



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of applicant: RENO LAND & WATER, LLC
Source: UNDERGROUND
Basin: TRUCKEE MEADOWS
Manner of Use: MUNICIPAL
Period of Use: JANUARY 1ST TO DECEMBER 31ST
Priority Date: 02/08/1966

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, manner and place of use of a portion of the waters of an underground source as heretofore granted under Permit 22957, Certificate 7241 is issued subject to the terms and conditions imposed in said Permit 22957, Certificate 7241 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.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

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 from this well under Permits 75305, 75306, 75308, 75528, 77510 and 79891 shall not exceed 356.26 acre-feet annually.

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

The permittee shall report to the State Engineer on a quarterly basis the effect of pumping this well on other previously existing wells that are located within 2,500 feet of this well. Any pumping of water in this well may be limited or prohibited to prevent any unreasonable adverse effects on an existing domestic well located within 2,500 feet of this well, unless the holder of this permit and the owner of the domestic well have agreed to alternative measures that mitigate adverse effects.

(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 0.014 cubic feet per second or 1.1 acre-feet annually.

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

September 8, 2013

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

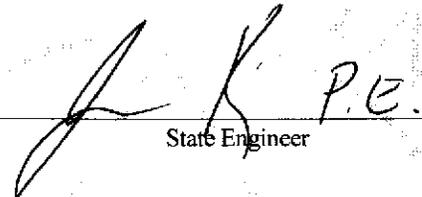
September 8, 2015

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

N/A

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 16th day of May, A.D. 2011



State Engineer

Completion of work filed _____

Proof of beneficial use filed _____

Cultural map filed _____

Certificate No. _____ Issued _____

AMENDED

Application No. 79891

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

THIS SPACE FOR OFFICE USE ONLY
Date of filing in State Engineer's Office JUN 07 2010
Returned to applicant for correction JUN 10 2010
Corrected application filed JUL 19 2010 Map filed JAN 26 2007 under 75286

The applicant Reno Land and Water, LLC
8725 Technology Way of Reno
Street Address or PO Box City or Town
NV 89521 State and ZIP Code
hereby make(s) application for permission to change the

[X] Point of diversion [X] Place of use [X] Manner of use [X] of a portion
of water heretofore appropriated under (Identify existing rights by Permit, Certificate, Proof or Claim Nos. If Decreed, give title of Decree and identify right in Decree.)
Permit 22975, Certificate 7241
22957
SEM 7/21/2010

1. The source of water is Underground
Name of stream, lake, underground, spring or other sources.

2. The amount of water to be changed 1.10 acre feet
Second feet, acre-feet. One second foot equals 448.83 gallons per minute.

3. The water to be used for municipal
Irrigation, power, mining, commercial, etc. If for stock, state number and kind of animals. Must limit to one major use

4. The water heretofore used for Irrigation and Domestic
If for stock, state number and kind of animals.

5. The water is to be diverted 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 stated.)
NE 1/4 SW 1/4 Sec. 8, T18N, R20E, MDB&M or at a point from which the SW Corner of Sec. 18, T18N, R19E MDB&M bears S45 degrees 58'24"W, a distance of 10,150.76 ft. See supporting map filed under Permit 75286.
R20E SEM 7/21/2010

6. The existing point of diversion is located within (If point of diversion is not changed, do not answer.)
SE1/4 SE1/4 Sec. 7, T18N, R20E, MDB&M, or at a point from which the S 1/4 Corner of Said Sec. 7 bears S. 66 degrees 53'41"W, a distance of 1524.68 ft. See supporting map filed under Permit 22975, Certificate 7241.
22957 SEM 7/21/2010

7. Proposed place of use (Describe by legal subdivisions. If for irrigation, state number of acres to be irrigated.)
Washoe County, see map filed under Permit 75116, see Exhibit "B" for Place of Use.

8. Existing place of use (Describe by legal subdivisions. If changing place of use and/or manner of use of irrigation permit, describe acreage to be removed from irrigation.)

Portions of the S 1/2 SE 1/4 Sec. 7, T18N, R20E, MDB&M

0.275 acres to be removed from irrigation from SE 1/4 SE 1/4
Sec 7, T. 18N. R 20E see supporting map.

REL

9. Proposed use will be from Jan 1 to Dec 31 of each year.
Month and Day Month and Day

10. Existing use permitted from Jan 1 to Dec 31 of each year.
Month and Day Month and Day

11. Description of proposed works. (Under the provision 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, pipes and flumes or drilled well, pump and motor, etc.)

12. Estimated cost of works \$1,000,000

13. Estimated time required to construct works 5 years

If well completed, describe well.

14. Estimated time required to complete the application of water to beneficial use 10 years

15. 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.)

Secondary well to be drilled in conjunction with the South Truckee Meadows Creek Water Treatment Plant, as outlined in the South Truckee Meadows Facility Plan.

16. Miscellaneous remarks:

The water under this Change Application will be co-mingled with other existing rights held by Washoe County for use with the place of use described under exhibit "B", item #7 above.

RECEIVED

JUL 19 2010

earl@earlkessler.com

E-mail Address STATE ENGINEER'S OFFICE

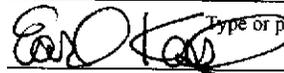
775-352-7900

Phone No.

Ext.

APPLICATION MUST BE SIGNED
BY THE APPLICANT OR AGENT

Earl Kessler



Type or print name clearly

Signature, applicant or agent

North Valley Holdings, LLC

Company Name

P.O. Box 70458

Street Address or PO Box

Reno, NV 89570

City, State, ZIP Code

EXHIBIT "B"
PROPOSED PLACE OF USE

<u>DIVISION</u>	<u>SECTION</u>	<u>T-N</u>	<u>R-E</u>	
ALL	1-5	18	18	M.D.B.& M.
E ½	6 & 7	18	18	M.D.B.& M.
ALL	8-17	18	18	M.D.B.& M.
E ½	18 & 19	18	18	M.D.B.& M.
ALL	20-29	18	18	M.D.B.& M.
E ½	30 & 31	18	18	M.D.B.& M.
ALL	32-36	18	18	M.D.B.& M.
ALL	1-5	19	18	M.D.B.& M.
E ½	6 & 7	19	18	M.D.B.& M.
ALL	8-17	19	18	M.D.B.& M.
E ½	18 & 19	19	18	M.D.B.& M.
ALL	20-29	19	18	M.D.B.& M.
E ½	30 & 31	19	18	M.D.B.& M.
ALL	32-36	19	18	M.D.B.& M.
ALL	1-5	20	18	M.D.B.& M.
E ½	6 & 7	20	18	M.D.B.& M.
ALL	8-17	20	18	M.D.B.& M.
E ½	18 & 19	20	18	M.D.B.& M.
ALL	20-29	20	18	M.D.B.& M.
E ½	30 & 31	20	18	M.D.B.& M.
ALL	32-36	20	18	M.D.B.& M.
ALL	1-5	21	18	M.D.B.& M.
E ½	6 & 7	21	18	M.D.B.& M.
ALL	8-17	21	18	M.D.B.& M.
E ½	18 & 19	21	18	M.D.B.& M.
ALL	20-29	21	18	M.D.B.& M.
E ½	30 & 31	21	18	M.D.B.& M.
ALL	32-36	21	18	M.D.B.& M.
ALL	1-36	17	19	M.D.B.& M.
ALL	1-36	18	19	M.D.B.& M.
ALL	1-36	19	19	M.D.B.& M.
ALL	1-36	20	19	M.D.B.& M.
ALL	1-36	21	19	M.D.B.& M.
ALL	5 & 6	16	20	M.D.B.& M.
ALL	1-36	17	20	M.D.B.& M.
ALL	2-35	18	20	M.D.B.& M.
W ½	36	18	20	M.D.B.& M.
ALL	1-12	19	20	M.D.B.& M.
N ½	13	19	20	M.D.B.& M.
ALL	14-23	19	20	M.D.B.& M.
ALL	26-35	19	20	M.D.B.& M.
ALL	06, 07 & 18	19	21	M.D.B.& M.
ALL	1-36	20	20	M.D.B.& M.
ALL	1-36	21	20	M.D.B.& M.
ALL	1-36	20	21	M.D.B.& M.
ALL	1-36	21	21	M.D.B.& M.

See supporting map accompanying this application.