IN THE SUPREME COURT OF THE STATE OF NEVADA

INDICATE FULL CAPTION: IN THE MATTER OF THE DETERMINATION OF THE RELATIVE IN AND TO THE WATERS OF MOTT CREEK. TAYLOR CREEK, CARY CREEK (AKA CAREY CREEK), MONUMENT CREEK, AND BULLS CANYON, District Court Case No. CV0363 STUTLER CREEK (AKA STATTLER CREEK), SHERIDAN CREEK, GANSBERG SPRING, SHARPE SPRING. WHEELER CREEK NO. 1, WHEELER CREEK NO. 2, MILLER CREEK, BEERS SPRING, LUTHER CREEK AND VARIOUS UNNAMED SOURCES IN CARSON VALLEY. DOUGLAS VALLEY, NEVADA,

J.W. BENTLEY AND MARYANN BENTLEY, TRUSTEES OF THE BENTLEY FAMILY 1995 TRUST,

Appellants, vs.

THE STATE OF NEVADA OFFICE OF THE STATE ENGINEER; HALL RANCHES, LLC; THOMAS J. SCYPHERS; KATHLEEN M. SCYPHERS; FRANK SCHARO; SHERIDAN CREEK EQUESTRIAN CENTER, LLC; DONALD S. FORRESTER; KRISTINA M. FORRESTER; RONALD R. MITCHELL, AND GINGER G. MITCHELL.

Respondents.

Supreme Court Case No. 62620
Electronically Filed
Feb 22 2013 10:39 a.m.

DOCKETING STEAKEMENT man

CIVIC NORTH Supreme Court

GENERAL INFORMATION

All appellants not in proper person must complete this docketing statement. NRAP 14(a). The purpose of the docketing statement is to assist the Supreme Court in screening jurisdiction, classifying cases for en banc, panel, or expedited treatment, compiling statistical information and identifying parties and their counsel.

WARNING

This statement must be completed fully, accurately and on time. NRAP 14(c). The Supreme Court may impose sanctions on counsel or appellant if it appears that the information provided is incomplete or inaccurate. *Id.* Failure to attach requested documents, fill out the statement completely, or to file it in a timely manner constitutes grounds for the imposition of sanctions, including a fine and/or dismissal of the appeal.

This court has noted that when attorneys do not take seriously their obligations under NRAP 14 to complete the docketing statement properly and conscientiously, they waste the valuable judicial resources of this court, making the imposition of sanctions appropriate. See KDI Sylvan Pools v. Workman, 107 Nev. 340, 3.44, 810 P.2d. 1217, 1220(1991). Please use tab dividers to separate any attached documents.

1. Judicial District: Ninth Department: I

County: Douglas Judge: David R. Gamble

District Ct. Case No. 08-CV-0363-D

Attorneys filing this docketing statement:

Attorney: Michael L. Matuska Telephone: (775) 392-2318

Firm: Matuska Law Offices, Ltd.

Address: 937 Mica Drive, Suite 16-A, Carson City, NV 89705

Co-counsel: Jessica C. Prunty

Firm: Dyer, Lawrence, Flaherty, Donaldson & Prunty

Address 2805 Mountain Street, Carson City, NV 89703

Client(s): J.W. Bentley And Maryann Bentley, Trustees Of The Bentley Family

1995 Trust

If this is a joint statement by multiple appellants, add the names and addresses of other counsel and the names of their clients on an additional sheet accompanied by a certification that they concur in the filing of this statement.

Attorney(s) representing respondent(s):

Attorney: Bryan L. Stockton, Dep. Atty Gen'l Telephone (775)684-1100

Firm: Nevada Attorney General

Address: 100 N. Carson Street, Carson City, NV 89701-4717

Client(s): Office of the State Engineer

Attorney: Thomas J. Hall

Firm: Same

Address: P.O. Box 3948, Reno, NV 8905

Client(s): Hall Ranches, LLC; Thomas J. Scyphers; Kathleen M. Scyphers;

Frank Scharo; Sheridan Creek Equestrian Center, LLC; Donald S. Forrester; Kristina M. Forrester; Ronald R. Mitchell; and Ginger

Mitchell

Nature of disposition below (check all that apply):

x Judgment after bench trial Dismissal

Judgment after jury verdict

Summary judgment

Default judgment

Failure to state a claim

Failure to prosecute

Other (specify)

Grant/Denial of NRCP 60(b) Other (specify)_____

Grant/Denial of injunction Divorce decree:
Grant/Denial of declaratory relief Original
Review of agency determination Modification

Other disposition (specify): Order awarding attorney's fees

Does this appeal raise issues concerning any of the following? NO.

Child custody
Venue
Termination of parental rights
Grant/Denial of injunction or

TRO

Adoption Juvenile matters

6. Pending and prior proceedings in this court. List the name and docket number of all appeals or original proceedings presently or previously pending before this court which are related to this appeal:

56351 (writ proceeding) Bentley v. District Court (Forrester)

56551 (appeal) Bentley v. State Engineer

59188 (appeal) Bentley v. State Engineer

60891 (appeal) Bentley v. State Engineer

7. Pending and prior proceedings in other courts. List the case name, number and court of all pending and prior proceedings in other courts which are related to this appeal (e.g., bankruptcy, consolidated or bifurcated proceedings) and their dates of disposition:

Ninth Judicial District Court Case No. 12-CV-0141 Joy Smith et al. v. State Engineer

Ninth Judicial District Court Case NO. 12-CV-0145 Bentley v. State Engineer

8. Nature of the action. Briefly describe the nature of the action, including a list of the causes of action pleaded, and the result below:

This is a proceeding pursuant to NRS 533.090 to 533.265, inclusive, to adjudicate and determine the relative rights of claimants to the waters of the stream systems identified in the caption above. The District Court divided the proceeding into six "sub-proceedings," each of which involved a particular stream system.

Sub-proceeding D, at issue here, related to the waters of the North Branch of Sheridan Creek and its tributaries, Stutler Creek (aka Stattler Creek) and Gansberg Spring. In that sub-proceeding, appellants filled certain exceptions to the respondent State Engineer's final order of determination. Respondents Hall Ranches, LLC, et al., were allowed to intervene to contest the validity of, and appellants' compliance with, a "water diversion and use agreement" entered into in 1986 between appellants' and respondents' respective predecessors in interest.

In its judgment, the District Court generally affirmed the final order of determination. Insofar as pertinent the prior appeal 60891 and this appeal, the District Court ruled that the diversion agreement was "ineffective, invalid and unenforceable" because it had not been signed by all the parties to the agreement. The Court ruled that the appellants had in any case, violated the diversion agreement by using diverted water to fill an additional pond on their property. The District Court further ordered the State Engineer to establish a rotation schedule governing the use of waters in Sheridan Creek, during the irrigation season, whenever the flow of water in the Creek fell below a specified rate; the Court directed that the schedule be established at the beginning of the season to allow for review in one or more separate judicial review proceedings pursuant to NRS 533.450. Bentley appealed that judgment as Case No. 60891.

In that same judgment, the Court awarded respondent-intervenors their attorney's fees pursuant to NRS 18.010(2)(b), with the amount of the award to be determined after filing a motion for fees. Respondent-intervenors filed their motion for attorney's fees and costs on 25 April 2012. On 4 January 2013 the Court entered its Order awarding \$90,000 in attorney's fees and \$7,127.05 in costs. Respondents-intervenors noticed the entry of that order on 8 January 2013. This appeal followed on 4 February 2013.

After this appeal was filed, on 4 February 2013, this Court entered its Order dismissing Case No. 60891.

- Issues on appeal. State concisely the principal issue(s) in this appeal (attach separate sheets as necessary):
 - 1. Whether Respondents-Intervenors below were the prevailing parties.
 - Whether Appellant was the prevailing party.
 - Whether the lower erred in awarding attorney's fees and costs under NRS 18.010.
 - Whether Respondents-Intervenors' Motion for Attorneys' Fees was timely and/or premature under NRCP 54.
 - Whether the order awarding attorney's fees timely and/or premature.
 - Whether the amount of fees awarded was reasonable.
 - Whether the award of attorney's fees was properly apportioned to those issue upon which Respondents-Intervenors claim to be the prevailing parties.
- 10. Pending proceedings in this court raising the same or similar issues. If you are aware of any proceeding presently pending before this court which raises the same or similar issues raised in this appeal, list the case name and docket number and identify the same or similar issues raised:

Appellants are not aware of any such proceedings.

have	ate, any s you noti	tutional issues. If this appeal challenges the constitutionality of a statute, and state agency, or any officer or employee thereof is not a party to this appeal, fied the clerk of this court and the attorney general in accordance with NRS 30.130.
	:	Not applicable.
	If not, e	xplain:
12.	Other i	ssues. Does this appeal involve any of the following issues?
	3	Reversal of well-settled Nevada precedent (on an attachment, identify the case(s))
		An issue arising under the United States and/or Nevada Constitutions A substantial issue of first impression
		An issue of public policy
		An issue where en banc consideration is necessary to maintain uniformity of this court's decisions
		A ballot question
	Į.	No.
	If so, ex	plain:
13.	Trial.	If this action proceeded to trial, how many days did the trial last?
	Four (4)	days.
	Was it a	bench or jury trial? Bench Trial.
14. justice		I disqualification. Do you intend to file a motion to disqualify or have a im/herself from participation in this appeal? If so, which Justice?
	No.	
		TIMELINESS OF NOTICE OF APPEAL
	y. If mo	entry of written judgment or order appeal from: 4 January 2013. Attach re than one judgment or order is appealed from, attach copies of each rder from which this appeal is taken.
	(a) I	f no written judgment or order was filed in the district court, explain the basis for seeking appellate review:
	-	

16. a copy		written notice of entry of ding proof of service, for			
	Was se	ervice by:			
		Mail			
17. (NRC		time for filing the notice o), 52(b), or 59),	e of appeal w	as tolled by	a post-judgment motion
	(a)	Specify the type of motio the date of filing. Not ap		I method of se	ervice of the motion, and
NR	CP 50(b) Date served	By delivery	or by mail	Date filing
) Date served			Date filing
NR	CP 59	Date served	By delivery	or by mail	Date filing
		Attach copies of	all post-trial	tolling motio	ns.
NOTE:		Motions made pursuant reconsideration do not t			
	(b)	Date of entry of written ord Attach a copy	er resolving to	ling motion: N	lot applicable
	(c)	Date written notice of entry Attach a copy, including p			ion served: Not applicable
		Was service by:			
		Delivery			
		Mail (specify)			
18.	Date n	otice of appeal filed: 4 F	ebruary 2013.		
	(a)	If more than one party has each notice of appeal was of appeal:	filed and iden	tify by name	the party filing the notice
19.		y statute or rule governin RAP 4(a), NRS 155.190, o			the notice of appeal,
		SUBSTANT	IVE APPEAI	LABILITY	
20.		y the statute or other aut Igment or order appealed		ng this court	jurisdiction to review
		NRAP 3A(b)(1)	NRS 155.	190 (specify s	subsection)

	<u>x</u>	NRAP 3A(b)(2) NRS 38.205 (specify subsection) NRAP 3A(b)(3) NRS 703.376 Other (specify) NRAP 3A(b)(8)
Expl	ain how	each authority provides a basis for appeal from the judgment or order:
	Orde	r awarding attorney's fees entered after final judgment
FOR COU	RELI NTER	E THE FOLLOWING SECTION ONLY IF MORE THAN ONE CLAIM EF WAS PRESENTED IN THE ACTION (WHETHER AS A CLAIM, CLAIM, CROSS-CLAIM, OR THIRD-PARTY CLAIM) OR IF PARTIES WERE INVOLVED IN THE ACTION. Attach separate sheets as necessary.
21.	List	all parties involved in the action in the district court:
	Respo Hall Sheri	The parties to Sub-proceeding D, at issue here, are: the Appellants J.W. ey and MaryAnn Bentley, Trustees of the Bentley Family 1995 Trust; ondent the Nevada State Engineer, Jason King; and Respondents/Intervenors Ranches, LLC; Thomas J. Scyphers; Kathleen M. Scyphers; Frank Scharo; dan Creek Equestrian Center, LLC; Donald S. Forrester; Kristina M. Forrester; ld R. Mitchell; and Ginger Mitchell
	(a)	If all parties in the district court are not parties to this appeal, explain in detail why those parties are not involved in this appeal, e.g., formally dismissed, not served, or other:
		Not applicable.

22. Give a brief description (3 to 5 words) of each party's separate claims, counterclaims, cross-claims, or third-party claims, and the trial court's disposition of each claim, and how each claim was resolved (i.e., order, judgment, stipulation), and the date of disposition of each claim. Attach a copy of each disposition.

The Respondent State Engineer filed his Final Order of Determination ("FOD") with the Clerk of the District Court pursuant to NRS 533.165; the FOD defined the rights of users and claimants relating to various stream systems, including Sheridan Creek; pursuant to NRS 533.160, the FOD "has the legal effect of a complaint in a civil action."

Appellants filed certain written "exceptions" and "amended exceptions" to the Final Order of Determination. The exceptions have the effect of an answer in a civil action. Generally, appellants' exceptions involved technical errors in the FOD. Appellants' Exception No. 1 referred to a recorded diversion agreement and sought to ensure that the FOD, as finally approved, and any rotation schedule implemented as an incident thereto, did not prejudice the rights of appellants under that agreement. Exception No. 4 requested that the acreage listed under Proof V-06305 (Stutler Creek) be changed to 12.93 acres to correspond with the acreage approved under Proof V-06306 (Sheridan Creek).

Respondent-intervenors Hall Ranch, LLC et al., intervened and filed a response to the appellants' exceptions, challenging the validity of the diversion agreement and alleging that appellants had violated the agreement. Respondent-intervenors' "response" was actually a series of affirmative defenses that are not allowed by NRS Chapter 533 or the Nevada Rules of Civil Procedure.

The Findings of Fact, Conclusions of Law, Order and Judgment entered by the District Court on April 5, 2012, corrected the FOD in accordance with certain of appellant's exceptions, avoided a final decision on the rotation schedule, declared the diversion agreement void, and awarded attorney's fees to the Respondents-intervenors with the amount to be determined later.

The amount of the attorney's fees was determined by the Order of 4 January 2013. This appeal follows.

- Attach copies of the last-filed version of all complaints, counterclaims, and/or cross-claims filed in the district court.
- 24. Did the judgment or order appealed from adjudicate ALL the claims alleged below and the rights and liabilities of ALL the parties to the action below?
 - x Yes No
- If you answered "No" to question 24, complete the following:
 - (a) Specify the claims remaining pending below:

 (b) Specify the parties remaining below:
 - (c) Did the district court certify the judgment or order appealed from as a final judgment pursuant to NRCP 54(b)?

Yes

No

If "Yes", attach a copy of the certification or order, including any notice of entry and proof of service.

(d) Did the district court make any express determination, pursuant to NRCP 54(b), that there is no just reason for delay and express direction for the entry of judgment?

> Yes No

26. If you answered "No" to any part of question 25, explain the basis for seeking appellate review (e.g., order is independently appealable under NRAP 3A(b)):

VERIFICATION

I declare under penalty of perjury that I have read this docketing statement, that the information provided in this docketing statement is true and complete to the best of my knowledge, information and belief, and that I have attached all required documents to this docketing statement.

Name of appellant

Name of counsel of record

2/19/13

Date

Michael L Mohska

Name of counsel of record

Signature of counsel of record

Nevada, Douglas County
State and county where signed

CERTIFICATE OF SERVICE

I certify that on the _______ day of February 2013, I served a copy of this completed docketing statement upon all counsel of record:

By personally serving it upon him/her; or

By mailing it by first class mail with sufficient postage prepaid to the following address(es): (NOTE: If all names and addresses cannot fit below, please list names below and attach a separate sheet with the addresses.)

Bryan L. Stockton Deputy Attorney General 100 North Carson Street Carson City, NV 89701

Thomas J. Hall, Esq. 305 South Arlington Avenue P.O. Box 3948 Reno NV 89505-3948

in Stern

Dated this 215⁺ day of February 2013.

EXHIBIT 15

08-CV-0363-D

Case No.

Dept. No.

FILED

RECEIVED

2013 JAN -4 PM 2: 38

JAN - 4 2013



IN THE NINTH JUDICIAL DISTRICT COURT OF THE STATE OF NEVADA IN AND FOR THE COUNTY OF DOUGLAS

In the Matter of the Determination of the relative rights in and to the Waters of Mott Creek, Taylor Creek, Cary Creek (aka Carey Creek), Monument Creek, and Bulls Canyon, Stutler Creek (aka Stattler Creek), Sheridan Creek, Gansberg Spring, Sharpe Spring, Wheeler Creek No. 1, Wheeler Creek No. 2, Miller Creek, Beers Spring, Luther Creek and various unnamed sources in Carson Valley, Douglas County, Nevada.

ORDER

THIS MATTER comes before the Court upon a Motion For Attorney's Fees and a Memorandum of Costs filed by Donald S. Forrester and Kristina M. Forrester, Hall Ranches, LLC, a Nevada Limited Liability Company, Thomas J. Scyphers and Kathleen M. Scyphers, Frank Scharo, Sheridan Creek Equestrian Center, LLC, a Nevada Limited Liability Company, and Ronald R. Mitchell and Ginger G. Mitchell (hereinafter referred to collectively as "Intervenors"). J.W. Bentley and MaryAnn Bentley, Trustees of the Bentley Family Trust 1995 Trust (hereinafter referred to as the "Bentleys") have opposed the motion while filing their own Motion To Retax Costs. The Bentleys have also filed a Motion For Leave To File Sur-Reply regarding the Motion for Attorney's Fees, which is opposed by Intervenors.

Having now examined all relevant pleadings and papers on file herein, the Court enters the following order, good cause appearing:

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Motion For Attorney's Fees

On April 5, 2012, the Court entered written Findings of Fact, Conclusions of Law, Order and Judgment following a contested trial during which the Bentleys and the Intervenors were in opposition. That pleading includes the following excerpts, among others not specifically recounted herein:

FINDINGS OF FACT

F. Attorney Fees:

- 44. Mr. Bentley, through intimidation and threat, attempted to bully the Intervenors, acting in a manner to harass and financially exhaust the Intervenors.
- 45. Bentleys brought and maintained their Exception No. 1 relating to the Diversion Agreement without reasonable grounds.
- 46. The Diversion Agreement contains a clause that allows attorney fees to the prevailing party in the event a lawsuit is brought to enforce or interpret the Agreement.
- 47. Bentleys asserted that the Agreement dated August 5, 1986, and the letter recorded August 6, 1986, granted an additional right to divert the flow of Sheridan Creek through the ponds. (Exhibit 7.) However, those documents did not grant any additional rights and are
- 48. The Bentleys proceeded in this matter under an erroneous theory and under an erroneous thought process, and therefore, their action was maintained by them without reasonable grounds.

CONCLUSIONS OF LAW

- 19. The Intervenors are the prevailing parties and are entitled to their costs and a reasonable attorney fees.
- 20. The Intervenors are adjudged to be the prevailing parties for the purposes of an award of attorney fees to be supported by a separate motion or memorandum for the same pursuant to NRCP 54(d) and NRS 18.010.
- 21. The intervenors shall prepare and file a Memorandum of Fees and Costs, to include evidence sufficient for the Bentleys to examine the Memorandum for content without invading the attorney/client privilege. The Court will make a separate determination on the amount of costs and attorney fees after the Bentleys have had an opportunity to respond to the Memorandum.

ORDER AND JUDGMENT

It is hereby ordered the final decree in this matter shall include the following:

P 0 BOX 218

11. The intervenors are awarded their costs and a reasonable attorney fee.

Nevada Revised Statute 18.010 provides the following, among other things:

- In addition to the cases where an allowance is authorized by specific statute, the court may make an allowance of attorney's fees to a prevailing party:
 - (a) When the prevailing party has not recovered more than \$20,000; or
- (b) Without regard to the recovery sought, when the court finds that the claim, counterclaim, cross-claim or third-party complaint or defense of the opposing party was brought or maintained without reasonable ground or to harass the prevailing party. The court shall liberally construe the provisions of this paragraph in favor of awarding attorney's fees in all appropriate situations. It is the intent of the Legislature that the court award attorney's fees pursuant to this paragraph and impose sanctions pursuant to Rule 11 of the Nevada Rules of Civil Procedure in all appropriate situations to punish for and deter frivolous or vexatious claims and defenses because such claims and defenses overburden limited judicial resources, hinder the timely resolution of meritorious claims and increase the costs of engaging in business and providing professional services to the public.
- In awarding attorney's fees, the court may pronounce its decision on the fees at the
 conclusion of the trial or special proceeding without written motion and with or without
 presentation of additional evidence.
- 4. Subsections 2 and 3 do not apply to any action arising out of a written instrument or agreement which entitles the prevailing party to an award of reasonable attorney's fees.

Having already pronounced its decision on fees at the conclusion of trial, the only remaining issue is to set the amount of the award. The Intervenors' post-hearing pleading in reply concludes by requesting attorney's fees in the amount of \$171,814.00.

Considering the factors provided within Brunzell v. Golden Gate Nat'l Bank, 85 Nev. 345, 349, 455 P.2d 31, 33 (1969), the Court determines that the amount requested is reasonable based upon the following findings:

Professional Qualities: As reflected within the resumes attached to Intervenors'
motion, Thomas Hall, Esq. is a Martindale-Hubbell AV-rated lawyer practicing regularly in the
following areas of law for decades: real estate, water rights and litigation. Work billed by an

Intervenors' original award request was listed as \$165,049.00. That amount increased to \$171,814.00 within their reply pleading. Because that amount increased without the Bentleys having an opportunity to comment, the Bentleys' motion for leave to file a sur-reply is hereby granted, allowing the Court to receive and consider the Bentleys' position regarding the increased amount.

associate attorney and paralegal, both of whom are educated and experienced, has been performed under Mr. Hall's supervision, constituting a savings to the client. The professional qualities of Mr. Hall and his legal staff are satisfactory and reasonable.

- 2. Character Of Work To Be Done: The written judgment referenced within this Order reflects the substance of the dispute between the parties. The nature and importance of contested exceptions to the State Engineer's order of determination regarding the relative rights in and to the water sources at issue herein speaks for itself. The legal work necessary included conducting, defending and participating in contested litigation, which in turn required legal research, analysis and writing in preparation for, and specific to, this matter.
- 3. The Work Actually Performed: Based upon a review of the billing statements attached to the Motion for Attorney's Fees, and having previously ruled upon the pleadings received in this sub-matter, and having further presided over the trial herein, during all of which the Court observed the work of the appearing attorneys, the Court finds the work of the Intervenors' legal team to have been satisfactory and reasonable.
- The Result Obtained: As reflected within the written judgment entered on April 5,
 the result of trial was determined to be in favor of the Intervenors.

However, although the amount of attorney's fees requested is reasonable and justified as reflected above, considering the purpose of the award as stated within NRS 18.010(2)(b), the Court hereby determines that an award of \$90,000.00 is appropriate to accomplish the statutory purpose as stated therein.

THEREFORE, Intervenors are hereby awarded \$90,000.00 in attorney's fees, to be paid by the Bentleys.

Motion To Retax Costs

Intervenors' Memorandum of Costs presents costs expended in this sub-matter of

\$13,072.85. The Bentleys' Motion to Retax Costs seeks to reduce that amount by \$9,350.91 to a retaxed amount of \$3,721.94. In opposition to the Motion to Retax Costs, Intervenors cite NRS 18.110(4), arguing that the Bentleys did not timely file their motion within the statutory time allotted. No reply to the opposition has been received.

A review of the record indicates that the Motion to Retax Costs should have been filed certainly no later than May 1, 2012. On May 2nd, a stipulation was filed extending the time in which the Bentleys could file an opposition to the Motion for Attorney's Fees. That stipulation did not specifically include an extension to the statutory time limit regarding a Motion to Retax Costs. The Court adopted the stipulation within its Order dated May 10, 2012. That Order likewise did not extend the time to seek the retax of costs.

Regardless, NRS 18.005, which defines costs that may be recovered by the prevailing party, consistently references reasonable costs. Therefore, reviewing the Intervenors' Memorandum of Costs, the Court hereby reduces the amounts requested by the following:

Item	Reduction
23,272 of black and white copies at a cost of \$0.10 in lieu of \$0.25: Postage:	(\$3,445.80)
Legal research:	(\$500.00) (\$2,000.00)
Total Reduction:	(\$5,945.80)

THEREFORE, the Court finds that Intervenors are hereby entitled to recover, as the party prevailing in a special proceeding pursuant to the judgment entered on April 5, 2012, and NRS 18.020(4), total costs of \$7,127.05 from the Bentleys.

IT IS SO ORDERED.

day of January, 2013.

R. GAMBLE

District Judge

Copies served by mail this 4th day of January, 2013, to: Bryan L. Stockton, Esq. Deputy Attorney General State of Nevada 100 North Carson Street Carson City, NV 89701 Thomas J. Hall, Esq. P. O. Box 3948 Reno, NV 89505 Michael L. Matuska, Esq. 937 Mica Drive, #16A Carson City, NV 89705 John Maier

DAVID R. GAMBLE
DISTRICT JUDGE
DOUGLAS COUNTY
FO BOX 211

EXHIBIT 16

Case No.: 08-CV-0363-D 2 Dept. No.: I 3 | Thomas J. Hall, Esq. Nevada State Bar No. 675 305 South Arlington Avenue Post Office Box 3948 Reno, Nevada 89505 Telephone: 775-348-7011 Facsimile: 775-348-7211 7 8 9 IN THE NINTH JUDICIAL DISTRICT COURT OF THE STATE OF NEVADA 10 11 IN AND FOR DOUGLAS COUNTY 12 In the Matter of the Determination of the Relative Rights in and to the Waters of Mott Creek, Taylor Creek, Cary Creek (aka Carey Creek), Monument 15 Creek, and Bulls Canyon, Stutler Creek (aka Stattler Creek), Sheridan Creek, 16 Gansberg Spring, Sharpe Spring, Wheeler Creek No., 1 Wheeler Creek 17 No. 2, Miller Creek, Beers Spring, 18 Luther Creek and Various Unnamed Sources in Carson Valley, Douglas 19 Valley, Nevada. 20 21 NOTICE OF ENTRY OF ORDER 22 TO: Bryan L. Stockton, Esq., Deputy Attorney General, State of Nevada, 100 North Carson Street, Carson City, Nevada 89701; 24 TO: Michael L. Matuska, Esq., Matuska Law Offices, 937 Mica Drive, Suite 16A, Carson City, Nevada 89705. 25 PLEASE TAKE NOTICE that an Order was entered in the above-26 27 entitled matter on January 4, 2013, a copy of said Order is

THOMAS J. HALL
ATTORNEY AND
COUNSELOR AT LAW
30S SOUTH ARCHGTON
AVENUE
POST OFFICE BOX 3548
RENO, NEVADA 85505
-775: 346-7011

The undersigned does hereby affirm that the preceding document does not contain the social security number of any person.

DATED this 8th day of January, 2013.

LAW OFFICES OF THOMAS J. HALL

Thomas J. Hall, Esq.
Nevada State Bar No. 675
305 South Arlington Avenue
Post Office Box 3948
Reno, Nevada 89505

Attorney for Intervenors/ Cross-Petitioners

28
THOMAS J. HALL
ATTORNEY AND
COUNSELOR AT LAW
JOS BOUTH ARLINGTON
AYENUE
POST OFFICE BOX 3848
RENO, NEVADA 80508
-7751 348 7011

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FILED

JAN - 4 2013

Dept. No. I

Case No.

2813 JAN -4 PM 2: 38 DOUGLAS COUNTY DISTRICT COURT CLERK

TED THRAN CLERK P. GREGORYDEPUTY

IN THE NINTH JUDICIAL DISTRICT COURT OF THE STATE OF NEVADA

IN AND FOR THE COUNTY OF DOUGLAS

In the Matter of the Determination of the relative rights in and to the Waters of Mott Creek, Taylor Creek, Cary Creek (aka Carey Creek), Monument Creek, and Bulls Canyon, Stutler Creek (aka Stattler Creek), Sheridan Creek, Gansberg Spring, Sharpe Spring, Wheeler Creek No. 1, Wheeler Creek No. 2, Miller Creek, Beers Spring, Luther Creek and various unnamed sources in Carson Valley, Douglas County, Nevada.

08-CV-0363-D

ORDER

THIS MATTER comes before the Court upon a Motion For Attorney's Fees and a Memorandum of Costs filed by Donald S. Forrester and Kristina M. Forrester, Hall Ranches, LLC, a Nevada Limited Liability Company, Thomas J. Scyphers and Kathleen M. Scyphers, Frank Scharo, Sheridan Creek Equestrian Center, LLC, a Nevada Limited Liability Company, and Ronald R. Mitchell and Ginger G. Mitchell (hereinafter referred to collectively as "Intervenors"). J.W. Bentley and MaryAnn Bentley, Trustees of the Bentley Family Trust 1995 Trust (hereinafter referred to as the "Bentleys") have opposed the motion while filing their own Motion To Retax Costs. The Bentleys have also filed a Motion For Leave To File Sur-Reply regarding the Motion for Attorney's Fees, which is opposed by Intervenors.

Having now examined all relevant pleadings and papers on file herein, the Court enters the following order, good cause appearing:

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Motion For Attorney's Fees

On April 5, 2012, the Court entered written Findings of Fact, Conclusions of Law,

Order and Judgment following a contested trial during which the Bentleys and the Intervenors

were in opposition. That pleading includes the following excerpts, among others not
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- 19. The intervenors are the prevailing parties and are entitled to their costs and a reasonable attorney fees.
- 20. The Intervenors are adjudged to be the prevailing parties for the purposes of an award of attorney fees to be supported by a separate motion or memorandum for the same pursuant to NRCP 54(d) and NRS 18.010.
- 21. The Intervenors shall prepare and file a Memorandum of Fees and Costs, to include evidence sufficient for the Bentleys to examine the Memorandum for content without invading the attorney/client privilege. The Court will make a separate determination on the amount of costs and attorney fees after the Bentleys have had an opportunity to respond to the Memorandum.

ORDER AND JUDGMENT

It is hereby ordered the final decree in this matter shall include the following:

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11. The intervenors are awarded their costs and a reasonable attorney fee.

Nevada Revised Statute 18.010 provides the following, among other things:

- In addition to the cases where an allowance is authorized by specific statute, the court may make an allowance of attorney's fees to a prevailing party:
 - (a) When the prevailing party has not recovered more than \$20,000; or
- (b) Without regard to the recovery sought, when the court finds that the claim, counterclaim, cross-claim or third-party complaint or defense of the opposing party was brought or maintained without reasonable ground or to harass the prevailing party. The court shall liberally construe the provisions of this paragraph in favor of awarding attorney's fees in all appropriate situations. It is the intent of the Legislature that the court award attorney's fees pursuant to this paragraph and impose sanctions pursuant to Rule 11 of the Nevada Rules of Civil Procedure in all appropriate situations to punish for and deter frivolous or vexatious claims and defenses because such claims and defenses overburden limited judicial resources, hinder the timely resolution of meritorious claims and increase the costs of engaging in business and providing professional services to the public.
- In awarding attorney's fees, the court may pronounce its decision on the fees at the conclusion of the trial or special proceeding without written motion and with or without presentation of additional evidence.
- 4. Subsections 2 and 3 do not apply to any action arising out of a written instrument or agreement which entitles the prevailing party to an award of reasonable attorney's fees.

Having already pronounced its decision on fees at the conclusion of trial, the only remaining issue is to set the amount of the award. The Intervenors' post-hearing pleading in reply concludes by requesting attorney's fees in the amount of \$171,814.00.1

Considering the factors provided within Brunzell v. Golden Gate Nat'l Bank,
85 Nev. 345, 349, 455 P.2d 31, 33 (1969), the Court determines that the amount requested is
reasonable based upon the following findings:

Professional Qualities: As reflected within the resumes attached to Intervenors'
motion, Thomas Hall, Esq. is a Martindale-Hubbell AV-rated lawyer practicing regularly in the
following areas of law for decades: real estate, water rights and litigation. Work billed by an

Intervenors' original award request was listed as \$165,049.00. That amount increased to \$171,814.00 within their reply pleading. Because that amount increased without the Bentleys having an opportunity to comment, the Bentleys' motion for leave to file a sur-reply is hereby granted, allowing the Court to receive and consider the Bentleys' position regarding the increased amount.

associate attorney and paralegal, both of whom are educated and experienced, has been performed under Mr. Hall's supervision, constituting a savings to the client. The professional qualities of Mr. Hall and his legal staff are satisfactory and reasonable.

- 2. Character Of Work To Be Done: The written judgment referenced within this Order reflects the substance of the dispute between the parties. The nature and importance of contested exceptions to the State Engineer's order of determination regarding the relative rights in and to the water sources at issue herein speaks for itself. The legal work necessary included conducting, defending and participating in contested litigation, which in turn required legal research, analysis and writing in preparation for, and specific to, this matter.
- 3. The Work Actually Performed: Based upon a review of the billing statements attached to the Motion for Attorney's Fees, and having previously ruled upon the pleadings received in this sub-matter, and having further presided over the trial herein, during all of which the Court observed the work of the appearing attorneys, the Court finds the work of the Intervenors' legal team to have been satisfactory and reasonable.
- The Result Obtained: As reflected within the written judgment entered on April 5,
 the result of trial was determined to be in favor of the Intervenors.

However, although the amount of attorney's fees requested is reasonable and justified as reflected above, considering the purpose of the award as stated within NRS 18.010(2)(b), the Court hereby determines that an award of \$90,000.00 is appropriate to accomplish the statutory purpose as stated therein.

THEREFORE, Intervenors are hereby awarded \$90,000.00 in attorney's fees, to be paid by the Bentleys.

Motion To Retax Costs

Intervenors' Memorandum of Costs presents costs expended in this sub-matter of

\$13,072.85. The Bentleys' Motion to Retax Costs seeks to reduce that amount by \$9,350.91 to a retaxed amount of \$3,721.94. In opposition to the Motion to Retax Costs, Intervenors cite NRS 18.110(4), arguing that the Bentleys did not timely file their motion within the statutory time allotted. No reply to the opposition has been received.

A review of the record indicates that the Motion to Retax Costs should have been filed certainly no later than May 1, 2012. On May 2nd, a stipulation was filed extending the time in which the Bentleys could file an opposition to the Motion for Attorney's Fees. That stipulation did not specifically include an extension to the statutory time limit regarding a Motion to Retax Costs. The Court adopted the stipulation within its Order dated May 10, 2012. That Order likewise did not extend the time to seek the retax of costs.

Regardless, NRS 18.005, which defines costs that may be recovered by the prevailing party, consistently references reasonable costs. Therefore, reviewing the Intervenors' Memorandum of Costs, the Court hereby reduces the amounts requested by the following:

Item	Reduction
23,272 of black and white copies at a cost of \$0.10 in lieu of \$0.25:	(\$3,445.80)
Postage:	(\$500.00)
Legal research:	(\$2,000.00)
Total Reduction:	(\$5,945.80)

THEREFORE, the Court finds that Intervenors are hereby entitled to recover, as the party prevailing in a special proceeding pursuant to the judgment entered on April 5, 2012, and NRS 18.020(4), total costs of \$7,127.05 from the Bentleys.

IT IS SO ORDERED.

Dated this _____ day of January, 2013.

DAVED R. GAMBLE District Judge

1	Copies served by mail this day of January, 2013, to:
2	Bryan L. Stockton, Esq.
3	Deputy Attorney General State of Nevada
4	100 North Carson Street Carson City, NV 89701
5	The second secon
6	Thomas J. Hall, Esq. P. O. Box 3948
7	Reno, NV 89505
8	Michael L. Matuska, Esq.
9	937 Mica Drive, #16A Carson City, NV 89705
10	0 / 2/22
11	Joanne Laler
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DAVID R. GAMBLE DISTRICT JUDGE DOUGLAS COUNTY FO BOX 718

CERTIFICATE OF SERVICE BY MAIL

2 I certify that I am an employee of Thomas J. Hall, Esq., and that on this date, pursuant to NRCP 5(b), I deposited in the United States mail at Reno, Nevada, a true copy of the Notice of Entry of Order, addressed to: Frank Scharo Glenn Roberson

Post Office Box 1225 Minden, NV 89423

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Donald S. Forrester Kristina Forrester 913 Sheridan Ln. Gardnerville, NV 89460

Thomas J. Scyphers Kathleen M. Scyphers 1304 W. Aylesbury Ct. Gardnerville, NV 89460

Michael L. Matuska, Esq. Matuska Law Offices, Ltd. 937 Mica Dr., Suite 16A Carson City, NV 89705

Bryan L. Stockton, Esq. Deputy Attorney General 100 North Carson St. Carson City, NV 89701

Sheridan Creek Equestrian Center 551 Centerville Ln. Gardnerville, NV 89460

Ronald R. Mitchell Ginger G. Mitchell Post Office Box 5607 Stateline, NV 89449

State of Nevada Dept. of Conservation & Natural Resources Div. of Water Resources 901 S. Stewart St. Suite 2002 Carson City, NV 89701

DATED this 8th day of January, 2013.

Sharon M. Knudson

28 THOMAS J. HALL ATTORNEY AND COUNSELOR AT LAW 305 BOUTH ARLINGTON AVENUE ST OFFICE BOX 3648 REND. NEVADA BOSOS

EXHIBIT 23



Case No .:

08-CV-0363

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2009 MAR 25 PM 4: 28

Dept. No.:

TED THRAN

MAR 2 5 2009

DOUGLAS COUNTY
DISTRICT COURT CLERK

This document does not contain personal information of any person.

IN THE NINTH JUDICIAL DISTRICT COURT FOR THE STATE OF NEVADA IN AND FOR THE COUNTY OF DOUGLAS

In the Matter of the Determination of the Relative Rights in and to the Waters of Mott Creek, Taylor Creek, Cary Creek (aka Carey Creek), Monument Creek, and Bulls Canyon, Stutler Creek (aka Stattler Creek), Sheridan Creek, Gansberg Spring, Sharpe Spring, Wheeler Creek No. 1, Wheeler Creek No. 2, Miller Creek, Beers Spring, Luther Creek and Various Unnamed Sources in Carson Valley, Douglas Valley, Nevada.

AMENDED NOTICE OF EXCEPTIONS AND EXCEPTIONS TO FINAL ORDER OF DETERMINATION

(Re: Proofs V-06305, V-06306, V-06307 and V-06308)

Hearing Date: April 1, 2009 Time: 9:00 a.m.

COME NOW J.W. BENTLEY and MARYANN BENTLEY, Trustees of the Bentley Family Trust 1995 Trust ("Bentley"), by and through their counsel of record, Michael L. Matuska, Brooke · Shaw · Zumpft, and for exceptions to the *Final Order of Determination*, do hereby state as follows:

Ĭ.

BACKGROUND

On 5 May 2006, Bentley purchased a parcel of land located in Douglas County, Nevada, from Theodore Weber and Katherine Weber. A copy of the deed is provided herewith as *Exhibit 1*. Said parcel contains 12.93 +/- acres of land and is identified alternatively as APN 1219-14-001-013 and Adjusted Parcel 1 as shown on the Record of Survey to Accompany a Boundary Line Adjustment that was filed in the Official Records of Douglas County, Nevada, on 4 January 1986, at Book 196, Page 787, Document No. 378278. A copy of the Record of Survey

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is provided herewith as Exhibit 2. As demonstrated by the Record of Survey, the Bentley parcel straddles the quarter section line between the NW 1/4 of Sec. 14 and SW 1/4 of Sec. 14 in T. 12 N., R. 19 E.

On 16 March 1994, prior to Bentley's purchase of the above-identified parcel, the Webers filed the following Proof(s) of Appropriation:

Proof of Appropriation of Water for Irrigation V-06305 to irrigate 10.36 acres of land in the NW 1/4 of Sec. 14, T. 12N, R. 19 E from Stutler Creek (Exhibit 3).

Proof of Appropriation of Water for Irrigation V-06306 to irrigate 12.93 acres of land from Sheridan Creek. This included the same 10.83 acres in the NW 1/4 of Sec. 14 T. 12N, R. 19 E identified in Proof V-06305 in the NW 1/4 of Sec. 14, as well as the remaining 2.57 acres located in the SW 1/4 of Sec. 14, T. 12 N, R. 19 E (Exhibit 4).

Proof of Appropriation of Water for Stock Watering or Wildlife Purposes V-06307. This Proof explains that the purpose is to divert stockwater from Sheridan Creek through ponds located on the property for stockwater purposes as agreed in a series of diversion agreements referenced in the Proof (Exhibit 5).

Proof of Appropriation of Water for Stock Watering or Wildlife Purposes V-06308. This Proof explains that the purpose is to divert stockwater from Stutler Creek through ponds located on the property for stockwater purposes as agreed in a series of diversion agreements referenced in the Proof (Exhibit 6).

The records on file the Office of the Nevada State Engineer have all been updated to show the Bentleys as the owners of the above-identified Proofs. The Bentley parcel also benefits from additional water rights to Gansberg Springs according to Permit No. 7595/Cert. No. C-1760. Records of ownership will be updated to reflect Bentley's ownership in these water rights.

H.

EXCEPTION NO. 1 - DIVERSION SCHEDULE (PROOFS V-06307 and V-06308)

Bentley is informed and believes that the Office of the State Engineer is likely to impose a diversion schedule/rotation for the waters from Sheridan Creek, Stutler Creek and Gansberg Springs that is not contained in the Final Order of Determination. The rotation would presumably

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relate to the Proofs and acreages identified in Tables 5 and 6 at pages 192 and 193. In fact, Bentley's diversion rights under Proofs V-06307 and V-06308 for Appropriation of Water for Stock or Wildlife Purposes should not be subject to a rotation. Rather, Bentley's diversion rights are set forth in a series of diversion agreements between Bentley's predecessor(s)-in-interest and the predecessor(s)-in-interest to the owners of other properties identified in Tables 5 and 6. Those diversion agreements are specifically identified in Proofs V-06307 and V-06308. The most recent and presumably final diversion agreement is also provided herewith as Exhibit 7.

Accordingly, Tables 5 and 6, and Part VIII "Proofs Determined to Be Valid" should be amended to note that all diversion rights from the North Branch of Sheridan Creek (as well as Stutler Creek and Gansberg Springs (to the extent those sources are also diverted through the North Branch of Sheridan Creek) are subject to this diversion agreement and the Bentley property should be exempt from the rotation to the extent of diverting water through the ponds for stock watering and/or wildlife purposes, all of which is described as a non-consumptive use and returned to the irrigation ditches.

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EXCEPTION NO. 2 - Add all Proofs to Adjudication Map

The Adjudication Map to support the Final Order of Determination only identifies Proofs V-06305 and V-06306 appurtenant to the Bentley parcel. The map should further identify Proofs V-06307 and V-06308, especially in light of the fact that those Proofs provide rights to a continuous flow for Bentley's stock/wildlife ponds under diversion agreements that are exempt from the forthcoming diversion schedule.

IV.

EXCEPTION NO. 3 - Correct Typographical Error

P. 51, pertaining to Proof V-04594 (which has been superseded in part by the Proofs discussed herein) contains a reference to Proof V-06505. In fact, Proof V-06505 pertains to diversions from the Humboldt River Basin and should likely be viewed as a typographical error. The correct reference should presumably be Proof V-06305 (Stutler Creek) (Exhibit 3).

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EXCEPTION NO. 4 - Correct Acreage

P. 53 pertaining to Proof V-06305 (Stutler Creek) was submitted for 10.36 acres of land, but approved for only 9.61 acres. This is also reflected in the Table of Relative Rights to Appropriators, p. 107. However, this conflicts with Part XX, Table 5 (Stutler Creek -Commingled with the North Diversion of Sheridan Creek) which shows 10.36 approved acres. In fact, because the waters of Stutler Creek are diverted through the North Branch of Sheridan Creek, and there is no discernible way to distinguish the Stutler Creek waters from the Sheridan Creek waters, the acreage approved under Proof V-06305 (Stutler Creek) should be the same as the acreage approved under Proof V-06306 (Sheridan Creek) - 12.93.

VI.

EXCEPTION NO. 5 - Install Diversion Device

The waters of Stutler Creek and Gansberg Springs are channeled into Sheridan Creek, which in turn splits into two (2) branches. Bentley's diversion rights are obtained from the North Branch of Sheridan Creek, which also delivers the commingled waters of Stutler Creek and Gansberg Springs. At this time, only crude, natural devices (i.e., rocks) are employed to direct the waters to the North and South Branches of Sheridan Creek. Bentley requests that the Office of the State Engineer commission the installation of a device sufficient to measure and deliver accurate diversions between the North and South Branches of Sheridan Creek, and to ensure that waters of Gansberg Springs and Stutler Creek are not diverted down the South Branch of Sheridan Creek.

Respectfully submitted.

DATED this 25 day of March 2009.

BROOKE · SHAW · ZUMPFT

By:

Michael L. Matuska State Bar No. 5711

BROOKE · SHAW · ZUMPFT 1590 4th Street/P.O. Box 2860

Minden NV 89423 (775) 782-7171

(775) 782-3081 (Fax)

BROOKE · SHAW · ZUMPFT POST OFFICE BOX 2860 MINDEN, NEVADA 89423 (775) 782-7171

CERTIFICATE OF SERVICE

Pursuant to NRCP 5(b), I certify that I am an employee of BROOKE · SHAW · ZUMPFT and that on the day of March 2009, I served a true and correct copy of the preceding document entitled AMENDED NOTICE OF EXCEPTIONS AND EXCEPTIONS TO FINAL

ORDER OF DETERMINATION addressed to:

STATE OF NEVADA
Department of Conservation and Natural Resources
Division of Water Resources
Office of the State Engineer
901 South Stewart Street, Suite 2002
Carson City NV 89701

	[X]	BY U.S.	. MAIL:	1	deposited	for	mailing	in	the	United	States	mail,	with
postage	e fully	prepaid,	an envelope	cor	taining the	abo	ve-identi	fiec	l doc	ument a	t Mind	en, Ne	vada,
in the c	ordinary	y course o	of business.										

t 1	BY MESSENGER SERVICE:	I delivered the	above-identified	document	to
Reno-Carson	Messenger Service for delivery to the	offices of the ac	ldressee.		

Ĩ]	BY FACSIMILE:	I transmitted via facsimile from the offices of Brooke · Shaw
· Zumpft	the	above-identified docu	ment in the ordinary course of business to the individual and
facsimile	mum	bers indicated	

[]	BY EMAIL:	I transmitted via	internet from	n the offic	es of Bro	oke · Shaw	v · Zu	mpft
the abov	e-ide	entified docume	ent in the ordinar	y course of	business	to the in	dividuals	and e	mail
addresse	s ind	icated							

[]	BY HAND DELIVERY:	I hand	delivered	an	envelope	containing	the	above
identified o	ocument to the addressee stated	above, ii	n the ordin	ary	course of	business.		

[] BY FEDERAL EXPRESS OVERNIGHT DELIVERY.

LIZ WILSON, ALS

Recording Requested By Marquis Title & Escrow Inc. A.P. NO. 1219-14-001-013 Escrow No. 260163-VM R.P.T.T. \$5,070,00

WHEN RECORDED MAIL TO: Mr. & Mrs. J.W. Bentley 26482 Valpariso Mission Viejo,CA 92691

MAIL TAX STATEMENT TO: Same as Above DOC # 0674437 05/08/2006 03:26 PM Deputy: KLJ OFFICIAL RECORD Requested By: MARQUIS TITLE & ESCROW

Douglas County - NV Werner Christen - Recorder Page: 1 Of 2 Fee: 15.00 BK-0506 PG-3496 RPTY: 5070.00



GRANT, BARGAIN and SALE DEED

FOR A VALUABLE CONSIDERATION, receipt of which is hereby acknowledged,

THEADORE WEBER and KATHERINE A. WEBER, husband and wife as joint tenants

do(es) hereby GRANT, BARGAIN and SELL to

J.W. BENTLEY AND MARYANN BENTLEY, Trustees of the BENTLEY FAMILY TRUST 1995 TRUST,

the real property situate in the County of Douglas, State of Nevada, described as follows:

SEE EXHIBIT "A" ATTACHED HERETO AND MADE A PART HEREOF FOR LEGAL DESCRIPTION AND WATER RIGHTS DESCRIPTION

TOGETHER with all tenements, hereditaments and appurtenances, including essements and water rights, if any, thereto belonging or appertaining, and any reversions, remainders, rents, issues or profits thereof.

The day William
THEADORE WEBER

KATHERINE A. WEBER

STATE OF NEUGOLO
COUNTY OF DOLLARS

This instrument was acknowledged before me on May 5, 3006 by THEADORE WEBER and KATHERINE A. WEBER.

Noter Public & Marellowi

KATHY MACELLARI
NOTARY PUBLIC
STATE OF NEWADA
MAJARINAS MY APPL EXP. AUG. 5, 2009

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EXHIBIT "A"

All that certain lot, piece, parcel or portion of land situate, lying and being within the West ½ of Section 14, Township 12 North, Range 19 East, M.D.M., Douglas County, Nevada, more particularly described as follows:

All that portion of Parcels 1, 2 and 3, as shown on the Parcel Map filed for record in Book 687, at Page 3496, as Document No. 157268, Official Records of Douglas County, Nevada, described as follows:

COMMENCING at the Southwest corner of Parcel 3, as shown on the aforesaid map;

Thence along the Southwesterty line of Parcels 2 and 3 of said map, North 24°47'53" West, a distance of 335.33 feet to the Southwest corner of aforesaid Parcel 1, which point is the TRUE POINT OF BEGINNING:

Thence continuing along the Southwesterly line of said parcel North 25°53'28" West, a distance

of 495.70 feet to the Northwesterly corner of said parcel;

Thence along the Northwesterly line of said parcel North 64°05'08" East, a distance of 1,120,70

feet to the Northeasterty corner of said parcel;

Thence along the Northeasterly line of sald Parcels 1 and 3 South 25°05'38" East, a distance of

519.63 feet;

Thence leaving said line South 78°28'21" West, a distance of 424.88 feet;

Thence South 00°00'00" West, a distance of 187.20 feet;

Thence South 70°19'13" West, a distance of 632.57 feet to the TRUE POINT OF BEGINNING.

The Basis of Bearing of this description is the Southeasterly line of Parcel 3, which bears North 70°37'51" East, as shown on the Parcel Map filed for record in Book 687, at Page 3496, as Document No. 157268, Official Records of Douglas County, Nevada.

APN: 1219-14-001-013

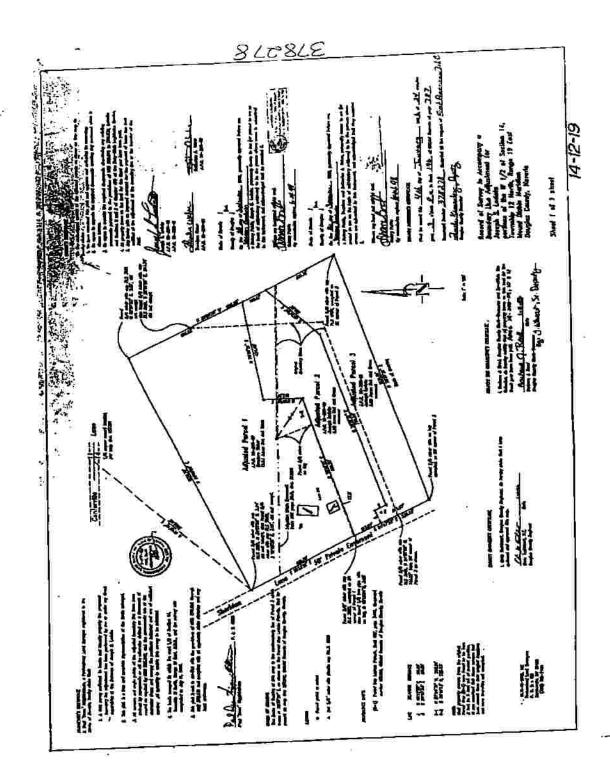
Per NRS 111.312, this legal description was previously recorded January 4, 1996, in Book 196, Page 793, as Document No. 378281, Official Records.

WATER RIGHTS

Being old assessor's parcel number 19-200-09 specifically described as 12.96 acres of land T 12N R19E 514 PCL1. Along with property goes the following water rights.

9 acres in the SW 1/4 of NW 1/4 of Sec. 14, T. 12, R 19E 2 acres in the SW 1/4 of NW 1/4 of Sec. 14, T. 12, R. 19E

as shown on the attached map and filed for under proof of Vested Right #04594.



T.

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