cause a delay in processing.)
Applicants are beginning the development of this commercial property, the first phase is a mini-storage facility, followed by other commercial structures. Applicants proposed to drill one well to provide water to the different commercial buildings. Annual consumptive use will not exceed 2.0 acre feet per year. Water will also be used for landscaping and dust control.

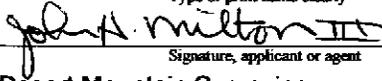
13. Miscellaneous remarks:

RECEIVED
 2008 JUN 23 PM 2:07
 STATE ENGINEERS OFFICE

dms@winnemucca.net
E-mail Address

775-623-4414
Phone No.

By John H. Milton III
Type or print name clearly


Signature, applicant or agent

Desert Mountain Surveying
Company Name

146 West Second Street
Street Address or P.O. Box

Winnemucca, Nevada, 89445
City, State, Zip Code

APPLICATION MUST BE SIGNED
 BY THE APPLICANT OR AGENT

\$250 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION