

**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 SEP 18 1998
 Returned to applicant for correction _____
 Corrected application filed _____
 Map filed SEP 18 1998

The applicant Arthur William Carlson, Jr. and Penelope Anne Carlson, hereby make application for permission to change the Point of Diversion of water heretofore appropriated under A Portion of Claim No. 54 of the Truckee River Decree, said decree entered by the District Court of the United States in and for the District of Nevada in that certain action entitled "The United States of America, Plaintiff, vs. Orr Water Ditch Co. Etal., Defendants", Equity Docket No. A-3

1. The source of water is Truckee River.
2. The amount of water to be changed 0.046 cfs - 11.38 acre feet
3. The water to be used for As Decreed.
4. The water heretofore permitted for As Decreed
5. The water is to be diverted at the following point $SE\frac{1}{4}$ $NE\frac{1}{4}$ of Section 14, T19N, R18E, MDM., or at a point from which the NW corner of Section 13, T19N, R18E, MDM., bears N $24^{\circ} 26'$ E., a distance of 1840.00 feet. (Last Chance Ditch)
6. The existing permitted point of diversion is located within $NE\frac{1}{4}$ $SW\frac{1}{4}$ of Section 31, T19N, R18E, MDM., or at a point from which the SW corner of Section 32, T19N, R18E, MDM., bears S $62^{\circ} 04'$ E., a distance of 3195.00 feet (Steamboat Canal).
7. Proposed place of use Same as Existing
8. Existing place of use 0.003 acres in the $SE\frac{1}{4}$ $SE\frac{1}{4}$ of Section 17, 2.30 acres in the $NE\frac{1}{4}$ $NE\frac{1}{4}$ of Section 20 and 0.55 acres in the $NW\frac{1}{4}$ $NW\frac{1}{4}$ of Section 21, all in T19N, R18E, MDM., totaling 2.853 acres.
9. Use will be from As Decreed to As Decreed
10. Use was permitted from As Decreed to As Decreed
11. Description of proposed works Existing diversion structure and ditch system (as provided for in the Truckee River Decree).
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 1 year
15. Remarks:

s/Michael D. Buschelman
 By Michael D. Buschelman, P.L.S.
 5405 Mae Anne Avenue
 Reno, NV 89523

Compared my/ bk lt/sam

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 of a portion of the waters of the Truckee River as heretofore granted under Claim 54, Truckee River Final Decree is issued subject to the terms and conditions imposed in said decree and with the understanding that no other rights on the source will be affected by the change proposed herein. A suitable measuring device must be installed and accurate measurements of water placed to beneficial use must be kept.

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

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

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 0.031 cubic feet per second, but not to exceed 7.56 acre-feet as decreed

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

October 25, 2006

Proof of completion of work shall be filed on or before:

November 25, 2006

Water must be placed to beneficial use on or before:

October 25, 2007

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

November 25, 2007

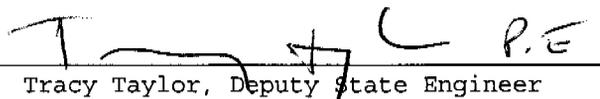
Map in support of proof of beneficial use shall be filed on or before:

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 25th day of October A.D. 2005

 P.E.
Tracy Taylor, Deputy State Engineer

Completion of work filed _____

Proof of beneficial use filed _____

Cultural map filed N/A _____

Certificate No. _____ Issued _____