THE STATE OF NEVADA

CERTIFICATE OF APPROPRIATION OF WATER

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WHEREAS, Deborah G. Sotero, Agent has presented to the State Engineer of the State of Nevada Proof of Application of Water to Beneficial Use, from the Truckee River through the Steamboat Canal, Highland Ditch, Idlewild Treatment Plant, and North Truckee Ditch for municipal and domestic purposes. The point of diversion of water from the source is as follows:

Steamboat Canal (Hunter Creek Reservoir)

Located within the NE¼ SW¼ Section 31, T.19N., R.18E., M.D.B.&M., or at a point from which the SE corner of said Section 31 bears S. 62°04' E., a distance of 3,195.0 feet.

Highland Ditch (Highland Reservoir)

Located within the SW¼ SE¼ Section 9, T.19N., R.18E., M.D.B.&M., or at a point from which the SE corner of said Section 9 bears S. 75°16' E., a distance of 1,650.0 feet.

Idlewild Treatment Plant

Located within the SE¼ SE¼ Section 10, T.19N., R.19E., M.D.B.&M., or at a point from which the SE corner of said Section 10 bears S. 69°57'58" E., a distance of 842.34 feet.

North Truckee Ditch (Glendale Treatment Plant)

Located within the SW¼ NE¼ Section 7, T.19N., R.20E., M.D.B.&M., or at a point from which the NE corner of said Section 7 bears N. 39°28' E., a distance of 3,015.0 feet situated in Washoe County, State of Nevada.

NOW KNOW YE, That the State Engineer, under the provisions of NRS 533.425, has determined the date, source, purpose, amount of appropriation, and the place where such water is appurtenant, as follows:

Name of appropriator:	**City of Reno**
Source:	**Truckee River**
Manner of Use:	**Municipal and Domestic**
Amount of appropriation:	**0.7225 c.f.s., but not to exceed 77.0 acre-feet as decreed**
Period of use:	**As Decreed**
Date of priority of appropriation:	***Fall of 1865**

Description of works of diversion, manner and place of use:

Water is diverted from the Truckee River into Steamboat Ditch, Highland Ditch, Idlewild Treatment Plant, and North Truckee Ditch, thence the water is treated and pumped into Sierra Pacific Power Company's water distribution system.

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The overall system ultimately conveys the treated water to Sierra Pacific Power Company's water customers within its certified water service area. Said service area is depicted by record (map and legal description) which is filed with the State Engineer's office.

*This certificate changes the point of diversion, manner of use, and place of use of a portion of Claim 642, Truckee River Final Decree in United States v. Orr Water Ditch Co., In Equity Docket No. A-3 (D. Nevada 1944), therefore, the date of priority remains the same as Claim 642.

This certificate is issued subject to the Water Treatment and Distribution Agreement dated October 9, 1989, between the City of Reno and Sierra Pacific Power Company.

This certificate is also issued subject to continuing jurisdiction and regulation by the Federal Water Master.

This certificate is issued subject to the terms of the permit.

The right to water hereby determined is limited to the amount which can be beneficially used, not to exceed the amount above specified, and the use is restricted to the place and for the purpose as set forth herein.

IN TESTIMONY WHEREOF, I, R. MICHAEL TURNIPSEED, State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 25th day of January, A.D. 1999.

State Engineer

cms/sb